

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2012
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

The logo for Keystone Accounting, LLC features a stylized 'K' and 'A' in a decorative, serif font. The 'K' is large and ornate, with a small '17' integrated into its top left curve. The 'A' is also large and decorative, with a small '17' integrated into its top left curve. The text 'KEYSTONE ACCOUNTING, LLC' is written in a classic serif font to the right of the 'K' and 'A'.

KEYSTONE ACCOUNTING, LLC

CERTIFIED PUBLIC ACCOUNTANTS

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS
Year Ended June 30, 2012

	Page
INTRODUCTORY SECTION	
Title Page	
Table of Contents	iii
Official Roster	1
FINANCIAL SECTION	
Independent Auditors' Report	5
Management's Discussion and Analysis	7
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Position	18
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Position	23
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds	24
Reconciliation of the Statement of Revenue, Expenditures, and Changes In Fund Balance – All Governmental Funds to the Statement of Activities	27
Major Funds:	
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
General Fund	28
Title I Special Revenue Fund	29
Statement of Fiduciary Assets and Liabilities – Agency Funds	30
Notes to the Financial Statements	31
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:	
General Fund:	
Combining Balance Sheet	54
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	55
Budgetary Presentation:	
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Operating Fund	56
Transportation Fund	57
Instructional Materials Fund	58

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS
Year Ended June 30, 2012

Nonmajor Governmental Funds:	
Combining Balance Sheet	60
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	73
Budgetary Presentation:	
Schedule of Revenues, Expenditures, and Changes in	
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):	
Nonmajor Special Revenue Funds:	
Food Services Special Revenue Fund	87
Athletics Special Revenue Fund	88
Activities Special Revenue Fund	89
Entitlement IDEA-B Special Revenue Fund	90
Discretionary IDEA-B Special Revenue Fund	91
Preschool IDEA-B Special Revenue Fund	92
IDEA-B CEIS Special Revenue Fund	93
Fresh Fruits and Vegetables Special Revenue Fund	94
IDEA-B “Risk Pool” Special Revenue Fund	95
Title III English Language Special Revenue Fund	96
Title II Teacher Quality Special Revenue Fund	97
Carl D Perkins Special Revenue Fund	98
Carl D Perkins Secondary Redistribution Special Revenue Fund	99
ARRA - Title I Special Revenue Fund	100
ARRA - Entitlement IDEA-B Special Revenue Fund	101
ARRA - Preschool IDEA-B Special Revenue Fund	102
ARRA - McKinney Vento Homeless Special Revenue Fund	103
ARRA - Title I School Improvement Special Revenue Fund	104
Johnson O’Malley Special Revenue Fund	105
Impact Aid Special Education Special Revenue Fund	106
Impact Aid Indian Education Special Revenue Fund	107
Title XIX Medicaid Special Revenue Fund	108
Indian Ed Formula Grant Special Revenue Fund	109
Education Jobs Special Revenue Fund	110
Golden Apple Foundation Special Revenue Fund	111
ConocoPhillips Grant Special Revenue Fund	112
Dual Credit Instructional Materials Special Revenue Fund	113
GO Bond Library Fund Bond Special Revenue Fund	114
Libraries GO Bond 2010 Fund Bond Special Revenue Fund	115
Technology for Education Special Revenue Fund	116
Incentives for School Improvement Special Revenue Fund	117
Beginning Teacher Mentoring Special Revenue Fund	118

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TABLE OF CONTENTS
Year Ended June 30, 2012

Budgetary Presentation:

Schedule of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):

Nonmajor Special Revenue Funds:

Library Books Special Revenue Fund	119
NM Energy Resources Special Revenue Fund	120
Gear Up Special Revenue Fund	121
BP America Production Special Revenue Fund	122

Capital Projects Funds:

Bond Building Capital Projects Fund	124
Capital Improvements SB-9 Capital Projects Fund	125

Debt Service Funds:

Debt Service Fund	128
Deferred Sick Leave Fund	129

OTHER SUPPLEMENTAL INFORMATION

Fiduciary Funds:

Schedule of Changes in Assets and Liabilities – All Agency Funds	132
Schedule of Pledged Collateral	133
Cash Reconciliation	134

SINGLE AUDIT SECTION

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	139
--	-----

Report On Compliance With Requirements That Could Have A Direct And Material Effect On Each Major Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133	143
---	-----

Summary Schedule of Prior Year Audit Findings	145
Schedule of Findings and Questioned Costs	146
Schedule of Expenditures of Federal Awards	155
Notes to the Schedule of Expenditures of Federal Awards	158

REQUIRED DISCLOSURE	161
---------------------	-----

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

OFFICIAL ROSTER
June 30, 2012

BOARD OF EDUCATION

Jim Coyners	President
Tasha Lucero	Vice President
Jerry McKee	Secretary
Evelyn Benny	Member
Karen Ransom	Member

SCHOOL OFFICIALS

Joe Rasor	Superintendent
Gary Giron	Finance & Operations Director
Anna Redding	Operations Manager

AUDIT COMMITTEE

Tasha Lucero	Board Vice-President
Jerry McKee	Board Secretary
Matt Pennington	Community Professional
April John	Parent

FINANCE COMMITTEE

Jim Conyers	Board Member
Evelyn Benny	Board Member
Joe Rasor	Superintendent
Chuck Culpepper	Director of Curriculum
Gary Giron	Finance & Operations Director
Anna Redding	Operations Manager

THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

FISCAL YEAR 2012

JULY 1, 2011 THROUGH JUNE 30, 2012

THIS PAGE INTENTIONALLY LEFT BLANK

INDEPENDENT AUDITORS' REPORT

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund of the Bloomfield Municipal School District No. 6, as of and for the year ended June 30, 2012, which collectively comprise Bloomfield Municipal School District No. 6's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Bloomfield Municipal School District No. 6's nonmajor governmental funds and the budgetary comparisons for the major capital projects funds, debt service fund, and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the agency's management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.


In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Bloomfield Municipal School District No. 6, as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund and major special revenue fund for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the Bloomfield Municipal School District No. 6 as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project funds, debt service fund, and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

In accordance with Government Auditing Standards, we have also issued our report dated November 12, 2012, on our consideration of the Bloomfield Municipal School District No. 6'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 and should be considered in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 8 through 16 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.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



November 12, 2012
Farmington, NM

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS
For Fiscal Year Ending June 30, 2012

Our discussion and analysis of the District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2012.

FINANCIAL HIGHLIGHTS

State revenues accounted for \$21.1 million or 62.5% of total revenues, Local revenues accounted for \$8.1 million or 24.1% and Federal revenues accounted for \$4.5 million or 13.4%.

The general fund reported a positive fund balance of \$2,382,018.

On February 3, 2009 the voters approved a \$35 million bond issue. The District did not sell any additional bonds this fiscal year.

Outlays for capital assets were \$470,095 and included new construction and renovations at various sites throughout the district.

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

This comprehensive annual financial report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District as a whole, and then proceed to provide an increasingly detailed look at specific financial activities.

REPORTING THE SCHOOL DISTRICT AS A WHOLE

The Statement of Net Assets and Statement of Activities

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year's revenue and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. The change in net assets provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

Our analysis of the District's major funds begins on page 20. The fund financial statements begin on page 20 and provide detailed information about the most significant funds - not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and

compliance with various grant provisions. The District's governmental funds use different accounting approaches as further described in the notes to the financial statements.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-view of the District's general governmental operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by approximately \$27.8 million at the close of the most recent fiscal year.

A significant portion of the District's net assets reflects its investment in capital assets less any related debt used to acquire those assets that is still outstanding. The District uses capital assets to provide services; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An analysis of fiscal year 2012 follows:

	Changes in Net Assets	
	2012	2011
Current Assets	\$ 13,079,294	\$ 11,068,391
Capital Assets	<u>81,585,935</u>	<u>85,045,620</u>
Total Assets	94,665,229	96,936,564
Deferred Outflows of Resources	<u>756,936</u>	<u>822,553</u>
Total Assets and Deferred Outflows of Resources	95,422,165	96,936,564
 Current Liabilities		
Current Liabilities	1,261,020	1,302,970
Long Term Liabilities	<u>65,566,286</u>	<u>67,989,810</u>
Total Liabilities	66,827,306	69,292,780
Net Assets:		
Invested in Capital Assets, net of debt	15,247,724	17,313,225
Restricted	10,442,274	8,973,873
Unrestricted	<u>2,119,540</u>	<u>1,356,686</u>
Total Net Assets	<u>\$ 27,809,538</u>	<u>\$ 27,643,784</u>

An additional portion of the District's net assets (38%) represents resources subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the District's ongoing activities.

	Changes in Net Assets	
	<u>2012</u>	<u>2011</u>
Revenues		
Program Revenues		
Charges for Services	\$ 464,988	\$ 470,618
Operating grants	5,423,278	7,165,807
Capital grants and contributions	<u>70,062</u>	<u>137,276</u>
Total Program Revenues	<u>5,950,326</u>	<u>7,773,701</u>
General Revenues		
Property Taxes	7,510,486	6,491,388
Grants and contributions not restricted	20,509,471	21,262,534
Investment Earnings	4,763	7,440
Miscellaneous income	<u>-</u>	<u>-</u>
Total General Revenues	<u>28,024,720</u>	<u>27,761,362</u>
Total Revenues	<u>33,975,046</u>	<u>35,535,063</u>

Expenses		
Instruction	16,017,396	17,545,478
Support Services - Students	2,820,935	3,259,701
Support Services - Instruction	519,309	606,572
Support Services - General Administration	867,196	829,254
Support Services - School Administration	2,346,481	2,647,663
Central Services	640,075	677,383
Operations & Maintenance of Plant	4,943,785	4,833,228
Student Transportation	1,362,967	1,338,548
Food Services	1,763,212	1,711,907
Other Support Services	44,252	-
Community Services	9,216	9,941
Bond interest paid	2,454,085	3,067,409
Depreciation - unallocated	-	-
Total governmental activities	<u>33,788,909</u>	<u>36,527,084</u>
Loss on asset disposal	-	(85,769)
Change in Net Assets	<u>\$ 194,139</u>	<u>\$(1,077,789)</u>

Governmental Activities

Net assets of the District's governmental activities increased by \$194,139 primarily due to renovation of the Rio Vista facility. Unrestricted net assets reflect a positive balance of \$2,119,540.

The property tax laws in New Mexico create the need to periodically seek voter approval for additional capital outlay funds. Tax revenue generated from the 2-mill levy provided approximately \$1.7 million for fiscal year 2012. School districts such as ours are dependent upon property taxes as a primary source of revenue to maintain facilities district-wide.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The table below reflects the cost of program services and the net cost of those services after taking into account the program revenues for the governmental activities. The increase in net cost is attributed to increases in salaries, benefits and construction in 2012. General revenues, including tax revenue, investment earnings, and unrestricted State entitlements must support the net cost of program services.

	Net Cost of <u>Services 2012</u>	Net Cost of <u>Services 2011</u>
Instruction	\$ (14,228,646)	\$ (14,645,221)
Support Services - Students	\$ (2,350,928)	\$ (2,565,476)
Support Services - Instruction	\$ (462,439)	\$ (507,960)
Support Services - General Administration	\$ (772,229)	\$ (694,440)
Support Services - School Administration	\$ (2,089,516)	\$ (2,217,227)
Central Services	\$ (571,967)	\$ (570,996)
Operations & Maintenance of Plant	\$ (4,417,734)	\$ (4,074,138)
Student Transportation	\$ (244,144)	\$ (178,201)
Other Support Services	\$ (39,543)	\$ -
Food Services	\$ (191,115)	\$ (223,935)
Community Services	\$ (8,235)	\$ (8,380)
Bond interest paid	\$ (2,454,085)	\$ (3,067,409)
Miscellaneous	\$ -	\$ -
Depreciation - unallocated	<u>\$ -</u>	<u>\$ -</u>
Total governmental activities	<u>\$ (27,830,581)</u>	<u>\$ (28,753,383)</u>

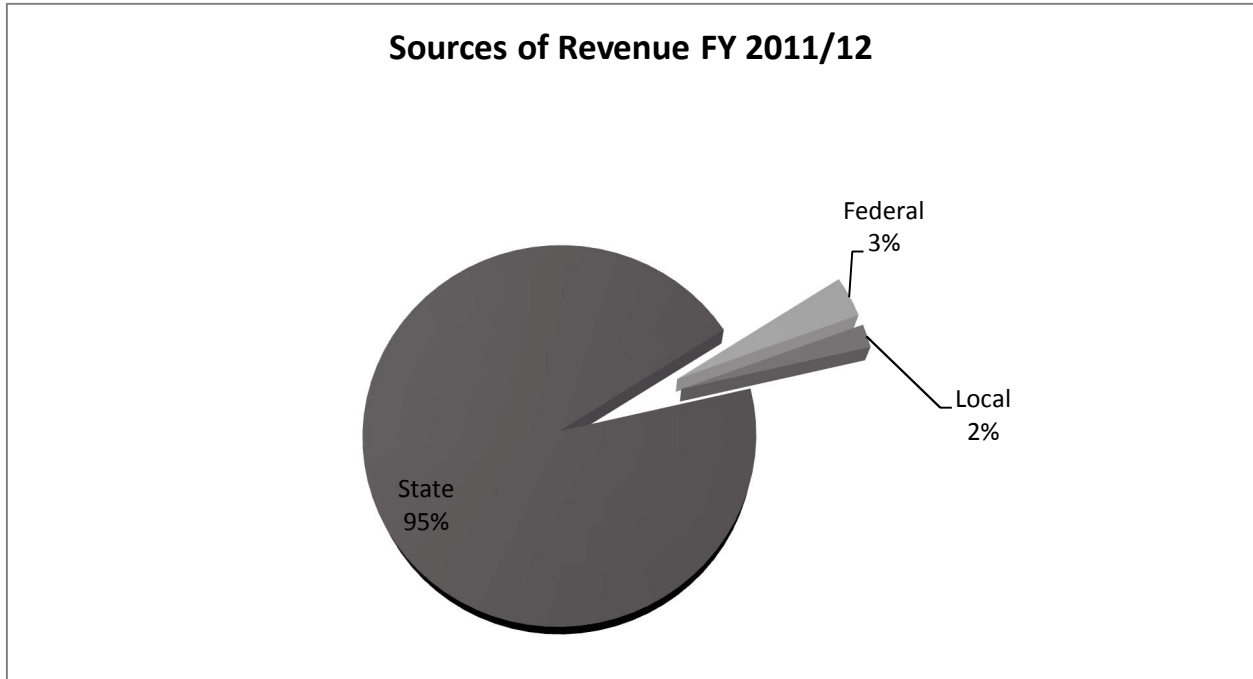
THE DISTRICT'S FUNDS

The District's governmental funds (as presented on the balance sheet on page 20) reported a combined fund balance of \$12,824,292. The schedule below indicates the fund balance by type as of June 30, 2012.

	Fund Balance <u>June 30, 2012</u>	Fund Balance <u>June 30, 2011</u>
General	\$ 2,382,018	\$ 1,640,368
Special Revenue	-	-
Debt Service	5,273,517	3,540,279
Capital Projects	3,153,778	4,379,797
Other Governmental	<u>2,043,363</u>	<u>1,053,798</u>
Total	<u>\$ 12,852,676</u>	<u>\$ 10,614,242</u>

General Fund

The District's general fund balance increase is primarily due to reduction in staffing levels to reflect student enrollment. The tables and graphs that follow assist in illustrating the financial activities and balance of the general fund (as presented on pages 20-28).



Sources of Revenue					
	FY 2011/12		FY 2010/11		FY 2009/10
Federal	734,401		\$ 783,673		\$ 491,146
State	20,988,570		21,346,947		21,574,001
Local	470,966		<u>447,365</u>		<u>481,050</u>
Total	<u>22,193,937</u>		<u>\$ 22,577,985</u>		<u>\$ 22,546,197</u>

The chart below shows General Fund expenditures by functional categories and that the largest portion of general fund expenditures is spent for direct instruction. The General Fund decreased from FY 2010/11 to FY 2011/12 by \$1.5 million due to expiration of ARRA Stimulus funding.

General Fund				
2011-2012 Total Operational Expenditures				\$20,617,171
2010-2011 Total Operational, Fund Plus ARRA Stimulus Funds				\$22,135,389
			2011-2012	2010-2011
			%by Function	%by Function
Direct Instruction			61.1%	63.1%
Support Services Students			7.6%	7.6%
Support Services Instruction			2.0%	2.2%
General Administration			3.4%	3.0%
School Administration			8.9%	8.5%
Central Services			3.2%	2.5%
Operation of Maint of Plant			13.4%	13.1%
Student Transportation			0.0%	0.0%
Other Support Services			0.3%	0.1%
Food Services			0.0%	0.0%
Community Services			0.0%	0.0%
Capital Outlay			0.0%	0.0%
		Total	100.0%	100.0%

Other Funds

The District's debt service fund balance increased by \$1,733,238 primarily due to the re-funding of three bond issues late in the prior fiscal year. The revenues of the fund are property taxes, calculated by the county and state officials. The expenses of the fund include debt principal and interest payments as well as treasurer fees.

The decrease in the bond building fund balance is primarily due to continued construction at the high school and the Rio Vista facility. It is anticipated that all construction will be completed by the winter of 2012. The remaining fund balance is expected to be spent on technology improvements for the District.

The capital improvement SB-9 funds increase in fund balance resulted from revenues exceeding expenditures for maintenance of the facilities primarily due to conservative actions taken by the maintenance department.

Other governmental funds consist of special revenue funds. The decrease in the fund balance reflects the expiration of ARRA Stimulus funds.

General Fund Budget Information

The District's budget is prepared in accordance with New Mexico State of Education law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

The District's actual General Fund revenues were \$73,212 greater than planned in the final budget due to an increase in federal funding from Impact Aid.

The District utilizes input from the Board, the Board Finance Committee, the Superintendent, Director of Finance and Operations, Principals, Directors, Supervisors, District staff, and community members to assist in the development of the annual budget.

Capital Assets

The District has \$81.6 million invested in capital assets net of depreciation all in governmental activities. Detailed information regarding capital asset activity is included on page 45.

The District, on February 6, 2007 passed a Public School Capital Improvement Tax (2-mill) for property tax years 2007 through 2012. The funds are used for a wide range of projects including renovations, building and equipment maintenance, furniture, technology, etc. For the fiscal year ended June 30, 2012 the tax provided \$1.8 million in revenues.

Debt

At June 30, 2012, the District had \$63,465,000 in outstanding bonds payable. On February 3, 2009 the voters approved a \$35 million bond issue. In November 2009, \$12 million of bonds were issued followed by a second issuance for \$6 million in August 2010 – for a total of \$18 million. Due to the present economic outlook in the area, it has been decided not to issue the remaining \$17 million in bonds.

Restrictions and Other Limitations

With the continued proceeds from bond issues and the passage of the 2-mill levy, the District is provided the necessary funds to maintain its facilities. The District's financial position is very sound as of June 30, 2012; however, future financial stability is not without challenges.

The first challenge is for management to effectively and efficiently manage available resources to assure that all required services are provided. Maintaining student membership numbers is of vital importance in generating revenues necessary to continue educational programs. The loss of students has resulted in less revenue, which has caused the District to decrease the number of employees, facilities currently utilized and educational services offered.

The second challenge facing the District is based on the state's economy. The District's funding is determined by a calculation that distributes the monies appropriated to public education by the state legislature. Continued mandates and budget reductions by the state and federal government increase pressure on budget decisions.

CONTACTING THE BLOOMFIELD SCHOOL DISTRICT

This financial report is designed to provide our community, taxpayers, investors and creditors with an overview of the Bloomfield School District financial condition and to provide accountability for the funds the District receives. If you have questions about our report, please contact:

Director of Finance and Operations
Bloomfield School District
325 N. Bergin Lane
Bloomfield, NM 87413

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

STATEMENT OF NET POSITION

June 30, 2012

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 11,673,905
Receivables:	
Delinquent property taxes receivable	328,731
Grant	680,495
Other receivables	483
Due from other governments	275,235
Athletic inventory	28,384
USDA commodities inventory	81,659
Food inventory	10,402
Non-current:	
Non-depreciable assets	4,211,862
Depreciable capital assets, net	<u>77,374,073</u>
Total assets	94,665,229
Deferred outflows of resources:	
Bond issuance cost	<u>756,936</u>
Total assets and deferred outflows of resources	<u>95,422,165</u>
LIABILITIES	
Accounts payable	64,967
Accrued salaries	45,617
Accrued interest	887,958
Compensated absences	262,478
Noncurrent liabilities:	
Due within one year	3,190,000
Due in more than one year	<u>63,133,222</u>
Total liabilities	<u>67,584,242</u>
NET POSITION	
Invested in capital assets, net of related debt	15,247,725
Restricted for:	
Inventories	120,445
Special revenue funds	988,037
Capital projects	4,008,721
Debt service	5,353,455
Unrestricted	<u>2,119,540</u>
Total net position	<u>\$ 27,837,923</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

STATEMENT OF ACTIVITIES
Year Ended June 30, 2012

Functions/Programs	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>	
Primary government:		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>	
Governmental activities:						
Instruction	\$ 16,017,396	\$ 34,677	\$ 1,704,355	\$ 49,718	\$ (14,228,646)	
Support Services - Students	2,820,935	161,085	300,166	8,756	(2,350,928)	
Support Services - Instruction	519,309	-	55,258	1,612	(462,439)	
Support Services - General Administration	867,196	-	92,275	2,692	(772,229)	
Support Services - School Administration	2,346,481	-	249,681	7,284	(2,089,516)	
Central Services	640,075	-	68,108	-	(571,967)	
Operations & Maintenance of Plant	4,943,785	-	526,051	-	(4,417,734)	
Student Transportation	1,362,967	-	1,118,823	-	(244,144)	
Other Support Services	44,252	-	4,709	-	(39,543)	
Food Services	1,763,212	269,226	1,302,871	-	(191,115)	
Community Services	9,216	-	981	-	(8,235)	
Bond interest paid	<u>2,454,085</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,454,085)</u>	
 Total governmental activities	 <u>\$ 33,788,909</u>	 <u>\$ 464,988</u>	 <u>\$ 5,423,278</u>	 <u>\$ 70,062</u>	 <u>(27,830,581)</u>	
General revenues:						
Property Taxes:						
General purposes						410,965
Debt service						5,368,809
Capital projects						1,730,712
Grants and contributions not restricted						20,509,471
Unrestricted investment earnings						<u>4,763</u>
Total general revenues						28,024,720
Change in net assets						194,139
Net position - beginning						<u>27,643,784</u>
Net position - ending						<u>\$ 27,837,923</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Balance Sheet
June 30, 2012

	General	Title I	Capital Improvements SB-9
	<u>Fund</u>	<u>Fund #24101</u>	<u>Fund #31700</u>
ASSETS			
Pooled cash and investments	\$ 2,179,989	\$ (4,533)	\$ 3,050,069
Receivables:			
Property taxes	18,097	-	75,070
Grant	-	252,033	-
Other receivables	-	-	-
Due from other governments	15,370	-	63,014
Due from other funds	247,500	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	<u> -</u>	<u> -</u>	<u> -</u>
Total assets	<u>\$ 2,460,956</u>	<u>\$ 247,500</u>	<u>\$ 3,188,153</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 51,049	\$ -	\$ 7,996
Accrued salaries	21,813	-	-
Due to other funds	-	247,500	-
	<u> -</u>	<u> -</u>	<u> -</u>
Total liabilities	72,862	247,500	7,996
Deferred inflows of resources:			
Delinquent property taxes	6,076	-	26,379
	<u> -</u>	<u> -</u>	<u> -</u>
Total liabilities and deferred inflows of resources	<u>78,938</u>	<u>247,500</u>	<u>34,375</u>
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	3,153,778
Debt service	-	-	-
Unassigned	2,382,018	-	-
	<u> -</u>	<u> -</u>	<u> -</u>
Total fund balance	<u>2,382,018</u>	<u> -</u>	<u>3,153,778</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 2,460,956</u>	<u>\$ 247,500</u>	<u>\$ 3,188,153</u>

(continued)

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Balance Sheet
June 30, 2012

	Debt Service Fund #41000	Other Governmental Funds	Total Governmental Funds
ASSETS			
Pooled cash and investments	\$ 4,924,681	\$ 1,523,699	\$ 11,673,905
Receivables:			
Delinquent property taxes	235,564	-	328,731
Grant	-	428,462	680,495
Other receivables	-	483	483
Due from other governments	196,851	-	275,235
Due from other funds	-	-	247,500
Fuel inventory	-	28,384	28,384
USDA commodities inventory	-	81,659	81,659
Food inventory	<u>-</u>	<u>10,402</u>	<u>10,402</u>
Total assets	<u>\$ 5,357,096</u>	<u>\$ 2,073,089</u>	<u>\$ 13,326,794</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ 5,922	\$ 64,967
Accrued salaries	-	23,804	45,617
Due to other funds	<u>-</u>	<u>-</u>	<u>247,500</u>
Total liabilities	-	29,726	358,084
Deferred inflows of resources:			
Delinquent property taxes	<u>83,579</u>	<u>-</u>	<u>116,034</u>
Total liabilities and deferred inflows of resources	<u>83,579</u>	<u>29,726</u>	<u>474,118</u>
Fund balance:			
Non-spendable:			
Inventories	-	120,445	120,445
Restricted for:			
Special revenue funds	-	988,037	988,037
Capital projects funds	-	854,943	4,008,721
Debt service	5,273,517	79,938	5,353,455
Unassigned	<u>-</u>	<u>-</u>	<u>2,382,018</u>
Total fund balance	<u>5,273,517</u>	<u>2,043,363</u>	<u>12,852,676</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 5,357,096</u>	<u>\$ 2,073,089</u>	<u>\$ 13,326,794</u>

The notes to the financial statements are an integral part of this statement.

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

RECONCILIATION OF THE BALANCE SHEET - ALL
GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION

June 30, 2012

Amounts reported for governmental activities in the statement of net position are different because:

Fund balances - total governmental funds	\$	12,852,676
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Capital assets		149,013,752
Accumulated depreciation		(67,427,817)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes receivable		116,034
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds		
Bonds payable		(63,465,000)
Accrued interest payable		(887,958)
Accrued vacation payable		(262,478)
Bond issue costs		756,936
Bond premiums		<u>(2,858,222)</u>
Net position of governmental activities	\$	<u>27,837,923</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	General	Title I	Capital Improvements SB-9	Debt Service	Other Governmental	Total Governmental
	<u>Fund</u>	<u>Fund #24101</u>	<u>Fund #31700</u>	<u>Fund #41000</u>	<u>Funds</u>	<u>Funds</u>
Revenues:						
Federal sources:						
Public Law 874	\$ 527,716	\$ -	\$ -	\$ -	\$ 213,554	\$ 741,270
Department of Defense	50,398	-	-	-	-	50,398
Federal flowthrough grants	48,386	635,328	-	-	1,270,560	1,954,274
Federal direct grants	107,901	-	-	-	463,203	571,104
Food and milk reimbursements	-	-	-	-	1,218,662	1,218,662
USDA Commodities	-	-	-	-	84,209	84,209
State sources:						
State equalization guarantee	19,694,315	-	-	-	-	19,694,315
Transportation	1,139,377	-	-	-	-	1,139,377
State instructional material	127,962	-	-	-	-	127,962
State grant	26,916	-	65,503	-	74,740	167,159
Local sources:						
Grant	3,814	-	-	-	77,726	81,540
District school tax levy	411,212	-	1,741,050	5,389,801	-	7,542,063
Fees and activities	29,258	-	-	-	435,730	464,988
Earnings from investments	4,334	-	2,854	3,460	2,134	12,782
Miscellaneous	<u>11,223</u>	<u>-</u>	<u>1,232</u>	<u>5,776</u>	<u>5,257</u>	<u>23,488</u>
Total revenue	<u>\$ 22,182,812</u>	<u>\$ 635,328</u>	<u>\$ 1,810,639</u>	<u>\$ 5,399,037</u>	<u>\$ 3,845,775</u>	<u>\$ 33,873,591</u>

(continued)

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	General	Title I	Capital	Debt Service	Other	Total
	Fund	Fund #24101	Improvements SB-9 Fund #31700	Fund #41000	Governmental Funds	Governmental Funds
Expenditures:						
Current:						
Instruction	\$ 12,602,026	\$ 392,341	\$ -	\$ -	\$ 1,014,247	\$ 14,008,614
Support Services:						
Students	1,571,452	137,153	-	-	758,549	2,467,154
Instruction	422,478	35,669	-	-	17,238	475,385
General Administration	638,616	17,605	8,672	27,540	66,006	758,439
School Administration	1,848,421	52,560	-	-	151,222	2,052,203
Central Services	557,613	-	-	-	2,189	559,802
Operation & Maintenance of Plant	2,551,304	-	1,023,196	-	749,272	4,323,772
Student Transportation	1,190,773	-	-	-	1,261	1,192,034
Other Support Services	38,702	-	-	-	-	38,702
Food Services Operations	-	-	-	-	1,542,083	1,542,083
Community Services	-	-	-	-	8,060	8,060
Capital outlay	-	-	132,045	-	338,050	470,095
Debt service:						
Principal retirement	-	-	-	1,425,000	-	1,425,000
Bond interest paid	-	-	-	2,213,259	-	2,213,259
Total expenditures	<u>21,421,385</u>	<u>635,328</u>	<u>1,163,913</u>	<u>3,665,799</u>	<u>4,648,177</u>	<u>31,534,602</u>
Excess of revenues over expenditures	<u>761,427</u>	<u>-</u>	<u>646,726</u>	<u>1,733,238</u>	<u>(802,402)</u>	<u>2,338,989</u>
Other financing sources and financing uses:						
Transfers in	777	-	-	-	-	777
Transfers out	-	-	-	-	(777)	(777)
Refunds	<u>(20,554)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(80,000)</u>	<u>(100,554)</u>
Total other financing sources and financing use	<u>(19,777)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(80,777)</u>	<u>(100,554)</u>
Net change in fund balance	741,650	-	646,726	1,733,238	(883,179)	2,238,435
Fund balance at beginning of the year	<u>1,640,368</u>	<u>-</u>	<u>2,507,052</u>	<u>3,540,279</u>	<u>2,926,542</u>	<u>10,614,241</u>
Fund balance at end of the year	<u>\$ 2,382,018</u>	<u>\$ -</u>	<u>\$ 3,153,778</u>	<u>\$ 5,273,517</u>	<u>\$ 2,043,363</u>	<u>\$ 12,852,676</u>

The notes to the financial statements are an integral part of this statement.

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

Year Ended June 30, 2012

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balance - total governmental funds	\$ 2,238,435
<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. This is the amount by which capital outlays exceeded depreciation in the current year</p>	
Capital outlay	470,095
Depreciation	(3,929,780)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
<p style="padding-left: 20px;">Deferred property taxes at:</p>	
June 30, 2011	(147,611)
June 30, 2012	116,034
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, and similar, items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Current year principal payments	1,425,000
Issuance cost amortization	(65,617)
Bond premium amortization	241,588
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
<p style="padding-left: 20px;">Compensated absences at:</p>	
June 30, 2011	283,682
June 30, 2012	(262,478)
<p style="padding-left: 20px;">Accrued interest at:</p>	
June 30, 2011	712,749
June 30, 2012	<u>(887,958)</u>
Change in net position of governmental activities	<u>\$ 194,139</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 457,675	\$ 457,675	\$ 527,716	\$ 70,041
Department of Defense	58,965	58,965	50,398	(8,567)
Federal grant	38,000	38,000	48,386	10,386
Federal direct grant	18,000	48,913	107,901	58,988
State sources:				
State equalization guarantee	19,705,397	19,778,497	19,694,315	(84,182)
Transportation	1,141,547	1,139,377	1,139,377	-
State instructional material	107,676	127,962	127,962	-
State grant	-	26,917	26,916	(1)
Local sources:				
Grant	-	-	3,814	3,814
District school tax levy	363,789	363,789	422,266	58,477
Fees and activities	20,100	33,480	29,258	(4,222)
Earnings from investments	7,150	7,150	4,405	(2,745)
Miscellaneous	40,000	40,000	11,223	(28,777)
Total revenues	<u>21,958,299</u>	<u>22,120,725</u>	<u>22,193,937</u>	<u>73,212</u>
Expenditures:				
Current:				
Instruction	13,374,403	13,372,840	12,594,839	778,001
Support Services:				
Students	1,705,259	1,658,304	1,571,452	86,852
Instruction	472,352	466,352	422,404	43,948
General Administration	655,638	729,940	645,936	84,004
School Administration	1,892,380	1,882,180	1,847,558	34,622
Central Services	512,158	593,716	556,745	36,971
Operation & Maintenance of Plant	2,980,595	3,040,167	2,599,740	440,427
Student Transportation	1,141,547	1,186,848	1,168,336	18,512
Other Support Services	55,703	55,703	16,961	38,742
Capital outlay:				
Equipment	202,128	756,281	-	756,281
Total expenditures	<u>22,992,163</u>	<u>23,742,331</u>	<u>21,423,971</u>	<u>2,318,360</u>
Excess (deficiency) of revenues over expenditures	<u>(1,033,864)</u>	<u>(1,621,606)</u>	<u>769,966</u>	<u>2,391,572</u>
Other financing sources and financing uses:				
Other in	-	-	777	777
Refunds	-	-	(20,554)	(20,554)
Total other financing sources and financing uses	<u>-</u>	<u>-</u>	<u>(19,777)</u>	<u>(19,777)</u>
Net change in fund balance	(1,033,864)	(1,621,606)	750,189	2,371,795
Beginning cash balance budgeted	992,036	1,566,743	-	(1,566,743)
Fund balance at beginning of the year	-	-	1,640,368	1,640,368
Fund balance at end of the year	<u>\$ (41,828)</u>	<u>\$ (54,863)</u>	<u>2,390,557</u>	<u>\$ 2,445,420</u>
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(70)	
Change in property tax receivable			(7,297)	
Change in due from other governments			(4,004)	
Change in payables			22,825	
Change in accrued liabilities			(20,240)	
Change in deferred property taxes			247	
			<u>247</u>	
			<u>\$ 2,382,018</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TITLE I FUND - NO. 24101
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 651,924	\$ 710,378	\$ 430,930	\$ (279,448)
 Expenditures:				
Current:				
Instruction	415,656	411,260	392,341	18,919
Support Services:				
Students	129,663	182,707	137,153	45,554
Instruction	36,350	36,350	35,669	681
General Administration	18,065	20,200	17,605	2,595
School Administration	52,190	59,861	52,560	7,301
Total expenditures	651,924	710,378	635,328	75,050
Excess (deficiency) of revenues over expenditures	-	-	(204,398)	(204,398)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(204,398)	\$ (204,398)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			204,398	
			\$ -	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2012

ASSETS

Pooled cash and investments	\$	<u>257,346</u>
-----------------------------	----	----------------

LIABILITIES

Deposits held for others	\$	<u>257,346</u>
--------------------------	----	----------------

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

NOTE	PAGE
I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES	
A. Reporting Entity	32
1. Blended Component Units	
2. Discretely Presented Component Units	
B. Government-Wide and Fund Financial Statements	33
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	33
1. Major Funds	34
D. Assets, Liabilities, and Net Position or Equity	35
II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	
A. Budgetary Information	41
B. Budgetary Violations	42
C. Deficit Fund Equity	42
III. DETAILED NOTES ON ALL FUNDS	
A. Cash and Temporary Investments	43
B. Receivables	44
C. Capital Assets	45
D. Inter-Fund Receivables and Payables	46
E. Inter-Fund Transfers	47
F. Long-Term Debt	47
IV. OTHER INFORMATION	49

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Bloomfield Municipal School District (District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the City of Bloomfield, New Mexico and the surrounding areas. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. Based upon the application of these criteria, no component units or fiduciary units were included in the financial statements.

GAAP requires that financial statements present the District (primary government) and its component units. The District has no component units that are required to be presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 89, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*.

1. Blended Component Units

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

2. Discretely Presented Component Units

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

The summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Bloomfield Municipal School District's management who is responsible for their integrity and objectivity. The financial statements of the District conform to Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the school district. For the most part, the effect of inter-fund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The government reports the following major governmental funds:

General Fund – The general fund is the government’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Title I Special Revenue Fund – To help local education agencies (LEAs) and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards. Funding authorization: Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

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

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

Additionally, the government reports the following fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources – which are legally restricted to expenditures for specified purposes.

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

Fiduciary Funds – Fiduciary Funds are the agency funds used to account for financial resources used by the student activity groups for which the District has stewardship

Similar to private-sector standards of accounting and financial reporting issued prior to November 30, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The government has elected not to follow subsequent private-sector guidance.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

D. Assets, Liabilities, and Net Position or Equity

1. *Deposits and investments*

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

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

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

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

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

2. *Receivables and payables*

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

The District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, SB – 9 Capital Improvements Fund, and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

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

3. *Inventories*

USDA Commodities are recorded at estimated costs and other inventories are recorded at cost, which approximates market. Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed.

4. *Capital assets*

Capital assets, which include property, plant, and equipment (software), are reported in the applicable governmental-wide financial statements. Beginning July 1, 2005, the threshold for defining Capital assets by the government was raised from \$1,000 to assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building improvements	20
Land Improvements	10-20
Vehicles	5-7
Office equipment	5
Computer equipment	3-5

5. *Compensated absences*

It is the School District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Twelve-month employees that are full time are entitled to two weeks paid vacation per year. Vacation days may not accrue from one year to the next without the prior approval of the superintendent, and is accrued when incurred in the government-wide financial statements. Sick leave days are allotted to employees at the beginning of the year. An employee that terminates his, or her, employment is entitled to reimbursement for unused leave up to the date of termination and after the following restrictions. Any unused sick days accumulated over 55 days, and less than 201 days, will be reimbursed at the amount of 20% of the current daily pay rate of the eligible employee. An employee that gives 180 days notice of employment termination is entitled to receive 50% of his, or her, current pay rate for any unused sick leave earned in the last year of employment, and the remaining unused sick days will be reimbursed according to the 20% stipulation.

6. *Long-term obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discounts. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as capital projects expenditures.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

7. *Fund balance*

a. Non-Spendable

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

b. Restricted

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

c. Committed

Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the District's Board of Education should be reported as committed fund balance. The committed amounts cannot be used for any other purpose unless the District's Board of Education removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District did not have committed fund balances for the year ended June 30, 2012.

d. Assigned

Assigned fund balance includes (a) all remaining amounts, except for negative balances, that are reported in governmental funds, other than the general fund, that are not classified as non-spendable and are neither restricted nor committed and amounts in the general fund that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent, and removal of, is expressed by the Board of Education or the Finance Committee. The District did not have assigned fund balances for the year ended June 30, 2012.

e. Unassigned

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

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

8. *Net position*

Net position is presented on the statement of net position and may be presented in any of three components.

a. Invested in capital assets, net of related debt

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

b. Restricted net position

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

c. Unrestricted net position

Unrestricted net position consists of net position that does not meet the definition of "invested in capital assets, net of related debt" or "restricted."

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

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Assets, Liabilities, and Net Position or Equity (continued)

9. *Indirect Costs*

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

10. *Estimates*

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

11. *Revenues*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$19,694,315 in state equalization guarantee distributions during the year ended June 30, 2012.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$1,139,377 in transportation distributions during the year ended June 30, 2012.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

Actual expenditures may not exceed the budget on a line item basis, i.e., each budgeted expenditure must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series', this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

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

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

Notes to the Financial Statements
June 30, 2012

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (continued)

A. Budgetary Information (continued)

6. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2012 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 22,992,163	\$ 23,742,331
Special Revenue Fund	4,296,663	5,775,849
Capital Projects Fund	4,592,664	6,047,260
Debt Service Fund	8,524,378	9,719,473
Totals	\$ 40,405,868	\$ 45,284,913

B. Budgetary Violations

The District had two budgetary violations of \$6 in ARRA – Title I Special Revenue Fund and \$106 in ARRA – Entitlement IDEA-B Special Revenue Fund during the year ended June 30, 2012.

C. Deficit Fund Equity

There were not any deficit fund balances as of June 30, 2012.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

At June 30, 2012, the carrying amount of the District's deposits was \$11,931,251 and the bank balance was \$12,984,603 with the difference consisting of outstanding checks. Of this balance \$250,000 was covered by federal depository insurance and \$7,622,410 was covered by collateral held in joint safekeeping by a third party.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits. As of June 30, 2012, \$5,112,193 of the District's bank balance of \$12,984,603 was exposed to custodial risk as follows:

	Citizens
	<u>Bank</u>
Uninsured and uncollateralized	\$ 5,112,193
Uninsured and collateral held by pledging bank's trust dept not in the District's name	<u>7,622,410</u>
Total uninsured	12,734,603
Insured (FDIC)	<u>250,000</u>
Total deposits	<u>\$ 12,984,603</u>
State of New Mexico collateral requirement:	
50% of uninsured public fund bank deposits	\$ 6,367,302
Pledged security	<u>7,622,410</u>
Over collateralization	<u>\$ 1,255,108</u>

The collateral pledged is listed on Page 133 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS (continued)

A. Cash and Temporary Investments (continued)

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Additionally, banks that are covered by the FDIC are insured for 100% of non-interest earnings accounts. The District's deposits with Wells Fargo Bank qualified for this coverage.

B. Receivables

Receivables as of year-end for the government's individual major funds and non-major funds in the aggregate, including the following:

	Receivables		Due from Other	
	Delinquent Property		<u>Governments</u>	<u>Funds</u>
	<u>Taxes</u>	<u>Grant</u>		
Major Funds:				
General	\$ 18,097	\$ -	\$ 15,370	\$ 247,500
Title I	-	252,033	-	-
Capital Improvements SB - 9	75,070	-	63,014	-
Debt Service Fund	235,564	-	196,851	-
Other Governmental Funds	-	428,462	-	-
Total	\$ 328,731	\$ 680,495	\$ 275,235	\$ 247,500

An allowance for doubtful accounts has not been established. All receivables are expected to be collectible.

Governmental funds reported deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Other Governmental Funds	\$ -	\$ -
Delinquent property taxes		
General Fund	6,076	-
Capital Improvements SB - 9	26,379	-
Debt Service Fund	83,579	-
Total deferred/unearned revenue for governmental funds	\$ 116,034	\$ -

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets

Capital asset activity for the year ended June 30, 2012 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 4,164,172	\$ -	\$ -	\$ 4,164,172
Construction in progress	<u>-</u>	<u>47,690</u>	<u>-</u>	<u>47,690</u>
Total capital assets, not being depreciated	<u>4,164,172</u>	<u>47,690</u>	<u>-</u>	<u>4,211,862</u>
Capital assets, being depreciated:				
Land improvements	4,661,625	76,522	-	4,738,147
Buildings and improvements	132,067,897	134,661	-	132,202,558
Furniture, fixtures, and equipment	<u>7,664,831</u>	<u>211,222</u>	<u>(14,868)</u>	<u>7,861,185</u>
Total capital assets being depreciated	<u>144,394,353</u>	<u>422,405</u>	<u>(14,868)</u>	<u>144,801,890</u>
Less accumulated depreciation for:				
Land improvements	(1,722,364)	(234,855)	-	(1,957,219)
Buildings and improvements	(55,462,092)	(3,356,754)	-	(58,818,846)
Furniture, fixtures, and equipment	<u>(6,328,449)</u>	<u>(338,171)</u>	<u>14,868</u>	<u>(6,651,752)</u>
Total accumulated depreciation	<u>(63,512,905)</u>	<u>(3,929,780)</u>	<u>14,868</u>	<u>(67,427,817)</u>
Total capital assets being depreciated, net	<u>80,881,448</u>	<u>(3,507,375)</u>	<u>-</u>	<u>77,374,073</u>
Total capital assets, net	<u>\$ 85,045,620</u>	<u>\$ (3,459,685)</u>	<u>\$ -</u>	<u>\$ 81,585,935</u>

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS (continued)

C. Capital Assets (continued)

Depreciation has been allocated to the functions by the following amounts:

<u>Depreciation Allocation to Functions</u>	
Instruction	\$ 2,010,770
Support Services - Students	353,415
Support Services - Instruction	65,060
Support Services - General Administration	108,645
Support Services - School Administration	293,974
Central Services	80,190
Operations & Maintenance of Plant	619,371
Student Transportation	170,756
Other Support Services	5,544
Food Services	220,900
Community Services	<u>1,155</u>
Total Depreciation Expense	<u>\$ 3,929,780</u>

The Schedule of Capital Assets Used by Source, and the Schedule of Changes in Capital Assets by Function and Activity have not been prepared because the detailed information is unavailable.

Construction commitments

The District is involved in several long-term construction projects as part of their master plan for upgrading the district buildings. The amount of \$4,008,721 in the capital projects fund designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

D. Inter-Fund Receivables and Payables

The inter-fund receivables and payables at June 30, 2012 were:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 247,500	\$ -
Title I	-	247,500
Other Governmental Funds	<u>-</u>	<u>-</u>
Total deferred/unearned revenue for governmental funds	<u>\$ 247,500</u>	<u>\$ 247,500</u>

The inter-fund loans were made for the purposes of cash shortfalls within the individual funds. All loans are expected to be repaid within the next fiscal year.

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS (continued)

E. Inter-Fund Transfers

There were two inter-fund transfer made during the year ended June 30, 2012 from ARRA – Entitlement IDEA-B Special Revenue Fund to the General Fund in the amount of \$238 and from Library Books Special Revenue Fund to the General Fund in the amount of \$539.

F. Long-Term Debt

General Obligation Bonds

General Obligation Bonds – The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the School District boundaries. The details of the bonds and notes as of June 30, 2012 are as follows:

<u>General Obligations Bonds</u>		<u>Original Amount</u>	<u>Interest Rates</u>	<u>Balance June 30, 2011</u>	<u>Amount Due Within One Year</u>
Series	2005A	6,785,000	2.50% to 4.00%	\$ 3,660,000	\$ 575,000
Series	2005B	5,000,000	3.25% to 4.125%	3,475,000	200,000
Series	2006	15,000,000	4.00% to 5.50%	12,700,000	550,000
Series	2009	19,055,000	4.00% to 5.00%	16,755,000	850,000
Series	2010	6,000,000	5.851%	6,000,000	-
Series	2011	<u>20,875,000</u>	3.00% to 5.00%	<u>20,875,000</u>	<u>1,015,000</u>
Total		<u>\$ 72,715,000</u>		<u>\$ 63,465,000</u>	<u>\$ 3,190,000</u>

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

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

Notes to the Financial Statements
June 30, 2012

III. DETAILED NOTES ON ALL FUNDS (continued)

G. Long-Term Debt (continued)

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

General Obligation Bonds			
Year Ending			Total
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Requirements</u>
2013	\$ 3,190,000	\$ 2,741,823	\$ 5,931,823
2014	3,115,000	2,623,110	5,738,110
2015	3,640,000	2,480,985	6,120,985
2016	4,070,000	2,306,535	6,376,535
2017	4,455,000	2,117,160	6,572,160
2018 - 2022	26,425,000	7,443,037	33,868,037
2023 - 2027	12,570,000	2,398,300	14,968,300
2028 - 2032	<u>6,000,000</u>	<u>175,530</u>	<u>6,175,530</u>
Total	<u>\$ 63,465,000</u>	<u>\$ 22,286,480</u>	<u>\$ 85,751,480</u>

Changes in long term debt – During the year ended June 30, 2012 the following changes occurred in liabilities reported in the general obligation bonds account group:

	<u>Beginning</u>		<u>Ending</u>	<u>Amount Due</u>
	<u>Balance</u>	<u>Additions</u>	<u>Balance</u>	<u>Within One Year</u>
Compensated absences:				
Compensated vacation	\$ 283,682	\$ 157,654	\$ 262,478	\$ 262,478
Bonds payable	<u>64,890,000</u>	<u>-</u>	<u>63,465,000</u>	<u>3,190,000</u>
	<u>\$ 65,173,682</u>	<u>\$ 157,654</u>	<u>\$ 63,727,478</u>	<u>\$ 3,452,478</u>

	Balance
	<u>June 30, 2012</u>
Bonds payable	\$ 63,465,000
Less: current maturities	(3,190,000)
Unamortized:	
Bond premiums	<u>2,858,222</u>
Total non-current liabilities	<u>\$ 63,133,222</u>

The liability of compensated absences is liquidated with resources from the general fund and several special revenue funds. The liquidation of bonds payable is done with resources from the debt service fund.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2012.

B. Contingent Liabilities

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

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

C. Employee Retirement Plan

Plan Description - Substantially all of the District's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes the financial statements and required supplementary information for the plan. That report may be obtained by writing to:

ERB
P.O. Box 26129
Santa Fe, New Mexico 87502-6129
www.nmerb.org

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

IV. OTHER INFORMATION (continued)

C. Employee Retirement Plan (continued)

Funding Policy - Effective July 1, 2011 through June 30, 2012, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 11.15% of their gross salary. The District was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. Effective July 1, 2012 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to the ERB for the years ended June 30, 2012, 2011 and 2010 were \$1,486,262, \$1,903,882, and \$1,969,454, respectively, equal to the amount of the required contribution for the year.

D. Post-Retirement Health Care Benefits

Plan Description – Bloomfield Municipal School District No. 6's contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are:

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

IV. OTHER INFORMATION (continued)

D. Post-Retirement Health Care Benefits (continued)

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to:

Retiree Health Care Authority
4308 Carlisle NE, Suite 104
Albuquerque, NM 87107

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2012, the statute required each participating employer to contribute 1.834% of each participating employee’s annual salary; each participating employee was required to contribute .917% of their salary. In the fiscal year ending June 30, 2013 the contribution rates for employees and employers will rise as follows:

<u>Fiscal Year</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
2012-2013	2.000%	1.000%

Employers joining the program after January 1, 1998 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature.

Bloomfield Municipal School District No. 6’s contributions to the RHCA for the years ended June 30, 2012, 2011, and 2010 were \$286,465, \$282,116, and \$277,506, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes to the Financial Statements
June 30, 2012

IV. OTHER INFORMATION (continued)

E. Refunds

The District refunded revenues back to the state in the amount of \$80,000 from Entitlement IDEA-B Special Revenue Fund and \$20,554 from Transportation Fund for over payment of grant revenues.

F. Cash Flows

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

G. Subsequent Events

Subsequent events were evaluated through November 12, 2012, which is the date the financial statements were available to be issued.

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

**GENERAL FUNDS
Year Ended June 30, 2012**

OPERATING FUND

The government's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

TRANSPORTATION FUND

Accounts for all the Transportation funds received through the state that are used in the maintaining and operating vehicles used to transport students.

INSTRUCTIONAL MATERIALS FUND

Accounts for all the Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GENERAL FUND
Combining Balance Sheet
June 30, 2012

	General Funds			Total General Funds
	Operational Fund #11000	Transportation Fund #13000	Instructional Materials Fund #14000	
ASSETS				
Pooled cash and investments	\$ 2,099,199	\$ 25,248	\$ 55,542	\$ 2,179,989
Receivables:				
Property taxes	18,097	-	-	18,097
Due from other governments	15,370	-	-	15,370
Due from other funds	247,500	-	-	247,500
Total assets	\$ 2,380,166	\$ 25,248	\$ 55,542	\$ 2,460,956
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 32,750	\$ 18,299	\$ -	\$ 51,049
Accrued salaries	15,796	6,017	-	21,813
Total liabilities	48,546	24,316	-	72,862
Deferred inflows of resources:				
Delinquent property taxes	6,076	-	-	6,076
Total liabilities and deferred inflows of resources	54,622	24,316	-	78,938
Fund balance:				
Unassigned	2,325,544	932	55,542	2,382,018
Total liabilities, deferred inflows of resources, and fund balance	\$ 2,380,166	\$ 25,248	\$ 55,542	\$ 2,460,956

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GENERAL FUND
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	General Funds			
	Operational	Transportation	Instructional	Total General
	<u>Fund #11000</u>	<u>Fund #13000</u>	<u>Fund #14000</u>	<u>Fund</u>
Revenues:				
Federal sources:				
Public Law 874	\$ 527,716	\$ -	\$ -	\$ 527,716
Department of Defense	50,398	-	-	50,398
Federal flowthrough grants	48,386	-	-	48,386
Federal direct grants	107,901	-	-	107,901
State sources:				
State equalization guarantee	19,694,315	-	-	19,694,315
Transportation	-	1,139,377	-	1,139,377
State instructional material	-	-	127,962	127,962
State grant	-	26,916	-	26,916
Local sources:				
Grant	3,814	-	-	3,814
District school tax levy	411,212	-	-	411,212
Fees and activities	29,258	-	-	29,258
Earnings from investments	4,334	-	-	4,334
Miscellaneous	<u>11,181</u>	<u>-</u>	<u>42</u>	<u>11,223</u>
Total revenue	<u>20,888,515</u>	<u>1,166,293</u>	<u>128,004</u>	<u>22,182,812</u>
Expenditures:				
Current:				
Instruction	12,474,932	-	127,094	12,602,026
Support Services:				
Students	1,571,452	-	-	1,571,452
Instruction	422,478	-	-	422,478
General Administration	638,616	-	-	638,616
School Administration	1,848,421	-	-	1,848,421
Central Services	557,613	-	-	557,613
Operation & Maintenance of Plant	2,551,304	-	-	2,551,304
Student Transportation	-	1,190,773	-	1,190,773
Other Support Services	<u>38,702</u>	<u>-</u>	<u>-</u>	<u>38,702</u>
Total expenditures	<u>20,103,518</u>	<u>1,190,773</u>	<u>127,094</u>	<u>21,421,385</u>
Excess (deficiency) of revenues over expenditures	<u>784,997</u>	<u>(24,480)</u>	<u>910</u>	<u>761,427</u>
Other financing sources and financing uses:				
Transfers in	777	-	-	777
Refunds	<u>-</u>	<u>(20,554)</u>	<u>-</u>	<u>(20,554)</u>
Total other financing sources and financing use	<u>777</u>	<u>(20,554)</u>	<u>-</u>	<u>(19,777)</u>
Net change in fund balance	785,774	(45,034)	910	741,650
Fund balance at beginning of the year	<u>1,539,770</u>	<u>45,966</u>	<u>54,632</u>	<u>1,640,368</u>
Fund balance at end of the year	<u>\$ 2,325,544</u>	<u>\$ 932</u>	<u>\$ 55,542</u>	<u>\$ 2,382,018</u>

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

OPERATIONAL FUND - NO. 11000
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 457,675	\$ 457,675	\$ 527,716	\$ 70,041
Department of Defense	58,965	58,965	50,398	(8,567)
Federal grant	38,000	38,000	48,386	10,386
Federal direct grant	18,000	48,913	107,901	58,988
State sources:				
State equalization guarantee	19,705,397	19,778,497	19,694,315	(84,182)
Local sources:				
Grant	-	-	3,814	3,814
District school tax levy	363,789	363,789	422,266	58,477
Fees and activities	20,100	33,480	29,258	(4,222)
Earnings from investments	7,150	7,150	4,405	(2,745)
Miscellaneous	40,000	40,000	11,181	(28,819)
Total revenues	20,709,076	20,826,469	20,899,640	73,171
Expenditures:				
Current:				
Instruction	13,224,899	13,190,015	12,467,514	722,501
Support Services:				
Students	1,705,259	1,658,304	1,571,452	86,852
Instruction	472,352	466,352	422,404	43,948
General Administration	653,638	729,940	645,936	84,004
School Administration	1,892,380	1,882,180	1,847,558	34,622
Central Services	512,158	593,716	556,745	36,971
Operation & Maintenance of Plant	2,980,595	3,040,167	2,599,740	440,427
Other Support Services	55,703	55,703	16,961	38,742
Capital outlay:				
Equipment	202,128	756,281	-	756,281
Total expenditures	21,701,112	22,372,658	20,128,310	2,244,348
Excess (deficiency) of revenues over expenditures	(992,036)	(1,546,189)	771,330	2,317,519
Other financing sources:				
Other in	-	-	777	777
Net change in fund balance	(992,036)	(1,546,189)	772,107	2,318,296
Beginning cash balance budgeted	992,036	1,546,189	-	(1,546,189)
Fund balance at beginning of the year	-	-	1,539,770	1,539,770
Fund balance at end of the year	\$ -	\$ -	2,311,877	\$ 2,311,877
RECONCILIATION TO GAAP BASIS:				
Change in receivables			(70)	
Change in property tax receivable			(7,297)	
Change in due from other governments			(4,004)	
Change in payables			39,213	
Change in accrued liabilities			(14,422)	
Change in deferred property taxes			247	
			\$ 2,325,544	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TRANSPORTATION FUND - NO. 13000
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive <u>(Negative)</u>
Revenues:				
State sources:				
Transportation	\$ 1,141,547	\$ 1,139,377	\$ 1,139,377	\$ -
State grant	<u>-</u>	<u>26,917</u>	<u>26,916</u>	<u>(1)</u>
Total revenues	1,141,547	1,166,294	1,166,293	(1)
 Expenditures:				
Current:				
Support Services:				
Student Transportation	<u>1,141,547</u>	<u>1,186,848</u>	<u>1,168,336</u>	<u>18,512</u>
Excess (deficiency) of revenues over expenditures	-	(20,554)	(2,043)	18,511
Other financing uses:				
Refunds	<u>-</u>	<u>-</u>	<u>(20,554)</u>	<u>(20,554)</u>
Net change in fund balance	-	(20,554)	(22,597)	(2,043)
Beginning cash balance budgeted	-	20,554	-	(20,554)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>45,966</u>	<u>45,966</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>23,369</u>	<u>\$ 23,369</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			(16,619)	
Change in accrued liabilities			<u>(5,818)</u>	
			<u>\$ 932</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

INSTRUCTIONAL MATERIALS FUND - NO. 14000
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State instructional material	\$ 107,676	\$ 127,962	\$ 127,962	\$ -
Local sources:				
Miscellaneous	-	-	42	42
Total revenues	107,676	127,962	128,004	42
Expenditures:				
Current:				
Instruction	149,504	182,825	127,325	55,500
Excess (deficiency) of revenues over expenditures	(41,828)	(54,863)	679	55,542
Fund balance at beginning of the year	-	-	54,632	54,632
Fund balance at end of the year	<u>\$ (41,828)</u>	<u>\$ (54,863)</u>	55,311	<u>\$ 110,174</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			231	
			<u>\$ 55,542</u>	

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Food Service	Athletics	Activities
	<u>Fund #21000</u>	<u>Fund #22000</u>	<u>Fund #23000</u>
ASSETS			
Pooled cash and investments	\$ 452,762	\$ 44,246	\$ 25,975
Receivables:			
Grant	-	-	-
Other receivables	69	-	414
Athletic inventory	-	28,384	-
USDA commodities inventory	81,659	-	-
Food inventory	<u>10,402</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 544,892</u>	<u>\$ 72,630</u>	<u>\$ 26,389</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ 4,002	\$ -
Accrued salaries	<u>10,068</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>10,068</u>	<u>4,002</u>	<u>-</u>
Fund balance:			
Non-spendable:			
Inventories	92,061	28,384	-
Restricted for:			
Special revenue funds	442,763	40,244	26,389
Capital projects funds	-	-	-
Debt service	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>534,824</u>	<u>68,628</u>	<u>26,389</u>
Total liabilities and fund balance	<u>\$ 544,892</u>	<u>\$ 72,630</u>	<u>\$ 26,389</u>

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Entitlement IDEA-B <u>Fund #24106</u>	Discretionary IDEA-B <u>Fund #24107</u>	Preschool IDEA-B <u>Fund #24109</u>
ASSETS			
Pooled cash and investments	\$ (213,507)	\$ (1,140)	\$ (13,884)
Receivables:			
Grant	226,640	1,140	13,884
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ 13,133	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	13,133	-	-
	-	-	-
Total liabilities	13,133	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources, and fund balance	\$ 13,133	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	IDEA-B CEIS <u>Fund #24112</u>	Fresh Fruits and Vegetables <u>Fund #24118</u>	IDEA-B "Risk Pool" <u>Fund #24120</u>
ASSETS			
Pooled cash and investments	\$ (32,306)	\$ -	\$ -
Receivables:			
Grant	32,306	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Title III English Language <u>Fund #24153</u>	Title II Teacher Quality <u>Fund #24154</u>	Carl D Perkins <u>Fund #24174</u>
ASSETS			
Pooled cash and investments	\$ (16,020)	\$ (59,855)	\$ (7,618)
Receivables:			
Grant	16,020	59,855	7,618
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Carl D Perkins Secondary Redistribution <u>Fund #24176</u>	ARRA - Title I <u>Fund #24201</u>	ARRA - Entitlement IDEA-B <u>Fund #24206</u>
ASSETS			
Pooled cash and investments	\$ (7,227)	\$ -	\$ -
Receivables:			
Grant	7,227	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	ARRA - ARRA - Preschool IDEA-B <u>Fund #24209</u>	ARRA - McKinney Vento Homeless <u>Fund #24213</u>	ARRA - Title I School Improvement <u>Fund #24262</u>
ASSETS			
Pooled cash and investments	\$ -	\$ -	\$ -
Receivables:			
Grant	-	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	-
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Johnson O'Malley Fund #25131	Impact Aid Special Education Fund #25145	Impact Aid Indian Education Fund #25147
ASSETS			
Pooled cash and investments	\$ (18,799)	\$ 111,739	\$ 211,208
Receivables:			
Grant	19,105	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ 306	\$ 111,739	\$ 211,208
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 306	\$ -	\$ -
Accrued salaries	-	-	603
	-	-	603
Total liabilities	306	-	603
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	111,739	210,605
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	111,739	210,605
Total liabilities, deferred inflows of resources, and fund balance	\$ 306	\$ 111,739	\$ 211,208

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Title XIX	Indian Ed	Education
	Medicaid	Formula	Jobs
	<u>Fund #25153</u>	<u>Fund #25184</u>	<u>Fund #25255</u>
ASSETS			
Pooled cash and investments	\$ 64,604	\$ -	\$ -
Receivables:			
Grant	-	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	<u>\$ 64,604</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 910	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	<u>910</u>	<u>-</u>	<u>-</u>
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	63,694	-	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	<u>63,694</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 64,604</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Golden Apple Foundation <u>Fund #26163</u>	Conoco Phillips Grant <u>Fund #26200</u>	Dual Credit Instructional Mataterials <u>Fund #27103</u>
ASSETS			
Pooled cash and investments	\$ 19	\$ 28,059	\$ (817)
Receivables:			
Grant	-	-	817
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	\$ 19	\$ 28,059	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	19	28,059	-
Capital projects funds	-	-	-
Debt service	-	-	-
	19	28,059	-
Total fund balance	19	28,059	-
	\$ 19	\$ 28,059	\$ -
Total liabilities, deferred inflows of resources, and fund balance	\$ 19	\$ 28,059	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	GO Bond Library <u>Fund #27105</u>	Libraries GO Bond 2010 <u>Fund #27106</u>	Technology for Education <u>Fund #27117</u>
ASSETS			
Pooled cash and investments	\$ -	\$ (4,173)	\$ 27,760
Receivables:			
Grant	-	4,173	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ 27,760
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	27,760
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	27,760
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ 27,760

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Incentives for School Improvement <u>Fund #27138</u>	Beginning Teacher Mentoring <u>Fund #27154</u>	Library Books <u>Fund #27549</u>
ASSETS			
Pooled cash and investments	\$ 23	\$ 2	\$ -
Receivables:			
Grant	-	-	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ 23	\$ 2	\$ -
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	23	2	-
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	23	2	-
Total liabilities, deferred inflows of resources, and fund balance	\$ 23	\$ 2	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Funds		
	NM Energy Resources <u>Fund #28110</u>	Gear Up <u>Fund #28178</u>	BP America Production <u>Fund #29102</u>
ASSETS			
Pooled cash and investments	\$ -	\$ (39,677)	\$ 36,740
Receivables:			
Grant	-	39,677	-
Other receivables	-	-	-
Athletic inventory	-	-	-
USDA commodities inventory	-	-	-
Food inventory	-	-	-
	-	-	-
Total assets	\$ -	\$ -	\$ 36,740
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries	-	-	-
	-	-	-
Total liabilities	-	-	-
Fund balance:			
Non-spendable:			
Inventories	-	-	-
Restricted for:			
Special revenue funds	-	-	36,740
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	-	36,740
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ -	\$ 36,740

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2012

	Total Non-Major Special Revenue <u>Funds</u>	Bond Building <u>Fund #31100</u>	Deferred Sick Leave <u>Fund #42000</u>	Total Nonmajor Governmental <u>Funds</u>
ASSETS				
Pooled cash and investments	\$ 588,114	\$ 855,647	\$ 79,938	\$ 1,523,699
Receivables:				
Grant	428,462	-	-	428,462
Other receivables	483	-	-	483
Athletic inventory	28,384	-	-	28,384
USDA commodities inventory	81,659	-	-	81,659
Food inventory	<u>10,402</u>	<u>-</u>	<u>-</u>	<u>10,402</u>
Total assets	<u>\$ 1,137,504</u>	<u>\$ 855,647</u>	<u>\$ 79,938</u>	<u>\$ 2,073,089</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 5,218	\$ 704	\$ -	\$ 5,922
Accrued salaries	<u>23,804</u>	<u>-</u>	<u>-</u>	<u>23,804</u>
Total liabilities	<u>29,022</u>	<u>704</u>	<u>-</u>	<u>29,726</u>
Fund balance:				
Non-spendable:				
Inventories	120,445	-	-	120,445
Restricted for:				
Special revenue funds	988,037	-	-	988,037
Capital projects funds	-	854,943	-	854,943
Debt service	<u>-</u>	<u>-</u>	<u>79,938</u>	<u>79,938</u>
Total fund balance	<u>1,108,482</u>	<u>854,943</u>	<u>79,938</u>	<u>2,043,363</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 1,137,504</u>	<u>\$ 855,647</u>	<u>\$ 79,938</u>	<u>\$ 2,073,089</u>

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds				
	Food Service	Athletics	Activities	Entitlement IDEA-B	Discretionary IDEA-B
	<u>Fund #21000</u>	<u>Fund #22000</u>	<u>Fund #23000</u>	<u>Fund #24106</u>	<u>Fund #24107</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	802,302	3,164
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	1,218,662	-	-	-	-
USDA Commodities	84,209	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	269,226	161,085	5,419	-	-
Earnings from investments	429	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	<u>1,572,526</u>	<u>161,085</u>	<u>5,419</u>	<u>802,302</u>	<u>3,164</u>
Expenditures:					
Current:					
Instruction	-	120,350	12,789	229,020	955
Support Services:					
Students	-	-	-	461,993	2,121
Instruction	-	-	-	-	-
General Administration	-	-	-	19,986	88
School Administration	-	-	-	3,243	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	1,479,164	-	-	-	-
Community Services	-	-	-	8,060	-
Capital outlay	<u>50,000</u>	<u>5,680</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,529,164</u>	<u>126,030</u>	<u>12,789</u>	<u>722,302</u>	<u>3,164</u>
Excess (deficiency) of revenues over expenditures	<u>43,362</u>	<u>35,055</u>	<u>(7,370)</u>	<u>80,000</u>	<u>-</u>
Other financing uses:					
Transfers out	-	-	-	-	-
Refunds	<u>-</u>	<u>-</u>	<u>-</u>	<u>(80,000)</u>	<u>-</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(80,000)</u>	<u>-</u>
Net change in fund balance	43,362	35,055	(7,370)	-	-
Fund balance at beginning of the year	<u>491,462</u>	<u>33,573</u>	<u>33,759</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 534,824</u>	<u>\$ 68,628</u>	<u>\$ 26,389</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds				
	Preschool IDEA-B Fund #24109	IDEA-B CEIS Fund #24112	Fresh Fruits and Vegetables Fund #24118	IDEA-B "Risk Pool" Fund #24120	Title III English Language Fund #24153
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	39,232	104,899	62,919	878	26,473
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	39,232	104,899	62,919	878	26,473
Expenditures:					
Current:					
Instruction	1,277	101,992	-	-	16,254
Support Services:					
Students	1,464	-	-	854	9,259
Instruction	-	-	-	-	-
General Administration	1,087	2,907	-	24	734
School Administration	35,404	-	-	-	226
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	62,919	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	39,232	104,899	62,919	878	26,473
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Other financing uses:					
Transfers out	-	-	-	-	-
Refunds	-	-	-	-	-
Total other financing uses	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance at beginning of the year	-	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	<u>Special Revenue Funds</u>				
	Title II Teacher Quality	Carl D Perkins	Carl D Perkins Secondary Redistribution	ARRA - Title I	ARRA - Entitlement IDEA-B
	<u>Fund #24154</u>	<u>Fund #24174</u>	<u>Fund #24176</u>	<u>Fund #24201</u>	<u>Fund #24206</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	174,529	26,217	7,227	17,641	1,092
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	<u>174,529</u>	<u>26,217</u>	<u>7,227</u>	<u>17,641</u>	<u>1,092</u>
Expenditures:					
Current:					
Instruction	169,445	23,442	6,589	12,816	106
Support Services:					
Students	-	-	-	3,000	727
Instruction	248	2,396	593	-	-
General Administration	4,836	379	45	564	21
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	1,261	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>174,529</u>	<u>26,217</u>	<u>7,227</u>	<u>17,641</u>	<u>854</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>238</u>
Other financing uses:					
Transfers out	-	-	-	-	(238)
Refunds	-	-	-	-	-
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(238)</u>
Net change in fund balance	-	-	-	-	-
Fund balance at beginning of the year	-	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds				
	ARRA - Preschool IDEA-B Fund #24209	ARRA - McKinney Vento Homeless Fund #24213	ARRA - Title I School Improvement Fund #24262	Johnson O'Malley Fund #25131	Impact Aid Special Education Fund #25145
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ 81,641
Federal flowthrough grants	3,987	-	-	-	-
Federal direct grants	-	-	-	60,816	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	3,987	-	-	60,816	81,641
Expenditures:					
Current:					
Instruction	1,095	-	-	19,320	3
Support Services:					
Students	2,782	-	-	29,099	13,090
Instruction	-	-	-	-	-
General Administration	110	-	-	1,677	1,424
School Administration	-	-	-	10,720	36,880
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	3,987	-	-	60,816	51,397
Excess (deficiency) of revenues over expenditures	-	-	-	-	30,244
Other financing uses:					
Transfers out	-	-	-	-	-
Refunds	-	-	-	-	-
Total other financing uses	-	-	-	-	-
Net change in fund balance	-	-	-	-	30,244
Fund balance at beginning of the year	-	-	-	-	81,495
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -	\$ 111,739

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds				
	Impact Aid Indian Education Fund #25147	Title XIX Medicaid Fund #25153	Indian Ed Formula Grant Fund #25184	Education Jobs Fund #25255	Golden Apple Foundation Fund #26163
Revenues:					
Federal sources:					
Public Law 874	\$ 131,913	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	194,673	198,918	8,796	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	131,913	194,673	198,918	8,796	-
Expenditures:					
Current:					
Instruction	52,248	2,750	140,250	8,796	394
Support Services:					
Students	55,233	153,910	12,331	-	-
Instruction	1,025	-	-	-	-
General Administration	6,330	-	5,512	-	-
School Administration	23,538	-	40,825	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	138,374	156,660	198,918	8,796	394
Excess (deficiency) of revenues over expenditures	(6,461)	38,013	-	-	(394)
Other financing uses:					
Transfers out	-	-	-	-	-
Refunds	-	-	-	-	-
Total other financing uses	-	-	-	-	-
Net change in fund balance	(6,461)	38,013	-	-	(394)
Fund balance at beginning of the year	217,066	25,681	-	-	413
Fund balance at end of the year	\$ 210,605	\$ 63,694	\$ -	\$ -	\$ 19

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds					
	Conoco Phillips Grant Fund #26200	Dual Credit Instructional Materials Fund #27103	GO Bond Library Fund #27105	Libraries GO Bond 2010 Fund #27106	Technology for Education Fund #27117	Incentives for School Improvement Fund #27138
Revenues:						
Federal sources:						
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-	-
Federal direct grants	-	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-	-
USDA Commodities	-	-	-	-	-	-
State sources:						
State grant	-	3,734	-	11,458	-	-
Local sources:						
Grant	54,001	-	-	-	-	-
Fees and activities	-	-	-	-	-	-
Earnings from investments	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenue	54,001	3,734	-	11,458	-	-
Expenditures:						
Current:						
Instruction	24,077	3,734	-	-	-	17,955
Support Services:						
Students	-	-	-	-	-	-
Instruction	-	-	-	11,458	-	-
General Administration	-	-	-	-	-	-
School Administration	-	-	-	-	-	-
Central Services	-	-	-	-	2,189	-
Operation & Maintenance of Plant	-	-	-	-	-	-
Student Transportation	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-
Community Services	-	-	-	-	-	-
Capital outlay	6,878	-	-	-	-	-
Total expenditures	30,955	3,734	-	11,458	2,189	17,955
Excess (deficiency) of revenues over expenditures	23,046	-	-	-	(2,189)	(17,955)
Other financing uses:						
Transfers out	-	-	-	-	-	-
Refunds	-	-	-	-	-	-
Total other financing uses	-	-	-	-	-	-
Net change in fund balance	23,046	-	-	-	(2,189)	(17,955)
Fund balance at beginning of the year	5,013	-	-	-	29,949	17,978
Fund balance at end of the year	\$ 28,059	\$ -	\$ -	\$ -	\$ 27,760	\$ 23

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Special Revenue Funds				
	Beginning Teacher Mentoring Fund #27154	Library Books Fund #27549	NM Energy Resources Fund #28110	Gear Up Fund #28178	BP America Production Fund #29102
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	331	59,217	-
Local sources:					
Grant	-	-	-	-	23,725
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenue	-	-	331	59,217	23,725
Expenditures:					
Current:					
Instruction	-	-	331	46,531	1,728
Support Services:					
Students	-	-	-	12,686	-
Instruction	1,518	-	-	-	-
General Administration	-	-	-	-	-
School Administration	386	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	1,904	-	331	59,217	1,728
Excess (deficiency) of revenues over expenditures	(1,904)	-	-	-	21,997
Other financing uses:					
Transfers out	-	(539)	-	-	-
Refunds	-	-	-	-	-
Total other financing uses	-	(539)	-	-	-
Net change in fund balance	(1,904)	(539)	-	-	21,997
Fund balance at beginning of the year	1,906	539	-	-	14,743
Fund balance at end of the year	\$ 2	\$ -	\$ -	\$ -	\$ 36,740

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2012

	Total Nonmajor Special Revenue Funds	Bond Building Fund #31100	Deferred Sick Leave Fund #42000	Total Nonmajor Governmental Funds
Revenues:				
Federal sources:				
Public Law 874	\$ 213,554	\$ -	\$ -	\$ 213,554
Federal flowthrough grants	1,270,560	-	-	1,270,560
Federal direct grants	463,203	-	-	463,203
Food and milk reimbursements	1,218,662	-	-	1,218,662
USDA Commodities	84,209	-	-	84,209
State sources:				
State grant	74,740	-	-	74,740
Local sources:				
Grant	77,726	-	-	77,726
Fees and activities	435,730	-	-	435,730
Earnings from investments	429	1,705	-	2,134
Miscellaneous	<u>-</u>	<u>5,257</u>	<u>-</u>	<u>5,257</u>
Total revenue	<u>3,838,813</u>	<u>6,962</u>	<u>-</u>	<u>3,845,775</u>
Expenditures:				
Current:				
Instruction	1,014,247	-	-	1,014,247
Support Services:				
Students	758,549	-	-	758,549
Instruction	17,238	-	-	17,238
General Administration	45,724	-	20,282	66,006
School Administration	151,222	-	-	151,222
Central Services	2,189	-	-	2,189
Operation & Maintenance of Plant	-	749,272	-	749,272
Student Transportation	1,261	-	-	1,261
Food Services Operations	1,542,083	-	-	1,542,083
Community Services	8,060	-	-	8,060
Capital outlay	<u>62,558</u>	<u>275,492</u>	<u>-</u>	<u>338,050</u>
Total expenditures	<u>3,603,131</u>	<u>1,024,764</u>	<u>20,282</u>	<u>4,648,177</u>
Excess (deficiency) of revenues over expenditures	<u>235,682</u>	<u>(1,017,802)</u>	<u>(20,282)</u>	<u>(802,402)</u>
Other financing uses:				
Transfers out	(777)	-	-	(777)
Refunds	<u>(80,000)</u>	<u>-</u>	<u>-</u>	<u>(80,000)</u>
Total other financing uses	<u>(80,777)</u>	<u>-</u>	<u>-</u>	<u>(80,777)</u>
Net change in fund balance	154,905	(1,017,802)	(20,282)	(883,179)
Fund balance at beginning of the year	<u>953,577</u>	<u>1,872,745</u>	<u>100,220</u>	<u>2,926,542</u>
Fund balance at end of the year	<u>\$ 1,108,482</u>	<u>\$ 854,943</u>	<u>\$ 79,938</u>	<u>\$ 2,043,363</u>

BUDGETARY PRESENTATION

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

**NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2012**

FOOD SERVICE

This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-12, 60 Stat. 230, 42 U.S.C. 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 stat. 886, 889, 42 U.S.C. 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71, 101 stat. 430.

ATHLETICS

This fund provides financing for school athletic activities. Funding is provided by fees from patrons.

ACTIVITIES

To account for revenue and expenditures associated with the District's non-instructional support activities (primarily after-school activities).

ENTITLEMENT/DISCRETIONARY IDEA-B

The Entitlement/Discretionary IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

IDEA-B PRESCHOOL

The Preschool program is for the purpose of enhancing Special Education for handicapped children from ages 3 to 5. The program is funded by the United States government, under the Individuals With Disabilities Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, and 101-476.

IDEA-B CEIS

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

FRESH FRUITS AND VEGETABLES

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2012

IDEA-B “RISK POOL”

The following rule is promulgated to assist New Mexico public agencies in appropriately identifying and providing educational services for children with disabilities and gifted children. The purposes of this rule is (a) to ensure that all children with disabilities and gifted children have available a free appropriate public education which includes special education and related services to meet their unique needs; (b) to ensure that the rights of children with disabilities and gifted children and their parents are protected; (c) to assist public agencies to provide for the education of all children with disabilities and gifted children; and (d) to evaluate and ensure the effectiveness of efforts to educate those children. Public Law 108-446, now the Individuals with Disabilities Education Improvement Act of 2004 (IDEA) at 20 USC Sec. 1412(a)(11)

TITLE III ENGLISH LANGUAGE

To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander, and Alaskan native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The fund is authorized through the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101,3129.

TITLE II TEACHER QUALITY

To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in the academic achievement. Authorization is granted through the Elementary and Secondary Education Act of 1965, as amended, Title II, Part A, Public Law 107-110.

CARL D PERKINS

Basic grants assist states and outlying areas to expand and improve their programs of vocational education and provide equal access in vocational education to special need populations. Authorized by Carl D. Perkins Vocational and Applied Technology Education Amendments of 1998, Title I, Public Law 105-332, 20 U.S.C. 2301, et seq.

ARRA – TITLE I

Use of funds varies, depending on whether a school is operating a schoolwide program under Title I, section 1114 of ESEA or a targeted assistance program under Section 1115 of the ESEA. A school with at least a 40 percent poverty rate may choose to operate a schoolwide program under Section 1114 that allows Title I funds to be combined with other Federal, State, and local funds to upgrade the school's overall instructional program. Schoolwide program schools must receive the amount of non-Federal resources they would have received in the absence of Title I funds. All other participating schools must operate targeted assistance programs that provide extra instruction to those children failings, or most at risk of failing, to meet State academic achievement standards. Targeted assistance programs must ensure that Title I services supplement, and do not supplant the regular education programs normally provided with non-Federal funds by local educational agencies. This program is subject to non-supplanting requirements and must use a restricted indirect cost rate, which is referenced under 34 CFR 76.564-76.569. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), Title I, Part A, 20 U.S.C. 6301 et seq. and the American Recovery and Reinvestment Act of 2011 (ARRA), Public Law 111-5.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2012

ARRA – ENTITLEMENT IDEA-B

Used in accordance with the IDEA, to help provide the special education and related services needed to make a free appropriate public education available to all eligible children and, in some cases, early intervening services. Authorization: Individuals with Disabilities Education (IDEA), as amended, Part B, Section 611-618, 20 U.S.C 1411-1418; American Recovery and Reinvestment Act of 2011 (ARRA), Public Law 111-5.

ARRA – PRESCHOOL IDEA-B

Funds are used: (1) to provide a free appropriate public education (FAPE) to preschool children with disabilities ages 3 through 5, and at the State's discretion, to 2-year-old children with disabilities who will reach age 3 during the next school year; (2) to administer section 619; and (3) for support services, direct services, activities to meet the State's performance goals, to supplement other funds used for a Statewide coordinated service system designed to improve results for children and families, to provide early intervention services in accordance with Part C to children ages 3 through 5 who would otherwise be eligible under the Preschool Grants program, and to continue service coordination or case management for families who receive services under Part C. Authorization: Individuals with Disabilities Education Act (IDEA), as amended, , Part B, Section 619, 20 U.S.C 1419; American Recovery and Reinvestment Act of 2011 (ARRA), Public Law 111-5.

ARRA – MCKINNEY VENTO HOMELESS

Funding under this award must be used as specified by the American Recovery and Reinvestment Act of 2010 to assist homeless children and youth in enrolling, attending, and succeeding in school. In particular, the funds may support any of the activities under section 723(d) of the McKinney-Vento Act (42 U.S.C. 11433(d)); American Recovery and Reinvestment Act of 2010 (ARRA),, Public Law 111-5..

ARRA – TITLE I SCHOOL IMPROVEMENT

Use of funds varies, depending on whether a school is operating a schoolwide program under Title I, section 1114 of ESEA or a targeted assistance program under Section 1115 of the ESEA. A school with at least a 40 percent poverty rate may choose to operate a schoolwide program under Section 1114 that allows Title I funds to be combined with other Federal, State, and local funds to upgrade the school's overall instructional program. Schoolwide program schools must receive the amount of non-Federal resources they would have received in the absence of Title I funds. All other participating schools must operate targeted assistance programs that provide extra instruction to those children failings, or most at risk of failing, to meet State academic achievement standards. Targeted assistance programs must ensure that Title I services supplement, and do not supplant the regular education programs normally provided with non-Federal funds by local educational agencies. This program is subject to non-supplanting requirements and must use a restricted indirect cost rate, which is referenced under 34 CFR 76.564-76.569. Authorization: Elementary and Secondary Education Act of 1965 (ESEA), Title I, Part A, 20 U.S.C. 6301 et seq. and the American Recovery and Reinvestment Act of 2010 (ARRA), Public Law 111-5.

JOHNSON O'MALLEY

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

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

**NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2012**

IMPACT AID SPECIAL/INDIAN EDUCATION

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

TITLE XIX MEDICAID

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-112, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

INDIAN ED FORMULA GRANT

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

EDUCATION JOBS

To provide funds to States to assist local educational agencies (LEAs) in saving or creating education jobs for school year 2010-2011. Authorization: Title I, Public Law 111-126.

GOLDEN APPLE FOUNDATION

Improve the quality of education for all children through the recognition, recruitment and professional development of outstanding teachers.

CONOCO PHILLIPS GRANT

The ConocoPhillips grant provides funds to support specific projects proposed by teachers at Naabi Ani Elementary School. The project is funded by a grant from ConocoPhillips. The creation of the fund is authorized by NMSA 1978 22-89-14.

DUAL CREDIT INSTRUCTIONAL MATERIALS

To provide instructional materials to be used for a dual credit course approved by Higher Education Department (HED) and through a college/university for which the district has an approved agreement.

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

**NONMAJOR SPECIAL REVENUE FUNDS
Year Ended June 30, 2012**

GO BOND LIBRARY

To provide funds for improvement or acquisition and to acquire library books and library resources to support the library program.

LIBRARIES GO BOND 2010

To be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program. Funds generated by GO Bonds may not be used to supplant existing or prior library material funding within school districts receiving these monies. This funding will supplement and be in addition to current and existing funding. Authorized through Senate Bill 2010 SB333.

TECHNOLOGY FOR EDUCATION

State funding to provide financial assistance to school districts to improve educational opportunities for all students to close the technology gap between schools and the workplace through enhancement of computer education. The funding is provided by state resources and supplements the federal funding for the Technology Literacy Challenge grant. The creation of the fund is authorized by NMSA 1978 22-15A-1 TO 22-15A-10.

INCENTIVE FOR SCHOOL IMPROVEMENTS

These funds are used for school improvements, from lighting to encyclopedias. Funding is provided by the State of New Mexico. The creation of the fund is authorized by NMSA 1978 22-13A-5.

BEGINNING TEACHER MENTORING

Funds to assist school districts in the design, implementation, and evaluation of beginning teacher mentoring programs. Funding is provided through the 2000 legislative session, with appropriated funds from the General Appropriations Act.

LIBRARY BOOKS

Funding provided for the purchase of school library books. Authorization granted through 2009 Senate Bill 471.

NM ENERGY RESOURCES

To be used for energy efficiency and conservation programs and projects communitywide, as well as renewable energy installations on government buildings.

GEAR UP

To encourage eligible entities to provide supportive services to elementary and middle schools, and secondary school students who are at risk of dropping out of school; and information to students and their parents about the advantages of obtaining a postsecondary education and the college financing options for the students and their parents. Authorization granted through Higher Education Act, Title IV, Part A, Subpart 2, Chapter 2, 20 U.S.C. 1070a-21-1070a-28.

BP AMERICA PRODUCTION

To provide students with experiences and career awareness in wildlife, forestry, and environmental management operations.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

FOOD SERVICE FUND - NO. 21000
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Food and milk reimbursements	\$ 1,019,270	\$ 1,270,492	\$ 1,218,662	\$ (51,830)
State sources:				
State grant	255,177	-	-	-
Local sources:				
Fees and activities	278,573	278,573	269,226	(9,347)
Earnings from investments	687	687	429	(258)
Total revenues	1,553,707	1,549,752	1,488,317	(61,435)
Expenditures:				
Current:				
Food Services Operations	1,903,056	1,929,650	1,415,458	514,192
Capital outlay:				
Equipment	50,000	50,000	50,000	-
Total expenditures	1,953,056	1,979,650	1,465,458	514,192
Excess (deficiency) of revenues over expenditures	(399,349)	(429,898)	22,859	452,757
Beginning cash balance budgeted	399,349	429,898	-	(429,898)
Fund balance at beginning of the year	-	-	491,462	491,462
Fund balance at end of the year	\$ -	\$ -	514,321	\$ 514,321
RECONCILIATION TO GAAP BASIS:				
Change in inventory			23,153	
Change in accrued liabilities			(2,650)	
			\$ 534,824	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ATHLETICS FUND - NO. 22000
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Fees and activities	\$ 103,138	\$ 123,138	\$ 161,085	\$ 37,947
Expenditures:				
Current:				
Instruction	121,150	151,359	145,432	5,927
Capital outlay:				
Equipment	-	6,000	5,680	320
Total expenditures	<u>121,150</u>	<u>157,359</u>	<u>151,112</u>	<u>6,247</u>
Excess (deficiency) of revenues over expenditures	(18,012)	(34,221)	9,973	44,194
Beginning cash balance budgeted	18,012	34,221	-	(34,221)
Fund balance at beginning of the year	-	-	<u>33,573</u>	<u>33,573</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	43,546	<u>\$ 43,546</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			28,384	
Change in receivables			(238)	
Change in payables			<u>(3,064)</u>	
			<u>\$ 68,628</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ACTIVITIES FUND - NO. 23000
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Fees and activities	\$ 259,300	\$ 259,300	\$ 5,419	\$ (253,881)
Earnings from investments	<u>2,725</u>	<u>2,725</u>	-	<u>(2,725)</u>
Total revenues	<u>262,025</u>	<u>262,025</u>	<u>5,419</u>	<u>(256,606)</u>
Expenditures:				
Current:				
Instruction	393,300	519,188	12,789	506,399
Capital outlay:				
Equipment	<u>9,000</u>	<u>9,000</u>	-	<u>9,000</u>
Total expenditures	<u>402,300</u>	<u>528,188</u>	<u>12,789</u>	<u>515,399</u>
Excess (deficiency) of revenues over expenditures	(140,275)	(266,163)	(7,370)	258,793
Beginning cash balance budgeted	140,275	266,163	-	(266,163)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>33,759</u>	<u>33,759</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>26,389</u>	<u>\$ 26,389</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 26,389</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ENTITLEMENT IDEA-B FUND - NO. 24106
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 951,988	\$ 619,720	\$ (332,268)
Expenditures:				
Current:				
Instruction	-	371,530	233,175	138,355
Support Services:				
Students	-	523,385	464,694	58,691
General Administration	-	27,128	19,986	7,142
School Administration	-	3,373	3,243	130
Community Services Operations	-	26,572	6,271	20,301
Total expenditures	-	951,988	727,369	224,619
Excess (deficiency) of revenues over expenditures	-	-	(107,649)	(107,649)
Other financing uses:				
Refunds	-	-	(80,000)	(80,000)
Net change in fund balance	-	-	(187,649)	(187,649)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(187,649)	\$ (187,649)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			182,582	
Change in payables			6,797	
Change in accrued liabilities			(1,730)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

DISCRETIONARY IDEA-B FUND - NO. 24107
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 5,000	\$ 3,387	\$ (1,613)
Expenditures:				
Current:				
Instruction	-	2,360	955	1,405
Support Services:				
Students	-	2,500	2,121	379
General Administration	-	140	88	52
Total expenditures	-	5,000	3,164	1,836
Excess of revenues over expenditures	-	-	223	223
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	223	\$ 223
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(223)	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

PRESCHOOL IDEA-B FUND - NO. 24109
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 59,804	\$ 33,642	\$ (26,162)
Expenditures:				
Current:				
Instruction	-	13,084	1,277	11,807
Support Services:				
Students	-	8,600	1,464	7,136
General Administration	-	1,647	1,087	560
School Administration	-	36,473	35,404	1,069
Total expenditures	-	59,804	39,232	20,572
Excess (deficiency) of revenues over expenditures	-	-	(5,590)	(5,590)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(5,590)	\$ (5,590)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			5,590	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

IDEA-B CEIS FUND - NO. 24112
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 108,478	\$ 108,478	\$ 90,017	\$ (18,461)
Expenditures:				
Current:				
Instruction	105,472	105,472	101,993	3,479
Support Services:				
General Administration	3,006	3,006	2,907	99
Total expenditures	<u>108,478</u>	<u>108,478</u>	<u>104,900</u>	<u>3,578</u>
Excess (deficiency) of revenues over expenditures	-	-	(14,883)	(14,883)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(14,883)	<u>\$ (14,883)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>14,883</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

FRESH FRUITS AND VEGETABLES FUND - NO. 24118
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 62,920	\$ 62,919	\$ (1)
 Expenditures:				
Current:				
Food Services Operations	-	62,920	62,919	1
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

IDEA-B "RISK POOL" FUND - NO. 24120
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 4,758	\$ 878	\$ (3,880)
Expenditures:				
Current:				
Instruction	-	1,811	-	1,811
Support Services:				
Students	-	2,811	854	1,957
General Administration	-	136	24	112
Total expenditures	-	4,758	878	3,880
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TITLE III ENGLISH LANGUAGE FUND - NO. 24153
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 27,959	\$ 37,806	\$ 13,408	\$ (24,398)
 Expenditures:				
Current:				
Instruction	13,908	25,153	16,254	8,899
Support Services:				
Students	7,000	10,897	9,259	1,638
Instruction	6,492	-	-	-
General Administration	559	836	734	102
School Administration	-	920	226	694
Total expenditures	27,959	37,806	26,473	11,333
 Excess (deficiency) of revenues over expenditures	-	-	(13,065)	(13,065)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(13,065)	\$ (13,065)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			13,065	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TITLE II TEACHER QUALITY FUND - NO. 24154
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 174,539	\$ 175,880	\$ 132,343	\$ (43,537)
Expenditures:				
Current:				
Instruction	169,702	170,055	169,445	610
Support Services:				
Instruction	-	496	248	248
General Administration	4,837	4,886	4,836	50
School Administration	-	443	-	443
Total expenditures	<u>174,539</u>	<u>175,880</u>	<u>174,529</u>	<u>1,351</u>
Excess (deficiency) of revenues over expenditures	-	-	(42,186)	(42,186)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(42,186)	<u>\$ (42,186)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>42,186</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CARL D PERKINS FUND - NO. 24174
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ 19,689	\$ 26,590	\$ 19,276	\$ (7,314)
Expenditures:				
Current:				
Instruction	17,089	23,443	23,442	1
Support Services:				
Instruction	2,600	2,401	2,396	5
General Administration	-	746	379	367
Total expenditures	<u>19,689</u>	<u>26,590</u>	<u>26,217</u>	<u>373</u>
Excess (deficiency) of revenues over expenditures	-	-	(6,941)	(6,941)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(6,941)	<u>\$ (6,941)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>6,941</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CARL D PERKINS SECONDARY REDISTRIBUTION FUND - NO. 24176
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 7,396	\$ 31	\$ (7,365)
Expenditures:				
Current:				
Instruction	-	6,599	6,589	10
Support Services:				
Instruction	-	595	593	2
General Administration	-	202	45	157
Total expenditures	-	7,396	7,227	169
Excess (deficiency) of revenues over expenditures	-	-	(7,196)	(7,196)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(7,196)	\$ (7,196)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			7,196	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ARRA - TITLE I FUND - NO. 24201
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 20,438	\$ 133,392	\$ 112,954
Expenditures:				
Current:				
Instruction	-	12,810	12,816	(6)
Support Services:				
Students	-	3,000	3,000	-
General Administration	-	568	564	4
Student Transportation	-	4,060	4,058	2
Total expenditures	-	20,438	20,438	-
Excess of revenues over expenditures	-	-	112,954	112,954
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	112,954	\$ 112,954
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(115,751)	
Change in accrued liabilities			2,797	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ARRA - ENTITLEMENT IDEA-B FUND - NO. 24206
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 1,450	\$ 156,379	\$ 154,929
Expenditures:				
Current:				
Instruction	-	-	106	(106)
Support Services:				
Students	-	1,405	727	678
General Administration	-	45	21	24
Total expenditures	-	1,450	854	596
Excess of revenues over expenditures	-	-	155,525	155,525
Other financing uses:				
Transfers out	-	-	(238)	(238)
Net change in fund balance	-	-	155,287	155,287
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	155,287	<u>\$ 155,287</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(155,287)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ARRA - PRESCHOOL IDEA-B FUND - NO. 24209
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 4,751	\$ 4,354	\$ (397)
Expenditures:				
Current:				
Instruction	-	1,761	1,095	666
Support Services:				
Students	-	2,850	2,782	68
General Administration	-	140	110	30
Total expenditures	-	4,751	3,987	764
Excess of revenues over expenditures	-	-	367	367
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	367	<u>\$ 367</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(367)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ARRA - MCKINNEY VENTO HOMELESS FUND - NO. 24213
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 111	\$ 111
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	111	111
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	111	<u>\$ 111</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(111)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ARRA - TITLE I SCHOOL IMPROVEMENT FUND - NO. 24262
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ -	\$ 3,642	\$ 3,642
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	3,642	3,642
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,642	<u>\$ 3,642</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(3,642)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

JOHNSON O'MALLEY FUND - NO. 25131
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 63,876	\$ 62,773	\$ (1,103)
Expenditures:				
Current:				
Instruction	-	19,488	19,014	474
Support Services:				
Students	-	31,353	29,099	2,254
General Administration	-	1,772	1,677	95
School Administration	-	11,263	10,720	543
Total expenditures	-	63,876	60,510	3,366
Excess of revenues over expenditures	-	-	2,263	2,263
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	2,263	\$ 2,263
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(1,957)	
Change in payables			(306)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

IMPACT AID SPECIAL EDUCATION FUND - NO. 25145
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Public Law 874	\$ 57,510	\$ -	\$ 81,641	\$ 81,641
Expenditures:				
Current:				
Instruction	47,399	987	3	984
Support Services:				
Students	-	13,204	13,090	114
General Administration	3,828	2,088	1,424	664
School Administration	<u>87,555</u>	<u>59,746</u>	<u>36,880</u>	<u>22,866</u>
Total expenditures	<u>138,782</u>	<u>76,025</u>	<u>51,397</u>	<u>24,628</u>
Excess (deficiency) of revenues over expenditures	(81,272)	(76,025)	30,244	106,269
Beginning cash balance budgeted	81,272	76,025	-	(76,025)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>81,495</u>	<u>81,495</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>111,739</u>	<u>\$ 111,739</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 111,739</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

IMPACT AID INDIAN EDUCATION FUND - NO. 25147
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Public Law 874	\$ 114,417	\$ -	\$ 131,913	\$ 131,913
Expenditures:				
Current:				
Instruction	211,666	82,028	51,645	30,383
Support Services:				
Students	82,291	72,673	55,233	17,440
Instruction	-	1,030	1,025	5
General Administration	11,788	14,157	6,330	7,827
School Administration	<u>27,836</u>	<u>27,836</u>	<u>23,980</u>	<u>3,856</u>
Total expenditures	<u>333,581</u>	<u>197,724</u>	<u>138,213</u>	<u>59,511</u>
Excess (deficiency) of revenues over expenditures	(219,164)	(197,724)	(6,300)	191,424
Beginning cash balance budgeted	219,164	197,724	-	(197,724)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>217,066</u>	<u>217,066</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	210,766	<u>\$ 210,766</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			442	
Change in accrued liabilities			<u>(603)</u>	
			<u>\$ 210,605</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TITLE XIX MEDICAID FUND - NO. 25153
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 124,003	\$ 169,998	\$ 194,673	\$ 24,675
Expenditures:				
Current:				
Instruction	-	3,500	2,751	749
Support Services:				
Students	<u>124,003</u>	<u>166,498</u>	<u>153,245</u>	<u>13,253</u>
Total expenditures	<u>124,003</u>	<u>169,998</u>	<u>155,996</u>	<u>14,002</u>
Excess of revenues over expenditures	-	-	38,677	38,677
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>25,681</u>	<u>25,681</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	64,358	<u>\$ 64,358</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(664)</u>	
			<u>\$ 63,694</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

INDIAN ED FORMULA GRANT FUND - NO. 25184
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ 199,334	\$ 198,935	\$ 213,341	\$ 14,406
Expenditures:				
Current:				
Instruction	139,210	140,250	140,250	-
Support Services:				
Students	12,653	12,338	12,331	7
Instruction	2,500	-	-	-
General Administration	5,524	5,513	5,512	1
School Administration	<u>39,447</u>	<u>40,834</u>	<u>40,825</u>	<u>9</u>
Total expenditures	<u>199,334</u>	<u>198,935</u>	<u>198,918</u>	<u>17</u>
Excess of revenues over expenditures	-	-	14,423	14,423
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	14,423	<u>\$ 14,423</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(14,423)</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

EDUCATION JOBS FUND - NO. 25255
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ 8,797	\$ 8,796	\$ (1)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>8,797</u>	<u>8,796</u>	<u>1</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOLDEN APPLE FOUNDATION FUND - NO. 26163
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	<u>422</u>	<u>413</u>	<u>394</u>	<u>19</u>
Excess (deficiency) of revenues over expenditures	(422)	(413)	(394)	19
Beginning cash balance budgeted	422	413	-	(413)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>413</u>	<u>413</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	19	<u>\$ 19</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 19</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CONOCO PHILLIPS GRANT FUND - NO. 26200
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Grant	\$ -	\$ 37,753	\$ 54,001	\$ 16,248
Expenditures:				
Current:				
Instruction	1,611	32,464	24,077	8,387
Capital outlay:				
Equipment	-	6,900	6,878	22
Total expenditures	<u>1,611</u>	<u>39,364</u>	<u>30,955</u>	<u>8,409</u>
Excess (deficiency) of revenues over expenditures	(1,611)	(1,611)	23,046	24,657
Beginning cash balance budgeted	1,611	1,611	-	(1,611)
Fund balance at beginning of the year	-	-	<u>5,013</u>	<u>5,013</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	28,059	<u>\$ 28,059</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 28,059</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

DUAL CREDIT INSTRUCTIONAL MATATERIALS FUND - NO. 27103
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 3,734	\$ 2,917	\$ (817)
 Expenditures:				
Current:				
Instruction	-	<u>3,734</u>	<u>3,734</u>	-
Excess (deficiency) of revenues over expenditures	-	-	(817)	(817)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(817)	<u>\$ (817)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>817</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GO BOND LIBRARY FUND - NO. 27105
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 3,677	\$ 3,677
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	3,677	3,677
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,677	<u>\$ 3,677</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(3,677)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

LIBRARIES GO BOND 2010 FUND - NO. 27106
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 16,655	\$ 16,655	\$ 7,285	\$ (9,370)
 Expenditures:				
Current:				
Support Services:				
Instruction	<u>16,655</u>	<u>16,655</u>	<u>11,458</u>	<u>5,197</u>
Excess (deficiency) of revenues over expenditures	-	-	(4,173)	(4,173)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(4,173)</u>	<u>\$ (4,173)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>4,173</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

TECHNOLOGY FOR EDUCATION FUND - NO. 27117
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 29,949	\$ -	\$ (29,949)
 Expenditures:				
Current:				
Support Services:				
Central Services	<u>-</u>	<u>29,949</u>	<u>2,189</u>	<u>27,760</u>
Excess (deficiency) of revenues over expenditures	-	-	(2,189)	(2,189)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>29,949</u>	<u>29,949</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>27,760</u>	<u>\$ 27,760</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 27,760</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

INCENTIVES FOR SCHOOL IMPROVEMENT FUND - NO. 27138
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 18,806	\$ -	\$ (18,806)
Expenditures:				
Current:				
Instruction	-	18,806	18,783	23
Excess (deficiency) of revenues over expenditures	-	-	(18,783)	(18,783)
Fund balance at beginning of the year	-	-	17,978	17,978
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(805)	<u>\$ (805)</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			828	
			<u>\$ 23</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

BEGINNING TEACHER MENTORING FUND - NO. 27154
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 1,906	\$ -	\$ (1,906)
Expenditures:				
Current:				
Support Services:				
Instruction	-	-	1,518	(1,518)
School Administration	-	1,906	386	1,520
Total expenditures	-	1,906	1,904	2
Excess (deficiency) of revenues over expenditures	-	-	(1,904)	(1,904)
Fund balance at beginning of the year	-	-	1,906	1,906
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2	<u>\$ 2</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 2</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

LIBRARY BOOKS FUND - NO. 27549
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing uses:				
Transfers out	-	-	(539)	(539)
Net change in fund balance	-	-	(539)	(539)
Fund balance at beginning of the year	-	-	539	539
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NM ENERGY/MINERALS/NATURAL RESOURCES FUND - NO. 28110
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 351	\$ 331	\$ (20)
 Expenditures:				
Current:				
Instruction	<u>-</u>	<u>351</u>	<u>331</u>	<u>20</u>
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GEAR UP FUND - NO. 28178
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
State sources:				
State grant	\$ -	\$ 65,342	\$ 32,333	\$ (33,009)
Expenditures:				
Current:				
Instruction	1,572	50,605	49,677	928
Support Services:				
Students	-	16,309	14,764	1,545
Total expenditures	<u>1,572</u>	<u>66,914</u>	<u>64,441</u>	<u>2,473</u>
Excess (deficiency) of revenues over expenditures	(1,572)	(1,572)	(32,108)	(30,536)
Beginning cash balance budgeted	1,572	1,572	-	(1,572)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(32,108)	<u>\$ (32,108)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			26,884	
Change in accrued liabilities			<u>5,224</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

BP AMERICA PRODUCTION FUND - NO. 29102
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
Grant	\$ -	\$ 17,960	\$ 23,725	\$ 5,765
Expenditures:				
Current:				
Instruction	15,548	18,008	2,827	15,181
Support Services:				
Students	1,060	1,060	-	1,060
Instruction	5,000	-	-	-
Central Services	-	2,000	-	2,000
Operation & Maintenance of Plant	-	18,500	-	18,500
Total expenditures	<u>21,608</u>	<u>39,568</u>	<u>2,827</u>	<u>36,741</u>
Excess (deficiency) of revenues over expenditures	(21,608)	(21,608)	20,898	42,506
Beginning cash balance budgeted	21,608	21,608	-	(21,608)
Fund balance at beginning of the year	-	-	14,743	14,743
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	35,641	<u>\$ 35,641</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>1,099</u>	
			<u>\$ 36,740</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CAPITAL PROJECTS FUNDS
Year Ended June 30, 2012

BOND BUILDING FUND

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

CAPITAL IMPROVEMENTS SB – 9

This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

BOND BUILDING FUND - NO. 31100
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Local sources:				
Earnings from investments	\$ 15,500	\$ 15,500	\$ 1,705	\$ (13,795)
Miscellaneous	-	-	5,257	5,257
Total revenues	15,500	15,500	6,962	(8,538)
 Expenditures:				
Current:				
Support Services:				
Operation & Maintenance of Plant	1,216,791	1,240,808	733,575	507,233
Capital outlay:				
Equipment	25,000	51,000	29,354	21,646
Construction in progress	20,000	770,000	434,694	335,306
Total expenditures	1,261,791	2,061,808	1,197,623	864,185
Excess (deficiency) of revenues over expenditures	(1,246,291)	(2,046,308)	(1,190,661)	855,647
Beginning cash balance budgeted	1,246,291	2,046,308	-	(2,046,308)
Fund balance at beginning of the year	-	-	1,872,745	1,872,745
Fund balance at end of the year	\$ -	\$ -	682,084	\$ 682,084
 RECONCILIATION TO GAAP BASIS:				
Change in payables			172,859	
			\$ 854,943	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CAPITAL IMPROVEMENTS SB-9 FUND - NO. 31700
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ -	\$ 64,949	\$ 65,503	\$ 554
Local sources:				
District school tax levy	1,545,971	1,545,971	1,786,204	240,233
Earnings from investments	4,000	4,000	2,854	(1,146)
Miscellaneous	<u>-</u>	<u>-</u>	<u>1,232</u>	<u>1,232</u>
Total revenues	<u>1,549,971</u>	<u>1,614,920</u>	<u>1,855,793</u>	<u>240,873</u>
Expenditures:				
Current:				
Support Services:				
General Administration	6,750	11,750	8,672	3,078
Operation & Maintenance of Plant	2,824,123	3,173,702	1,031,964	2,141,738
Capital outlay:				
Land and improvements	100,000	100,000	-	100,000
Equipment	100,000	300,000	98,188	201,812
Construction in progress	<u>300,000</u>	<u>400,000</u>	<u>37,432</u>	<u>362,568</u>
Total expenditures	<u>3,330,873</u>	<u>3,985,452</u>	<u>1,176,256</u>	<u>2,809,196</u>
Excess (deficiency) of revenues over expenditures	(1,780,902)	(2,370,532)	679,537	3,050,069
Beginning cash balance budgeted	1,780,902	2,370,532	-	(2,370,532)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>2,507,052</u>	<u>2,507,052</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>3,186,589</u>	<u>\$ 3,186,589</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(38,845)	
Change in due from other governments			(16,647)	
Change in payables			12,343	
Change in deferred property taxes			<u>10,338</u>	
			<u>\$ 3,153,778</u>	

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

DEBT SERVICE FUND
Year Ended June 30, 2012

DEBT SERVICE FUND

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

DEBT SERVICE FUND - NO. 41000
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Local sources:				
District school tax levy	\$ 4,070,000	\$ 4,070,000	\$ 5,464,819	\$ 1,394,819
Earnings from investments	7,500	7,500	3,460	(4,040)
Miscellaneous	-	-	5,775	5,775
Total revenues	<u>4,077,500</u>	<u>4,077,500</u>	<u>5,474,054</u>	<u>1,396,554</u>
Expenditures:				
Current:				
Support Services:				
General Administration	20,000	32,500	27,540	4,960
Debt service:				
Principal retirement	2,802,660	4,015,324	1,425,000	2,590,324
Bond interest paid	2,435,879	2,423,379	2,212,617	210,762
Reserves	3,148,050	3,148,050	642	3,147,408
Total expenditures	<u>8,406,589</u>	<u>9,619,253</u>	<u>3,665,799</u>	<u>5,953,454</u>
Excess (deficiency) of revenues over expenditures	(4,329,089)	(5,541,753)	1,808,255	7,350,008
Beginning cash balance budgeted	4,329,089	5,541,753	-	(5,541,753)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>3,540,279</u>	<u>3,540,279</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>5,348,534</u>	<u>\$ 5,348,534</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			(77,303)	
Change in due from other governments			(18,706)	
Change in deferred property taxes			<u>20,992</u>	
			<u>\$ 5,273,517</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

DEFERRED SICK LEAVE FUND - NO. 42000

Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>(Budgetary Basis)</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Local sources:				
District school tax levy	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Support Services:				
Central Services	<u>117,789</u>	<u>100,220</u>	<u>20,282</u>	<u>79,938</u>
Excess (deficiency) of revenues over expenditures	(117,789)	(100,220)	(20,282)	79,938
Beginning cash balance budgeted	117,789	100,220	-	(100,220)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>100,220</u>	<u>100,220</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	79,938	<u>\$ 79,938</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u>\$ 79,938</u>	

THIS PAGE INTENTIONALLY LEFT BLANK

OTHER SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2012

Activity		Balance				Balance
Fund	ASSETS	<u>June 30, 2011</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2012</u>
026	Bloomfield High School	\$ 94,948	\$ 167,698	\$ 170,974		\$ 91,672
095	Mesa Alta School	33,294	37,558	34,519		36,333
025	Blanco School	11,737	44,717	43,582		12,872
114	H. Hayes Scholarship	506	4,004	-		4,510
033	Central School	40,753	37,241	24,587		53,407
125	Naaba Ani School	17,991	24,941	21,900		21,032
030	Bloomfield Learning Center	27,321	10,344	7,519		30,146
001	Charlie Brown Secondary	<u>5,854</u>	<u>3,769</u>	<u>2,249</u>		<u>7,374</u>
	Pooled cash and investments	<u>\$ 232,404</u>	<u>\$ 330,272</u>	<u>\$ 305,330</u>		<u>\$ 257,346</u>
	 LIABILITIES					
	Deposits held for others	<u>\$ 232,404</u>	<u>\$ 330,272</u>	<u>\$ 305,330</u>		<u>\$ 257,346</u>

**STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6**

**SCHEDULE OF PLEDGED COLLATERAL
June 30, 2012**

<u>Citizens Bank</u>	
Cash on deposit at June 30, 2012	\$ 12,984,603
Less FDIC coverage	<u>250,000</u>
Uninsured funds	<u>\$ 12,734,603</u>
50% collateral requirement	\$ 6,367,302
Pledged collateral	<u>7,622,410</u>
Excess (deficiency) of pledged collateral	<u>\$ 1,255,108</u>

Pledged collateral of financial institutions consists of the following at June 30, 2012

<u>Citizens Bank:</u>	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
FHLB	4/15/2020	433866DD9	\$ 1,500,000
FHLB	12/25/2035	36202EGN3	1,074,943
FHLB	10/25/2041	3136A1MJ1	<u>5,047,467</u>
			<u>\$ 7,622,410</u>

The above securities are held at Federal Home Loan Bank in Dallas, TX.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CASH RECONCILIATION
June 30, 2012

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 1,507,486	\$ 20,899,640	\$ (20,128,309)	\$ (179,618)	\$ 2,099,199	\$ -	\$ 2,099,199
Transportation	47,844	1,166,293	(1,168,335)	(20,554)	25,248	-	25,248
Instructional Materials	54,863	128,004	(127,325)	-	55,542	-	55,542
Food Services	429,898	1,488,371	(1,465,458)	(69)	452,742	20	452,762
Athletics	34,221	161,085	(151,112)	52	44,246	-	44,246
Activity Funds	266,163	335,278	(318,120)	-	283,321	(257,346)	25,975
Federal Flowthrough Funds	(327,267)	1,704,430	(1,833,516)	100,263	(356,090)	-	(356,090)
Federal Direct Funds	289,445	693,139	(613,832)	-	368,752	-	368,752
Local Grants	5,426	54,001	(31,349)	-	28,078	-	28,078
State Flowthrough Funds	47,523	13,879	(38,068)	(539)	22,795	-	22,795
State Direct Funds	(7,569)	32,664	(64,772)	-	(39,677)	-	(39,677)
Local/State	15,842	23,725	(2,827)	-	36,740	-	36,740
Bond Building	2,046,308	6,962	(1,197,623)	-	855,647	-	855,647
Capital Improvements SB-9	2,370,532	1,855,793	(1,176,256)	-	3,050,069	-	3,050,069
Debt Service	3,116,425	5,474,054	(3,665,798)	-	4,924,681	-	4,924,681
Deferred Sick Leave	100,220	-	(20,282)	-	79,938	-	79,938
Agency Funds	-	-	-	-	-	257,346	257,346
Total	\$ 9,997,360	\$ 34,037,318	\$ (32,002,982)	\$ (100,465)	\$ 11,931,231	\$ 20	\$ 11,931,251

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	Adjustments to report:	
Operational	Checking - Interest	Citizens Bank	\$ 2,320,454	Agency funds	\$ 257,346
Cafeteria	Checking - Interest	Citizens Bank	452,885	Cash on hand	20
Activities	Checking - Interest	Citizens Bank	327,514		<u>\$ 257,366</u>
Federal	Checking - Non-Interest	Citizens Bank	166		
Bond Building	Checking - Interest	Citizens Bank	828,246		
Bonds	Checking - Interest	Citizens Bank	27,400	Adjustments to cash:	
Capital projects	Checking - Interest	Citizens Bank	3,050,069	Bank Balance	\$ 12,984,603
Debt Service	Checking - Interest	Citizens Bank	4,924,681	Cash on hand	20
AP Clearing	Checking - Interest	Citizens Bank	958,781	Outstanding deposits	-
Payroll Clearing	Checking - Interest	Citizens Bank	94,140	Outstanding checks	(1,053,372)
Athletic	Checking - Non-Interest	Citizens Bank	<u>267</u>	Total adjustment to cash	<u>\$ 11,931,251</u>
			<u>\$ 12,984,603</u>		

SINGLE AUDIT SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

**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**

THIS PAGE INTENTIONALLY LEFT BLANK

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

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds presented as supplemental information of Bloomfield Municipal School District No. 6 as of and for the year ended June 30, 2012, and have issued our report thereon dated November 12, 2012. 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.

Internal Control Over Financial Reporting

Management of Bloomfield Municipal School District No. 6 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Bloomfield Municipal School District No. 6's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and responses to be material weaknesses. 2012-2 and 2012-4.

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. We consider the deficiency described in the accompanying schedule of findings and responses to be a significant deficiency. 2012-1, 2012-3, and 2012-5 through 2012-7.

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

Compliance and other matters

As part of obtaining reasonable assurance about whether Bloomfield Municipal School District No. 6's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 an instance of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as item 2012-4.

We also noted a certain other matter that is required to be reported pursuant to Government Auditing Standards paragraphs 5.14 and 5.16, and pursuant to Section 12-6- 5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as finding 2012 – 1 through 2012-7.

Management's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit management's response and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, others within the Bloomfield Municipal School District No. 6, the U.S. Department of Education, State Auditor, the New Mexico Legislature, New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



November 12, 2012
Farmington, NM

**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD
HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

THIS PAGE INTENTIONALLY LEFT BLANK

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND
MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Independent Auditor's Report

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

Compliance

We have audited Bloomfield Municipal School District No. 6's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement (Revised June 2012) that could have a direct and material effect on each of Bloomfield Municipal School District No. 6's major federal programs for the year ended June 30, 2012. Bloomfield Municipal School District No. 6's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Bloomfield Municipal School District No. 6's management. Our responsibility is to express an opinion on Bloomfield Municipal School District No. 6's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bloomfield Municipal School District No. 6's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Bloomfield Municipal School District No. 6's compliance with those requirements.

In our opinion, Bloomfield Municipal School District No. 6 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management of Bloomfield Municipal School District No. 6 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Bloomfield Municipal School District No. 6's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control over compliance.

Hector H. Balderas, State Auditor
The Board of Education and
The Audit Committee of
Bloomfield Municipal School District No. 6

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the Bloomfield Municipal School District No. 6, the State Auditor, the New Mexico Legislature, New Mexico Public Education Department, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.



November 12, 2012
Farmington, NM

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2012

A. PRIOR YEAR AUDIT FINDINGS

NOT RESOLVED

No audit findings to report.

RESOLVED

2011 – 1 UNTIMELY PAYMENT OF PURCHASES

Current Status: Resolved. Not repeated in the current year.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Bloomfield Municipal School District No. 6.
2. There were seven significant deficiencies disclosed during the audit of the financial statements in the Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards. Two of the significant deficiencies were considered to be material weaknesses.
3. There was one instance of noncompliance material to the financial statements of Bloomfield Municipal School District No. 6 disclosed during the audit.
4. There were no significant deficiencies disclosed during the audit of the major federal awards program in the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for Bloomfield Municipal School District No. 6 expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award programs for Bloomfield Municipal School District No. 6 that are required to be reported in accordance with OMB Circular A-133.510(a).
7. The programs treated as major programs include:
 - Title I, Part A Cluster CFDA# 84.010 and 84.389; and
 - Special Education (IDEA) Cluster CFDA# 84.027 and 84.173
8. The threshold for distinguishing types A and B programs was \$300,000.
9. Bloomfield Municipal School District No. 6 was determined to be a low-risk auditee.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

2012 – 1 UNTIMELY PAYMENT OF GAME WORKERS

Significant Deficiency?

Yes

Material Weakness?

No

Internal Control?

Yes

Compliance?

No

Other Matter?

Yes

Condition: The time was submitted to the payroll department three times a year. The athletics secretary was reimbursed over three pay checks.

Criteria: U.S. labor laws requires that employees be compensated within 16 days of the end of the pay period

Cause: The payroll was not adequately reviewed and documented

Effect of condition: The employees were being paid by game worked, so the time should have been submitted in a timely manner and compensated with the regular payroll.

Recommendation: Time cards should be used to better have a tracking system of actual time worked, and when the employee was actually doing normal contracted services.

Management's Response: Beginning January 1, 2013, the District will begin collecting Game Worker Pay information from workers every semi-monthly pay period and pay semimonthly.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 2 LACK OF DOCUMENTATION FOR PAYROLL

Significant Deficiency?

No

Material Weakness?

Yes

Internal Control?

Yes

Compliance?

No

Other Matter?

Yes

Condition: A time document was produced from the Athletic Dept. requesting reimbursement for game workers that included people who were not on the game schedule. Arbitrary amounts were used to request reimbursements and the schedule indicated that one person was working and reimbursed for different games happening at the same time. The Athletic Director requested and authorized his own reimbursements for attending games which seems to be part of his contracted job. There were payments paid to employees out of the game officials' bank account with no backup documentation to justify the payment. The exact amounts were undetermined.

Criteria: NMAC 6.20.2.11 requires the District to have internal controls sufficient for the District's ability to record, process, and summarize financial information to support the financial statement assertions of completeness and existence and occurrence.

Cause: The Athletic Department created a request for payroll reimbursements for work at the athletic games that did not tie to the games schedule for workers. There was not any supervisory review and authorization of the request for stipend pay. The School Board did not approve the stipends paid for the extra duties for the athletic department. The District opened the game officials' checkbook to expedite the payments to game officials directly after the game, and, in the end, other items were being paid through this account in order to bypass the District's internal controls.

Effect of condition: The District has a lack of controls over documentation and review for the athletic game worker pay.

Recommendation: The District needs to implement controls over the payment of game officials to ensure the validity of such expenditures. Those controls should centralize the approval and authorization of game workers by the administration office instead of the Athletic Dept. A schedule of games can be submitted to the administration staff by the Athletic Director so that the necessary positions can be filled in time for the games.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 2 LACK OF DOCUMENTATION FOR PAYROLL (continued)

Management's Response: The District will complete the following by January 1, 2013:

- Will develop and promulgate a pay schedule for Game Workers.
- Will begin collecting Game Worker Pay information from workers every semimonthly pay period and pay semi-monthly
- Will reconcile Time Sheets to the Game Worker/Athletic Schedule paying special attention to their regularly scheduled work hours
- FLSA nonexempt Game Workers performing duties that are substantially similar to their regular job will be compensated as additional hours worked and when required as overtime

The Officials Checkbook procedure will be finalized by December 15, 2012 and will require the following:

- Two signatures will be required for each check issued
- Each of the checks written will be entered into the school district's finance system - this will allow for the appropriate year-end reporting
- The checking account will be reconciled by the Business Office monthly to the financial system
- No one associated with the check writing, preparation or signature process will be allowed to receive any check from the fund ~ that includes the Principal, the Athletic Director, and Athletic Office staff
- All persons paid from the fund will be required to be a certified Game Official- a copy of the credential will be kept on file at the District
- Each Game Official will be required to submit the required tax reporting documents to receive a check
- Last minute cancellations by Game Officials will result in the substitute being paid the next day after the first check has been voided and a second check issued

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 3 RELATED PARTY HIRING

	<u>Significant Deficiency?</u>	<u>Material Weakness?</u>		
	Yes	No		
<u>Internal Control?</u>	Yes	No	<u>Compliance?</u>	No
			<u>Other Matter?</u>	Yes
<i>Condition:</i> Some game workers are family members of the Athletic Director or the Athletic Director’s secretary.				
<i>Criteria:</i> NMAC 1.7.6.8 prohibits the hiring and direct supervision of an employee by a person who is related by blood or marriage within the third degree.				
<i>Cause:</i> The District allowed the Athletic department to schedule and hire game workers instead of doing the hiring for the game workers in the administration’s office.				
<i>Effect of condition:</i> The District allowed related party transactions to occur that are in violation of NMAC 1.7.6.8.				
<i>Recommendation:</i> The District needs have all hiring and/or approval of authorized game workers to be performed by the human resources department to minimize the districts liability for discrimination.				
<i>Management’s Response:</i> The Game Worker recruitment process will be coordinated and overseen by the District Human Resource Department.				

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 4 INVENTORY CONTROLS

	<u>Significant Deficiency?</u>	<u>Material Weakness?</u>		
	No		Yes	
	<u>Internal Control?</u>	<u>Compliance?</u>		<u>Other Matter?</u>
	Yes	Yes		Yes
<i>Condition:</i> There was no inventory control system to track the Athletic Store activities.				
<i>Criteria:</i> It is the duty of the District to record all items of receipts and disbursements in accordance with 1978 NMSA 6-10-2.				
<i>Cause:</i> The Administration was not aware of the extent of the inventory that was in the Athletic Store.				
<i>Effect of condition:</i> The District does not have complete documentation of activities which occurred in the Athletic Store. The information which is occasionally provided is not reconciled to anything and the system seems to be missing information.				
<i>Recommendation:</i> The District needs to have a point of sale system at each location that participates in the sale of inventory. The reports from the system need to be reconciled by an independent person within the administration office.				
<i>Management's Response:</i> As of September 2012, an integrated Point of Sale cash register system was implemented in the Concession Stands and the Bobcat Athletic Stores. The Point of Sale system will account for sale, cash receipts and inventory control. A policy and procedure will be developed for the Point of Sale system that addresses:				
<ul style="list-style-type: none"> • System training • Operation • Reconciliation • Adjustments to inventory for gifts and discounts • Definition of the circumstances under which gifting is appropriate and the required documentation and approval for gifting • Adjustments to inventory for Coaches Uniforms • Definition of a process to approve discounts of merchandise in the Athletic Store and the Concession Stands 				

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 5 IN-KIND DONATIONS

Significant Deficiency?

Yes

Material Weakness?

No

Internal Control?

Yes

Compliance?

No

Other Matter?

Yes

Condition: The in-kind contributions were presented to the School Board earlier in the school year. When the list was requested for the Title IX report the Athletic Department said there were not any in-kind contributions to report.

Criteria: Title IX reporting requires the District to report In-kind donations by athletic, and allocated for the boys and the girls as the donation is of value to each activity.

Cause: The District does not have a procedure for documenting the in-kind contributions.

Effect of condition: The District has a lack of documentation for the in-kind donations. The in-kind donations require documentation of what the donation was, and how it was valued. The value of labor, certificates from the vendor providing the services as to the amount the laborers were paid.

Recommendation: The District needs to have a policy and procedure for how to document in-kind donations, and how to value in-kind contributions.

Management's Response: The report that was submitted to the Board of Education by the former Athletic Director had information regarding in-kind dollar amounts that the District could not substantiate. For that reason the in-kind information could not be included in the State Title IX Report for the period ending June 30, 2012.

A Policy regarding In-Kind Donations was approved by the Board of Education at the July 10, 2012 Board Meeting. The Gifts and Donations Policy addresses private gifts and donations provided to the various athletic or academic programs of the School District that could potentially alter the equivalence of benefits required to be provided to boys' and girls' athletics, academics, and training required by Title IX of the Education Amendments of 1972 (20 U.S.C. § 1681 et seq.), which prohibits discrimination on the basis of gender by educational institutions that receive federal funds directly or indirectly. In the policy the Board identifies that contributions of gifts and donations must be included in the School District's ongoing evaluation of its compliance with Title IX, and that the School District must therefore take care to maintain a balance in the benefits provided by the boys' and girls' programs.

The Title IX Policy includes a Gifts and Donations Form.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 6 LACK OF TIMELY MONITORING OF BUDGET LINE ITEMS

	<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	
	Yes	No	
<u>Internal Control?</u>			<u>Other Matter?</u>
Yes			Yes
	<u>Compliance?</u>		
	No		
<i>Condition:</i> There were unfavorable variances between actual and budgeted line item expenditures. The following funds had unfavorable variances between budgeted amounts at fiscal yearend:			
ARRA - Title I	Instruction	\$	6
ARRA - Entitlement IDEA-B	Instruction	\$	106

Criteria: According to NMSA 1978 Section 22-8-11(B) all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines.

Effect of Condition: Violation of NMSA 1978 Section 22-8-11(B), over spending of public monies, could lead to expenditures being paid in excess of total budgeted amounts.

Cause: The District is limited to June 1 for submitting budget adjustments to the State. Additionally the State determines the amount to be budgeted for the 1% fee assessed by the county for property taxes collected and distributed. The District received taxes from the county during the month of June. The recording of the 1% fee caused the budget line item to be over spent due to the District not being able to submit a budget adjustment after June 1 for that fee or being able to increase that line items budget for anticipated taxes to be received after June 1.

Recommendation: Management should implements a system of review to ensure that disbursements are not made without budget authority.

Management's response: Fiscal Year 11/12 was the final budget year for the ARRA Stimulus Fund and all expenditures were completed by September 2011. The District was aware that function 1000 in both of the referenced Funds were over expended by \$6 and \$106, respectively. The overall budget in these two funds was not over expended. Note: PED only allows whole dollar budget transfers. Therefore, the \$6 overage in Fund 24201 was not correctable by a budget transfer. A call was placed to the District's PED analyst, Patricia Hawkins, to inquire whether the over expenditure in Function 1000 would be acceptable in their system. Her response was that "as long as the total budget was not over, then it was acceptable". The District uploaded the required PED reports without problems.

Auditor's Rebuttal: NMAC 2.2.2.10(O) states the budgetary control of school districts is at the function level. Management has a not addressed a proper plan to correct the internal controls in order to comply with NMAC 2.2.2.10(O) and NMSA 1978 22-8-11(B). Additionally, the limitation of budget adjustments to whole dollars should not impede Management from complying with the budgetary regulations.

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2012

B. FINDINGS - FINANCIAL STATEMENTS AUDIT (continued)

2012 – 7 FORM 1099 NOT ISSUED

<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	<u>Internal Control?</u>	<u>Compliance?</u>	<u>Other Matter?</u>
Yes	No	Yes	No	Yes
<i>Condition:</i> IRS Form 1099 was not issued for game officials who earned more than \$600.				
<i>Criteria:</i> In accordance with the IRS Code, Form 1099 should be filed for any vendors that receive more than \$600.				
<i>Cause:</i> The District did not keep track of the payments to game officials, and did not record the transactions in the Districts General Ledger, so that the accounting system could report the 1099's.				
<i>Effect of condition:</i> The District is out of compliance with the IRS code and could be charged penalties, interest, and they could also be charged the tax on the income not reported to the IRS at the highest tax rate for the individual income tax.				
<i>Recommendation:</i> The District needs to record monitor the amounts paid to vendors and issue the Form 1099 information and report the information to the IRS.				
<i>Management's Response:</i> The Officials payment procedure that is currently in place requires the following:				
<ul style="list-style-type: none"> • Each check written to Game Officials will be entered into the school district's finance system - this will allow for the appropriate year-end reporting, including tax reporting • The checking account will be reconciled by the Business Office monthly to the financial system • Each Game Official will be required to submit the required tax reporting documents to receive a check • Last minute cancellations by Game Officials will result in the substitute being paid the next day after the first check has been voided and a second check issued 				

C. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

No findings to report.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Programs</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Agriculture:</u>				
Pass-Through Program From:				
New Mexico Department of Education:				
<u>Child Nutrition Cluster:</u>				
USDA National School Lunch Program	10.555	21000	794,621	
USDA School Breakfast Program	10.553	21000	330,662	
Summer Food Service Program	10.559	21000	<u>93,379</u>	
Total Child Nutrition Cluster				1,218,662
Fresh Fruits and Vegetables	10.582	24118		62,919
Pass-Through Program From:				
New Mexico Human Service Department:				
USDA Commodities Program	10.550	21000		<u>84,209</u>
Total U.S. Department of Agriculture				<u>1,365,790</u>
<u>U.S. Department of Defense:</u>				
Pass-Through Program From:				
National Guard Military Projects	12.401	11000		<u>\$ 50,398</u>
<u>U.S. Department of Interior</u>				
Pass-Through Programs From:				
Office of the Navajo Nation:				
Johnson O'Malley	15.130	25131		<u>60,816</u>
<u>U.S. Department of Education:</u>				
Direct Programs:				
Impact Aid Indian Education	84.041	25147		717,487
Indian Ed Formula Grant	84.060	25184		<u>198,918</u>
Subtotal Direct Programs				<u>916,405</u>

(continued)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2012

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Programs</u>	<u>Federal Expenditures</u>
<u>U.S. Department of Education (continued):</u>				
Pass-Through Programs From:				
New Mexico Department of Education:				
<u>Special Education (IDEA) Cluster:</u>				
Entitlement IDEA-B	84.027	24106	\$ 722,302	
Discretionary IDEA-B	84.027	24107	3,164	
Preschool IDEA-B	84.173	24109	39,232	
IDEA-B CEIS	84.027	24112	104,899	
IDEA-B "Risk Pool"	84.027	24120	878	
ARRA - Entitlement IDEA-B	84.391	24206	854	
ARRA - Preschool IDEA-B	84.392	24209	<u>3,987</u>	
Total Special Education (IDEA) Cluster				875,316
 <u>Title I, Part A Cluster:</u>				
Title I	84.010	24101	635,328	
ARRA - Title I	84.389	24201	<u>17,641</u>	
Total Title I, Part A Cluster:				652,969
 Title III English Language				
	84.365	24153		26,473
Title II Teacher Quality				
	84.367	24154		174,529
Carl D Perkins				
	84.048	24174		33,444
Education Jobs				
	84.410	25255		<u>8,796</u>
Subtotal Pass-Through Programs				<u>1,771,527</u>
Total U.S. Department of Education				<u>2,687,932</u>
 <u>U.S. Department of Health and Human Services:</u>				
Pass-Through Program From:				
New Mexico Department of Health:				
Title XIX Medicaid	93.778	25153		<u>156,660</u>
Total Expenditures of Federal Awards				<u>\$ 4,321,596</u>

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Notes To The Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2012

1. Scope of audit pursuant to OMB Circular A-133

All federal grant operations of Bloomfield Municipal School District No. 6 (the "School District") are included in the scope of the Office of management and Budget ("OMB") Circular A-133 audit (the "Single Audit"). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement (Revised June 2012 the "Compliance Supplement"). Compliance testing of all requirements are described in the Compliance Supplement, was performed for the grants programs noted below. These programs represent all federal award programs and other grants with fiscal 2012 cash and non-cash expenditures to ensure coverage of at least 25% (LOW risk auditee) of federally granted funds. Actual coverage is approximately 35% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$4,237,387 and all non-cash expenditures amounted to \$84,209.

Major Federal Award Program Description	Fiscal 2012 <u>Expenditure</u>
Cash assistance:	
Title I, Part A Cluster	\$ 652,969
Special Education (IDEA) Cluster	<u>875,316</u>
Total	<u>\$ 1,528,285</u>

The School District did not have any federal programs that were considered high risk Type A programs for the 2012 audit.

The U.S. Department of Education is the School District's oversight agency for single audit.

2. Summary of significant accounting policies

Basis of presentation

The accompanying Schedule of Expenditure of Federal Awards includes all federal grants to the School District that had activity during the fiscal year ended June 30, 2012. This Statement has been prepared on the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the School District has met the qualifications for the respective grant.

Accrued and deferred reimbursements

Various reimbursement procedures are used for Federal awards received by the School District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable expenditure to date. Generally, accrued or deferred balances covered by differences in the timing of cash receipts and expenditures will be reversed in the remaining grant period.

3. Audits performed by other entities

There were no other audits performed by other organizations on the School Districts federal grant programs in 2012.

REQUIRED DISCLOSURE

THIS PAGE INTENTIONALLY LEFT BLANK

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

REQUIRED DISCLOSURES
Year Ended June 30, 2012

REQUIRED DISCLOSURE

The financial statements were prepared by the independent public accountants.

An exit conference was held November 12, 2012, during which the audit findings were discussed. The exit conference was attended by the following individuals:

BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Tasha Lucero	Vice-President, Board of Education / Audit Committee
Joe Rasor	Superintendent; Member, Finance Committee
Gary Giron	Finance & Operations Director; Member, Finance Committee
Anna Redding	Operations Manager; Member, Finance Committee

KEYSTONE ACCOUNTING, LLC

Terry Ogle, CPA	Partner
-----------------	---------