

STATE OF NEW MEXICO
BLOOMFIELD
MUNICIPAL SCHOOL DISTRICT NO. 6

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2014
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS



ACCOUNTING & FINANCIAL
SOLUTIONS
CERTIFIED PUBLIC ACCOUNTANTS

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

TABLE OF CONTENTS

Year Ended June 30, 2014

INTRODUCTORY SECTION

	Title Page
iii	Table of Contents
1	Official Roster

FINANCIAL SECTION

5	Independent Auditors' Report
8	Management's Discussion and Analysis (Unaudited)

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:

16	Statement of Net Position
17	Statement of Activities

Fund Financial Statements:

18	Balance Sheet – Governmental Funds
21	Reconciliation of the Balance Sheet – All Governmental Funds to the Statement of Net Position
22	Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Funds
25	Reconciliation of the Statement of Revenue, Expenditures, and Changes In Fund Balance – All Governmental Funds to the Statement of Activities

Major Funds:

	Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):
26	General Fund
27	Title I Special Revenue Fund
28	Entitlement IDEA-B Special Revenue Fund
29	Statement of Fiduciary Assets and Liabilities – Agency Funds
31	Notes to the Financial Statements

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:

General Fund:

50	Combining Balance Sheet
51	Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
	Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):
52	Operating Fund
53	Transportation Fund
54	Instructional Materials Fund

Nonmajor Governmental Funds:

56	Combining Balance Sheet
65	Combining Statement of Revenues, Expenditures, and Changes in Fund Balance

Non-Major Special Revenue Funds:

	Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis):
77	Food Service
78	Athletics
79	Activities
80	Discretionary IDEA-B
81	New Mexico Autism
82	Preschool IDEA-B
83	Fresh Fruits and Vegetables
84	IDEA-B "Risk Pool"
85	Title III English Language
86	Title II Teacher Quality
87	Carl D Perkins

THIS PAGE INTENTIONALLY LEFT BLANK

TABLE OF CONTENTS

Year Ended June 30, 2014

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (cont'd):

Non-Major Special Revenue Funds:

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

88	Carl D Perkins Secondary - PY Obligations
89	Carl D Perkins Secondary Redistribution
90	Johnson O'Malley
91	Impact Aid Special Education
92	Impact Aid Indian Education
93	Title XIX Medicaid
94	Indian Ed Formula Grant
95	Conoco Phillips Grant
96	Dual Credit Instructional Materials
97	Libraries GO Bond 2010
98	Libraries GO Bond 2012
99	Reads to Lead
100	Technology for Education
101	Pre-K Initiative
102	Science Instructional Materials
103	2013 School Buses
104	New Mexico Grown
105	Next Generation Assessments
106	BP America Production

Capital Projects Funds:

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

108	Special Capital Outlay – State
109	Capital Improvements SB-9

Debt Service Funds:

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

112	Debt Service Fund
113	Deferred Sick Leave Debt Service Fund

OTHER SUPPLEMENTAL INFORMATION:

Fiduciary Funds:

116	Schedule of Changes in Assets and Liabilities – All Agency Funds
117	Schedule of Pledged Collateral
118	Cash Reconciliation

COMPLIANCE SECTION

121	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
123	Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133
125	Schedule of Findings and Questioned Costs
134	Summary Schedule of Prior Year Audit Findings
136	Schedule of Expenditures of Federal Awards
138	Notes to the Schedule of Expenditures of Federal Awards
139	Required Disclosure



STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

OFFICIAL ROSTER
June 30, 2014

BOARD OF EDUCATION

Jim Conyers	President
Eric Smith	Vice President
Veronica D. Tso	Secretary
Bruce Armenta	Member
Dale Maes	Member

SCHOOL OFFICIALS

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

AUDIT COMMITTEE

Bruce Armenta	Board Member
Dale Maes	Board Member
Karen Ransom	Community Professional
April Johns	Community Professional
Tasha Lucero	Parent

FINANCE COMMITTEE

Veronica D. Tso	Board Member
Eric Smith	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 2014

JULY 1, 2013 THROUGH JUNE 30, 2014

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

Report on the Financial Statements

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 funds of Bloomfield Municipal School District No. 6, as of and for the year ended June 30, 2014, and the related notes to the financial statements which collectively comprise Bloomfield Municipal School District No. 6 basic financial statements as listed in the table of contents. We also have audited the financial statements of each of Bloomfield Municipal School District No. 6 nonmajor governmental funds and the budgetary comparisons for the capital project funds, debt service funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2014, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to Bloomfield Municipal School District No. 6's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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, 2014, and the respective changes in financial position thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. 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 funds of Bloomfield Municipal School District No. 6 as of June 30, 2014, 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 accordance 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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 8-14 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bloomfield Municipal School District No. 6's basic financial statements. The schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations is presented for purpose of additional analysis and is not a required part of the basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated September 26, 2014 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Bloomfield Municipal School District No. 6's internal control over financial reporting and compliance.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
September 26, 2014

MANAGEMENT'S
DISCUSSION AND ANALYSIS

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

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, 2014.

FINANCIAL HIGHLIGHTS

State revenues accounted for \$22.5 million or 59.15% of total revenues, Local revenues accounted for \$9.9 million or 26.05% and Federal revenues accounted for \$5.6 million or 14.8%

The general fund reported a positive fund balance of \$2,850,603.

On February 3, 2009 the voters approved a \$35 million bond issue. The District did not sell any new bonds in the fiscal year ended June 30, 2014. However, at the Board of Education meeting on August 12, 2014; the Board approved a bond refunding for the 2005 and 2006 series bonds. The sale was completed on September 9, 2014 and resulted in a \$1.2 million savings to the taxpayers within the boundaries of Bloomfield School District. The district expects the tax rate for bonded debt in the district to drop for the 2014-2015 tax year to around \$7.337 from \$9.005 this past tax year. This means that a taxpayer with a property valued at \$150,000 will see a reduction in their property taxes of about \$83.00. This reduction is largely due to the improved price of natural gas, and its impact on the district's tax base.

For FY14, Capital Outlay expenditures totaled \$1,851,986 for district equipment, building roof replacement, facility and ground maintenance throughout the district. The debt service fund had expenditures totaling \$5,579,740 for bond principal and interest payments, as well county treasurer fees.

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 26. The fund financial statements begin on page 18 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.

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

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 \$29.5 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 2014 follows:

	Changes in Net Position	
	<u>2014</u>	<u>2013</u>
Current Assets	14,845,824	13,542,873
Capital Assets	75,644,573	78,414,363
Total Assets	90,490,397	91,957,236
Deferred Outflows of Resources	0	0
Total Assets and Deferred Outflows Of Resources	<u>90,490,397</u>	<u>91,957,236</u>
Current Liabilities		
Current Liabilities	1,432,035	1,252,749
Long Term Liabilities	59,535,045	60,275,000
Deferred Inflows of Resources	1	0
Total Liabilities	<u>60,967,081</u>	<u>61,527,749</u>
Net Position:		
Net Investment in Capital Assets	5,346,799	17,574,250
Restricted	11,785,989	10,342,539
Unrestricted	2,390,528	2,512,698
Total Net Position	<u>29,523,317</u>	<u>30,429,487</u>

An additional portion of the District's net assets (40%) 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.

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

Statement of Activities

	<u>2014</u>	<u>2013</u>
Revenues		
Program Revenues		
Charges for Services	\$ 464,673	\$ 440,177
Operating grants	7,985,358	5,850,278
Capital grants and contributions	<u>2,063</u>	<u>132,822</u>
Total Program Revenues	<u>8,452,094</u>	<u>6,423,277</u>
General Revenues		
Property Taxes	9,428,944	7,161,903
Grants and contributions not restricted	20,526,966	20,266,890
Investment Earnings	2,796	2,809
Miscellaneous income	-	-
Total General Revenues	<u>29,958,706</u>	<u>27,431,602</u>
Total Revenues	<u>\$ 38,410,800</u>	<u>\$ 33,854,879</u>
Expenses		
Instruction	\$ 17,503,983	\$ 16,140,546
Support Services - Students	2,873,382	2,718,174
Support Services - Instruction	600,775	528,889
Support Services - General Administration	955,206	944,648
Support Services - School Administration	2,337,386	2,405,782
Central Services	874,696	720,851
Operations & Maintenance of Plant	5,483,545	4,488,775
Student Transportation	1,464,808	1,294,975
Food Services	1,825,709	1,808,785
Other Support Services	49,077	49,899
Community Services	16,296	12,278
Bond interest paid	2,720,882	2,250,999
Depreciation - unallocated	-	-
Total governmental activities	<u>36,705,745</u>	<u>33,364,601</u>
Loss on asset disposal	-	-
Change in Net Position	<u>\$ 1,705,055</u>	<u>\$ 490,278</u>

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

Governmental Activities

Net assets of the District's governmental activities increased by \$1,705,055 and unrestricted net assets reflect a positive balance of \$2,390,528.

The property tax laws in New Mexico create the need to periodically seek voter approval for additional capital outlay funds. The last 2-mill levy was approved by the voters in February 2013. Tax revenue generated from the 2-mill levy provided \$1.63 million for fiscal year 2014. 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 programs in 2014. General revenues, including tax revenue, investment earnings, and unrestricted State entitlements must support the net cost of program services.

	Net cost of Services 2014	Net cost of Services 2013
Instruction	\$ (14,404,866)	\$ (14,010,286)
Support Services - Students	(2,246,522)	(2,215,357)
Support Services - Instruction	(497,729)	(460,283)
Support Services - General Administration	(791,368)	(822,109)
Support Services - School Administration	(1,936,475)	(2,093,707)
Central Services	(724,741)	(631,554)
Operations & Maintenance of Plant	(4,543,467)	(3,932,716)
Student Transportation	(228,139)	(117,363)
Other Support Services	(40,663)	(43,718)
Food Services	(105,296)	(352,475)
Community Services	(13,502)	(10,757)
Bond interest paid	<u>(\$2,720,882)</u>	<u>(2,250,999)</u>
Total governmental activities	<u>\$ (28,253,651)</u>	<u>\$ (26,941,324)</u>

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

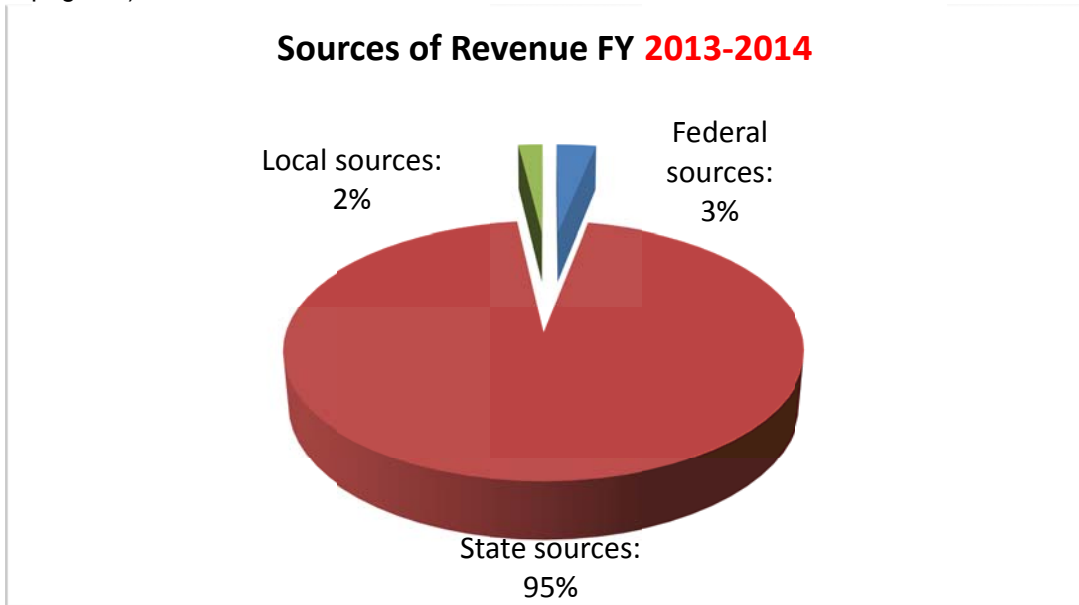
THE DISTRICT'S FUNDS

The District's governmental funds (as presented on the balance sheet on page 18) reported a combined fund balance of \$14,460,102. The schedule below indicates the fund balance by type as of June 30, 2014.

	Fund Balance <u>June 30, 2014</u>	Fund Balance <u>June 30, 2013</u>
General	\$ 2,850,603	\$ 2,997,515
Special Revenue	-	-
Debt Service	6,727,883	4,859,756
Capital Projects	3,301,797	3,572,915
Other Governmental	<u>1,579,819</u>	<u>1,702,062</u>
Total	<u>\$ 14,460,102</u>	<u>\$ 13,132,248</u>

General Fund

The District's general fund balance is primarily due to the effective management and oversight of District financial resources. The tables and graphs that follow assist in illustrating the financial activities and balance of the general fund (as presented on page 22).



	Sources of Revenue		
	FY 2013-2014	FY 2012-2013	FY 2011-2012
Federal sources:	\$ 570,928	\$ 680,613	\$ 734,401
State sources:	21,338,397	21,175,270	20,988,570
Local sources:	<u>494,260</u>	<u>418,269</u>	<u>470,966</u>
Total revenues	<u>\$22,403,585</u>	<u>\$22,274,152</u>	<u>\$ 22,193,937</u>

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

General Fund (continued)

The chart below shows General Fund expenditures by functional categories for the past three fiscal years and that the largest portion of general fund expenditures is spent for direct instruction.

<u>2013-2014</u>	<u>Total Operational Expenditures</u>	<u>\$ 20,682,431</u>
<u>2012-2013</u>	<u>Total Operational Expenditures</u>	<u>\$ 20,324,700</u>
<u>2011-2012</u>	<u>Total Operational Expenditures</u>	<u>\$ 20,617,171</u>

	2013-2014 % by Function	2012-2013 % by Function	2011-2012 % by Function
Direct Instruction	60.2%	61.3%	61.1%
Support Services Students	7.6%	7.9%	7.6%
Support Services Instruction	2.1%	2.0%	2.0%
General Administration	3.5%	3.4%	3.4%
School Administration	8.9%	9.3%	8.9%
Central Services	3.6%	3.0%	3.2%
Operation and Maint of Plant	13.9%	12.8%	13.4%
Student Transportation	0.0%	0.0%	0.0%
Other Support Services	0.2%	0.3%	0.3%
Food Services	0.0%	0.0%	0.0%
Community Services	0.0%	0.0%	0.0%
Capital Outlay	0.0%	0.0%	0.0%
	100.0%	100.0%	100.0%

Other Funds

The District's debt service fund balance increased by \$1,868,127 primarily due to increased revenues from: 1) property taxes and 2) oil and gas equipment and production taxes as calculated by 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 no new bond money and Information Technology purchases. As of June 30, 2013, all major district construction projects were completed. The remaining fund balance is expected to be spent on continuing technology replacements and improvements for the District.

The capital improvement (SB-9 funds) \$203,024 decrease in fund balance resulted from a decrease in tax collection revenues and an increase in software purchases along with the expenditures necessary to maintain the districts' facilities.

Other governmental funds consist of special revenue funds that normally are based on limited annual funding for a specific purpose. In FY14, the larger funds consisted of: 1) 2013 School Bus Replacement in the amount of \$700,296 that enabled our transportation department to purchase eight (8) new buses, 2) NM Reads to Lead Grant in the amount of \$99,553 to target reading programs in the grades K – 3, and 3) Next Generation Assessments in the amount of \$25,025 that enabled the district to purchase Chrome Books with storage carts to enable on-line student assessments.

BLOOMFIELD SCHOOLS
MANAGEMENT'S DISCUSSION AND ANALYSIS

For Fiscal Year Ending June 30, 2014

General Fund Budget Information

The District's budget is prepared in accordance with New Mexico State Public 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 \$58,327 greater than planned in the budget due to a number of factors ranging from decreases in Impact Aid, Property Taxes, and investment earnings; plus increases in federal indirect, e-rate, the state equalization guarantee, state instructional material, property rentals (US Forest Service lease-\$16K) and sale of personal property.

The District utilizes input from the Board of Education, the Board of Education 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 \$75.6 million invested in capital assets net of depreciation all in governmental activities. Detailed information regarding capital asset activity is included on page 42.

On February 12, 2013, the voters passed a Public School Capital Improvement Tax (2-mill) for property tax years 2013 through 2018. The funds are used for a wide range of projects including building and equipment maintenance, furniture, technology and equipment purchases. For the fiscal year ended June 30, 2014 the tax provided just under \$1.7 million in revenues.

Debt

At June 30, 2014, the District had \$59,535,045 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 current economic conditions in San Juan County, the district does not anticipate seeking approval for additional bonds until 2017. However, two bonds were re-funded in September 2014 that will save district taxpayers approximately \$1.2 million.

Restrictions and Other Limitations

With the support of the proceeds from past 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, 2014; however, future financial stability is not without its challenges.

The first challenge is for management to effectively and efficiently manage available resources to assure that all required educational services are provided. Maintaining student membership numbers is of vital importance in generating revenues necessary to continue educational programs. The loss of students over a prior ten year period has resulted in less revenue, which has caused the District to decrease the number of employees, facilities currently utilized and educational services offered. Between the 2013 and 2014 fiscal year, the district's membership remained flat.

The second challenge facing the District is based on the state's economy. The District's funding is determined by a calculation (State Equalization Guarantee) that distributes the dollars appropriated to public education by the State Legislature. Continued mandates, budget restrictions 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, 2014

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 12,217,750
Receivables:	
Delinquent property taxes receivable	623,194
Grant	1,365,696
Other receivables	246
Due from other governments	400,996
Supplies inventory	191,435
USDA commodities inventory	27,627
Food inventory	18,880
Non-current:	
Restricted cash	100,000
Non-depreciable assets	4,164,172
Depreciable capital assets, net	<u>71,380,401</u>
Total assets	<u>90,490,397</u>
LIABILITIES	
Accounts payable	291,782
Accrued salaries	38,361
Accrued interest	818,307
Compensated absences	283,585
Noncurrent liabilities:	
Due within one year	3,640,000
Due in more than one year	<u>55,895,045</u>
Total liabilities	60,967,080
Deferred inflows of resources:	
Advances of federal, state, and local grants	<u>1</u>
Total liabilities and deferred inflows of resources	<u>60,967,081</u>
NET POSITION	
Net investment in capital assets	15,346,799
Restricted for:	
Inventories	237,942
Special revenue funds	1,042,714
Capital projects	3,702,755
Debt service	6,802,578
Unrestricted	<u>2,390,528</u>
Total net position	<u>\$ 29,523,316</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, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets
Functions/Programs	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Governmental Activities</u>
Primary government:					
Governmental activities:					
Instruction	\$ 17,503,983	\$ 96,814	\$ 3,000,814	\$ 1,488	\$ (14,404,867)
Support Services - Students	2,873,382	134,014	492,602	244	(2,246,522)
Support Services - Instruction	600,775	-	102,995	51	(497,729)
Support Services - General Administration	955,206	-	163,757	81	(791,368)
Support Services - School Administration	2,337,386	-	400,712	199	(1,936,475)
Central Services	874,696	-	149,955	-	(724,741)
Operations & Maintenance of Plant	5,483,545	-	940,078	-	(4,543,467)
Student Transportation	1,464,808	-	1,236,669	-	(228,139)
Other Support Services	49,077	-	8,414	-	(40,663)
Food Services	1,825,709	233,845	1,486,568	-	(105,296)
Community Services	16,296	-	2,794	-	(13,502)
Bond interest paid	<u>2,720,882</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,720,882)</u>
Total governmental activities	<u>\$ 36,705,745</u>	<u>\$ 464,673</u>	<u>\$ 7,985,358</u>	<u>\$ 2,063</u>	<u>(28,253,651)</u>
General revenues:					
Property Taxes:					
					387,665
					7,352,452
					1,688,827
					20,526,966
					<u>2,796</u>
Total general revenues					<u>29,958,706</u>
Change in net position					1,705,055
Net position - beginning					<u>27,818,261</u>
Net position - ending					<u>\$ 29,523,316</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, 2014

	General Fund	Title I Fund #24101	Entitlement IDEA-B Fund #24106	Capital Improvements SB-9 Fund #31700
ASSETS				
Pooled cash and investments	\$ 1,758,725	\$ -	\$ -	\$ 3,280,330
Receivables:				
Property taxes	25,155	-	-	110,533
Grant	-	547,549	468,446	-
Other receivables	-	-	-	-
Due from other governments	16,878	-	-	70,558
Due from other funds	1,045,647	-	-	-
Supplies inventory	176,490	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
Total assets	<u>\$ 3,022,895</u>	<u>\$ 547,549</u>	<u>\$ 468,446</u>	<u>\$ 3,461,421</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 138,283	\$ 194	\$ 632	\$ 130,802
Accrued salaries	28,971	-	821	-
Due to other funds	-	547,355	466,993	-
Total liabilities	<u>167,254</u>	<u>547,549</u>	<u>468,446</u>	<u>130,802</u>
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	-
Delinquent property taxes	5,038	-	-	28,822
Total deferred inflows of resources	<u>5,038</u>	<u>-</u>	<u>-</u>	<u>28,822</u>
Total liabilities and deferred inflows of resources	<u>172,292</u>	<u>547,549</u>	<u>468,446</u>	<u>159,624</u>
Fund balance:				
Non-spendable:				
Inventories	176,490	-	-	-
Restricted for:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	3,301,797
Debt service	-	-	-	-
Unassigned	2,674,113	-	-	-
Total fund balance	<u>2,850,603</u>	<u>-</u>	<u>-</u>	<u>3,301,797</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 3,022,895</u>	<u>\$ 547,549</u>	<u>\$ 468,446</u>	<u>\$ 3,461,421</u>

(cont'd; 1 of 2)

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, 2014

	Debt Service Fund #41000	Other Governmental Funds	Total Governmental Funds
ASSETS			
Pooled cash and investments	\$ 6,048,535	\$ 1,230,160	\$ 12,317,750
Receivables:			
Property taxes	487,506	-	623,194
Grant	-	349,701	1,365,696
Other receivables	-	246	246
Due from other governments	313,560	-	400,996
Due from other funds	-	241,344	1,286,991
Supplies inventory	-	14,945	191,435
USDA commodities inventory	-	27,627	27,627
Food inventory	-	18,880	18,880
Total assets	<u>\$ 6,849,601</u>	<u>\$ 1,882,903</u>	<u>\$ 16,232,815</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ 21,871	\$ 291,782
Accrued salaries	-	8,569	38,361
Due to other funds	-	272,643	1,286,991
Total liabilities	<u>-</u>	<u>303,083</u>	<u>1,617,134</u>
Deferred inflows of resources:			
Advances of federal, state, and local grants	-	1	1
Delinquent property taxes	121,718	-	155,578
Total deferred inflows of resources	<u>121,718</u>	<u>1</u>	<u>155,579</u>
Total liabilities and deferred inflows of resources	<u>121,718</u>	<u>303,084</u>	<u>1,772,713</u>
Fund balance:			
Non-spendable:			
Inventories	-	61,452	237,942
Restricted for:			
Special revenue funds	-	1,042,714	1,042,714
Capital projects funds	-	400,958	3,702,755
Debt service	6,727,883	74,695	6,802,578
Unassigned	-	-	2,674,113
Total fund balance	<u>6,727,883</u>	<u>1,579,819</u>	<u>14,460,102</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 6,849,601</u>	<u>\$ 1,882,903</u>	<u>\$ 16,232,815</u>

(2 of 2)

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, 2014

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

Fund balances - total governmental funds	\$	14,460,102
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Capital assets		149,941,549
Accumulated depreciation		(74,396,976)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes receivable		155,578
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		(57,160,000)
Accrued interest payable		(818,307)
Accrued vacation payable		(283,585)
Bond premiums		<u>(2,375,045)</u>
Net position of governmental activities	\$	<u>29,523,316</u>

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, 2014

	General <u>Fund</u>	Title I <u>Fund #24101</u>	Entitlement IDEA-B <u>Fund #24106</u>	Capital Improvements SB-9 <u>Fund #31700</u>
Revenues:				
Federal sources:				
Public Law 874	\$ 378,165	\$ -	\$ -	\$ -
Department of Defense	57,206	-	-	-
Federal flowthrough grants	66,444	1,342,879	928,253	-
Federal direct grants	69,113	-	-	-
Food and milk reimbursements	-	-	-	-
USDA Commodities	-	-	-	-
State sources:				
State equalization guarantee	19,893,784	-	-	-
Transportation	1,236,669	-	-	-
State instructional material	203,217	-	-	-
State grant	4,727	-	-	-
Local sources:				
Grant	-	-	-	-
District school tax levy	388,765	-	-	1,693,791
Fees and activities	91,383	-	-	-
Earnings from investments	1,921	-	-	1,833
Miscellaneous	<u>12,191</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>22,403,585</u>	<u>1,342,879</u>	<u>928,253</u>	<u>1,695,624</u>
Expenditures:				
Current:				
Instruction	12,850,112	1,054,410	536,988	-
Support Services:				
Students	1,586,710	133,306	354,082	-
Instruction	446,499	37,931	-	-
General Administration	708,546	39,844	24,365	8,808
School Administration	1,863,100	74,611	-	-
Central Services	760,457	-	-	-
Operation & Maintenance of Plant	3,009,127	-	-	1,734,678
Student Transportation	1,278,954	2,777	-	-
Other Support Services	43,597	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	12,818	-
Capital outlay	-	-	-	223,256
Debt service:				
Principal retirement	-	-	-	-
Bond interest paid	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>22,547,102</u>	<u>1,342,879</u>	<u>928,253</u>	<u>1,966,742</u>
Excess (deficiency) of revenues over expenditures	(143,517)	-	-	(271,118)
Other financing uses:				
Refunds	<u>(3,395)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(146,912)	-	-	(271,118)
Fund balance at beginning of the year	<u>2,997,515</u>	<u>-</u>	<u>-</u>	<u>3,572,915</u>
Fund balance at end of the year	<u>\$ 2,850,603</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,301,797</u>

(cont'd; 1 of 2)

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, 2014

	Debt Service <u>Fund #41000</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Revenues:			
Federal sources:			
Public Law 874	\$ -	\$ 185,620	\$ 563,785
Department of Defense	-	-	57,206
Federal flowthrough grants	-	367,197	2,704,773
Federal direct grants	297,690	473,539	840,342
Food and milk reimbursements	-	1,360,915	1,360,915
USDA Commodities	-	125,653	125,653
State sources:			
State equalization guarantee	-	-	19,893,784
Transportation	-	-	1,236,669
State instructional material	-	-	203,217
State grant	-	1,238,982	1,243,709
Local sources:			
Grant	-	30,251	30,251
District school tax levy	7,346,232	-	9,428,788
Fees and activities	-	373,290	464,673
Earnings from investments	1,635	1,105	6,494
Miscellaneous	<u>-</u>	<u>-</u>	<u>12,191</u>
Total revenue	<u>7,645,557</u>	<u>4,156,552</u>	<u>38,172,450</u>
Expenditures:			
Current:			
Instruction	-	1,107,887	15,549,397
Support Services:			
Students	-	478,427	2,552,525
Instruction	-	37,277	521,707
General Administration	39,320	27,660	848,543
School Administration	-	138,670	2,076,381
Central Services	-	16,566	777,023
Operation & Maintenance of Plant	-	127,419	4,871,224
Student Transportation	-	19,509	1,301,240
Other Support Services	-	-	43,597
Food Services Operations	-	1,621,841	1,621,841
Community Services	-	1,658	14,476
Capital outlay	-	701,881	925,137
Debt service:			
Principal retirement	3,115,000	-	3,115,000
Bond interest paid	<u>2,623,110</u>	<u>-</u>	<u>2,623,110</u>
Total expenditures	<u>5,777,430</u>	<u>4,278,795</u>	<u>36,841,201</u>
Excess (deficiency) of revenues over expenditures	1,868,127	(122,243)	1,331,249
Other financing uses:			
Refunds	<u>-</u>	<u>-</u>	<u>(3,395)</u>
Net change in fund balance	1,868,127	(122,243)	1,327,854
Fund balance at beginning of the year	<u>4,859,756</u>	<u>1,702,062</u>	<u>13,132,248</u>
Fund balance at end of the year	<u>\$ 6,727,883</u>	<u>\$ 1,579,819</u>	<u>\$ 14,460,102</u>

(2 of 2)

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, 2014

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

Net change in fund balance - total governmental funds	\$	1,327,854
<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		925,137
Depreciation		(3,794,927)
<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, 2013		(155,422)
June 30, 2014		155,578
<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 premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. These differences in the treatment of long-term debt and related items consist of:</p>		
Current year principal payments		3,115,000
Bond premium amortization		241,589
<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, 2013		271,603
June 30, 2014		(283,585)
<p style="padding-left: 20px;">Accrued interest at:</p>		
June 30, 2013		720,535
June 30, 2014		<u>(818,307)</u>
Change in net position of governmental activities	\$	<u>1,705,055</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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 471,206	\$ 471,206	\$ 378,165	\$ (93,041)
Department of Defense	54,700	54,700	57,206	2,506
Federal direct grant	38,527	38,527	135,557	97,030
State sources:				
State equalization guarantee	19,787,935	19,857,711	19,893,784	36,073
Transportation	1,246,848	1,236,669	1,236,669	-
State instructional material	157,693	185,615	204,717	19,102
State grant	-	-	4,727	4,727
Local sources:				
District school tax levy	422,762	422,762	376,382	(46,380)
Fees and activities	34,100	34,100	47,607	13,507
Earnings from investments	2,700	2,700	1,973	(727)
Miscellaneous	5,000	30,119	55,649	25,530
Total revenues	22,221,471	22,334,109	22,392,436	58,327
Expenditures:				
Current:				
Instruction	13,970,683	13,751,967	12,843,822	908,145
Support Services:				
Students	1,637,466	1,622,516	1,588,099	34,417
Instruction	466,999	465,257	449,359	15,898
General Administration	763,983	820,843	736,169	84,674
School Administration	1,899,674	1,880,106	1,864,570	15,536
Central Services	759,231	769,631	756,001	13,630
Operation & Maintenance of Plant	2,918,099	3,515,158	2,925,794	589,364
Student Transportation	1,246,848	1,340,429	1,323,822	16,607
Other Support Services	109,179	125,479	35,122	90,357
Capital outlay:				
Equipment	239,975	868,162	-	868,162
Total expenditures	24,012,137	25,159,548	22,522,758	2,636,790
Excess (deficiency) of revenues over expenditures	(1,790,666)	(2,825,439)	(130,322)	2,695,117
Other financing uses:				
Refunds	-	-	(3,395)	(3,395)
Net change in fund balance	(1,790,666)	(2,825,439)	(133,717)	2,691,722
Beginning cash balance budgeted	1,790,666	2,825,439	-	(2,825,439)
Fund balance at beginning of the year	-	-	2,997,515	2,997,515
Fund balance at end of the year	\$ -	\$ -	2,863,798	\$ 2,863,798
RECONCILIATION TO GAAP BASIS:				
Change in inventory			(31,368)	
Change in property tax receivable			5,830	
Change in due from other governments			4,250	
Change in payables			18,759	
Change in accrued liabilities			(11,766)	
Change in deferred property taxes			1,100	
			\$ 2,850,603	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 1,106,816	\$ 1,557,526	\$ 1,243,660	\$ (313,866)
Expenditures:				
Current:				
Instruction	879,583	1,196,434	1,061,890	134,544
Support Services:				
Students	83,126	185,504	133,306	52,198
Instruction	38,634	38,635	38,187	448
General Administration	33,224	45,483	39,844	5,639
School Administration	65,611	84,832	74,611	10,221
Student Transportation	6,638	6,638	2,862	3,776
Total expenditures	1,106,816	1,557,526	1,350,700	206,826
Excess (deficiency) of revenues over expenditures	-	-	(107,040)	(107,040)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(107,040)	\$ (107,040)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			99,218	
Change in payables			7,737	
Change in accrued liabilities			85	
			\$ -	

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

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

ENTITLEMENT IDEA-B FUND - NO. 24106
 Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 712,420	\$ 1,103,049	\$ 698,683	\$ (404,366)
 Expenditures:				
Current:				
Instruction	332,456	590,168	539,828	50,340
Support Services:				
Students	353,447	439,808	356,818	82,990
General Administration	18,167	39,722	24,365	15,357
Community Services Operations	8,350	33,351	23,476	9,875
Total expenditures	712,420	1,103,049	944,487	158,562
 Excess (deficiency) of revenues over expenditures	-	-	(245,804)	(245,804)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(245,804)	\$ (245,804)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			229,570	
Change in payables			2,145	
Change in accrued liabilities			14,089	
			\$ -	

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, 2014

ASSETS

Pooled cash and investments	\$ 262,054
-----------------------------	------------

LIABILITIES

Deposits held for others	\$ 262,054
--------------------------	------------

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

THIS PAGE INTENTIONALLY LEFT BLANK

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

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	32
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	33
1. Major Funds	34
D. Assets, Liabilities, and Net Position or Equity	34
II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY	
A. Budgetary Information	38
B. Budgetary Violations	39
C. Deficit Fund Equity	39
III. DETAILED NOTES ON ALL FUNDS	
A. Cash and Temporary Investments	39
B. Receivables	41
C. Capital Assets	42
D. Inter-Fund Receivables and Payables	43
E. Inter-Fund Transfers	43
F. Long-Term Debt	43
IV. OTHER INFORMATION	45

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

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.

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

1. Blended Component Units

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

2. Discretely Presented Component Units

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

The summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Bloomfield Municipal School District's management who is responsible for their integrity and objectivity. The financial statements of the District conform to GAAP as applied to governmental units. 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.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) 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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

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

During fiscal year 2014, Bloomfield Municipal School District No. 6 adopted the following GASB Statements:

- GASB 66, *Technical Corrections: an amendment to GASB Statements No. 10 and No. 62*, resolves conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting and thereby enhance the usefulness of the financial reports. This Statement will be effective for the year ended June 30, 2014.
- GASB 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25*, establishes accounting and financial reporting requirements related to pensions for governments whose employees are provided with pensions through pension plans that are covered by the scope of this Statement, as well as for nonemployer governments that have a legal obligation to contribute to those plans. This Statement will be effective for the year ended June 30, 2014.
- GASB 70, *Accounting and Financial Reporting for Nonexchange Financial*, the requirements of this Statement will enhance comparability of financial statements among governments by requiring consistent reporting by those governments that extend nonexchange financial guarantees and by those governments that receive nonexchange financial guarantees. This Statement will be effective for the year ended June 30, 2014.

Other accounting standards that Bloomfield Municipal School District No. 6 is currently reviewing for applicability and potential impact on the financial statements include:

- GASB 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, this Statement addresses accounting and financial reporting for pensions that are provided to the employees of state and local governmental employers through pension plans that are administered through trusts. This Statement requires the liability of defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. This Statement will be effective for the year ended June 30, 2015.
- GASB 69, *Government Combinations and Disposals of Government Operations*, which distinguishes between a government merger and a government acquisition and establishes accounting and financial reporting standards related to government combinations and disposals of government operations. This Statement will be effective for the year ended June 30, 2015.
- GASB 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date (Amendment to GASB 68)*, improve accounting and financial reporting by addressing an issue in Statement No. 68, *Accounting and Financial Reporting for Pensions*, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities. This Statement will be effective at the implementation of GASB 68.

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. Revenues received during the year but are applicable to subsequent years are reported as deferred inflows of resources. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Expenditures incurred during the year that are for the benefit of subsequent years are reported as deferred outflows of resources.

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

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (cont'd)

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.

Entitlement IDEA-B Special Revenue Fund – The Entitlement 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..

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

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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

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 from/to 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 from/to other funds."

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

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
Vehides	5-7
Office equipment	5
Computer equipment	3-5

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

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 notice 180 days prior to 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 are deferred and amortized over the life of the bonds using the effective interest method. Bond issue costs are reported as expenditures during the year in which they are incurred. 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.

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, 2014.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

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, (b) that are not classified as non-spendable and are neither restricted nor committed and (c) 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, 2014.

e. Unassigned

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

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

8. *Net position*

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

a. Net investment in capital assets

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

b. Restricted Net Position

Net Position are 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 "net investment in capital assets" 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.

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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

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 \$19,893,784 in state equalization guarantee distributions during the year ended June 30, 2014.

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 \$1,236,669 in transportation distributions during the year ended June 30, 2014.

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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont'd)

A. Budgetary Information (cont'd)

4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.
6. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

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, 2014 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	\$ 24,012,137	\$ 25,159,548
Special Revenue Fund	5,926,805	8,076,792
Capital Projects Fund	4,962,461	5,876,603
Debt Service Fund	10,155,131	10,561,501
Totals	\$ 45,056,534	\$ 49,674,444

B. Budgetary Violations

The District did not have any budgetary violations during the year ended June 30, 2014.

C. Deficit Fund Equity

There were not any deficit fund balances as of June 30, 2014.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

1. *Cash and equivalents*

Cash and equivalents are comprised of the following balances:

	<u>Balance</u>
Banks:	
Citizens Bank	\$ 14,114,494
Bank of Albuquerque	100,002
Less agency cash	(262,054)
Less net reconciling items	(1,634,892)
Less restricted cash	(100,000)
Cash on hand	200
Total cash and equivalents	\$ 12,217,750

A listing of individual bank accounts is provided on the Cash Reconciliation schedule on page 118.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

A. Cash and Temporary Investments (cont'd)

At June 30, 2014, the carrying amount of the District's deposits was \$12,579,604 and the bank balance was \$14,214,496 with the difference consisting of outstanding checks. Of this balance \$350,002 was covered by federal depository insurance and \$9,085,410 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, 2014, \$4,779,086 of the District's bank balance of \$14,214,496 was exposed to custodial risk as follows:

	Citizens <u>Bank</u>	Bank of <u>Albuquerque</u>	<u>Total</u>
Uninsured and uncollateralized	\$ 4,779,084	\$ -	\$ 4,779,084
Uninsured and collateral held by pledging bank's trust dept not in the District's name	9,085,410	-	9,085,410
Total uninsured	13,864,494	-	13,864,494
Insured (FDIC)	250,000	100,002	350,002
Total deposits	\$ 14,114,494	\$ 100,002	\$ 14,214,496
State of New Mexico collateral requirement:			
50% of uninsured public fund bank deposits	\$ 6,932,248	\$ -	\$ 6,932,248
Pledged security	9,085,410	-	9,085,410
Over collateralization	\$ 2,153,162	\$ -	\$ 2,153,162

The collateral pledged is listed on Page 117 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the 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.

Restricted Cash

The District has a reserve account held with Bank of Albuquerque in the amount of \$100,000. The account is a required reserve to be maintained until the maturity of the Series 2006 Revenue Bonds. The interest earned on the account is used to pay interest on the revenue bonds.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

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		Governments	Funds
	Property Taxes	Grant		
Major Funds:				
General	\$ 25,155	\$ -	\$ 16,878	\$ 1,045,647
Title I	-	547,549	-	-
Entitlement IDEA-B	-	468,446	-	-
Title II Teacher Quality	-	-	-	-
Capital Improvements SB - 9	110,533	-	70,558	-
Debt Service	487,506	-	313,560	-
Other Governmental Funds	-	349,701	-	241,344
Total	<u>\$ 623,194</u>	<u>\$ 1,365,696</u>	<u>\$ 400,996</u>	<u>\$ 1,286,991</u>

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	\$ -	\$ 1
Delinquent property taxes		
General Fund	5,038	-
Capital Improvements SB - 9	28,822	-
Debt Service Fund	121,718	-
Total deferred/unearned revenue for governmental funds	<u>\$ 155,578</u>	<u>\$ 1</u>

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

C. Capital Assets

Capital asset activity for the year ended June 30, 2014 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>-</u>	<u>-</u>	<u>-</u>
Total capital assets not being depreciated	<u>4,164,172</u>	<u>-</u>	<u>-</u>	<u>4,164,172</u>
Capital assets being depreciated:				
Land improvements	4,962,298	-	-	4,962,298
Buildings and improvements	132,226,456	125,658	(68,700)	132,283,414
Furniture, fixtures, and equipment	<u>8,182,931</u>	<u>799,479</u>	<u>(450,745)</u>	<u>8,531,665</u>
Total capital assets being depreciated	<u>145,371,685</u>	<u>925,137</u>	<u>(519,445)</u>	<u>145,777,377</u>
Less accumulated depreciation for:				
Land improvements	(2,200,576)	(248,115)	-	(2,448,691)
Buildings and improvements	(62,027,120)	(3,207,191)	68,700	(65,165,611)
Furniture, fixtures, and equipment	<u>(6,893,798)</u>	<u>(339,621)</u>	<u>450,745</u>	<u>(6,782,674)</u>
Total accumulated depreciation	<u>(71,121,494)</u>	<u>(3,794,927)</u>	<u>519,445</u>	<u>(74,396,976)</u>
Total capital assets being depreciated, net	<u>74,250,191</u>	<u>(2,869,790)</u>	<u>-</u>	<u>71,380,401</u>
Total capital assets, net	<u>\$ 78,414,363</u>	<u>\$ (2,869,790)</u>	<u>\$ -</u>	<u>\$ 75,544,573</u>

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

<u>Depreciation Allocation to Functions</u>	
Instruction	\$ 1,954,586
Support Services - Students	320,857
Support Services - Instruction	67,086
Support Services - General Administration	106,663
Support Services - School Administration	261,005
Central Services	315,725
Operations & Maintenance of Plant	394,269
Student Transportation	163,568
Other Support Services	5,480
Food Services	203,868
Community Services	<u>1,820</u>
Total Depreciation Expense	<u>\$ 3,794,927</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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

C. Capital Assets (cont'd)

Construction commitments

The District is involved in long-term construction projects as part of their master plan for upgrading the district buildings. The amount of \$3,702,755 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, 2014 were:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 1,045,647	\$ -
Title I	-	547,355
Entitlement IDEA-B	-	466,993
Other Governmental Funds	241,344	272,643
Total deferred/unearned revenue for governmental funds	<u>\$ 1,286,991</u>	<u>\$ 1,286,991</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.

E. Inter-Fund Transfers

There was not any inter-fund transfers made during the year ended June 30, 2014.

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, 2014 are as follows:

	<u>Original</u>			<u>Amount Due</u>
<u>General Obligations Bonds</u>	<u>Amount</u>	<u>Interest Rates</u>	<u>Balance</u>	<u>Within One Year</u>
Series 2005A	6,785,000	2.50% to 4.00%	\$ 2,425,000	\$ 825,000
Series 2005B	5,000,000	3.25% to 4.125%	3,075,000	100,000
Series 2006	15,000,000	4.00% to 5.50%	11,550,000	600,000
Series 2009	19,055,000	4.00% to 5.00%	14,955,000	760,000
Series 2010	6,000,000	5.851%	6,000,000	-
Series 2011	20,875,000	3.00% to 5.00%	19,155,000	1,355,000
Total	<u>\$ 72,715,000</u>		<u>\$ 57,160,000</u>	<u>\$ 3,640,000</u>

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

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

F. Long-Term Debt (cont'd)

The District issued a "Qualified School Construction Bond" (GO Bond Series 2010) in the amount of \$6,000,000. The proceeds were used for new construction projects and the repairs of existing facilities. The bond issue was authorized under section 54 of the Internal Revenue Code as amended by the American Recovery and Reinvestment Act. The Act amended section 54A(d)(1) to provide that the term "qualified tax credit bond" means, in part, a qualified school construction bond that is part of an issue that meets the requirements of section 54A(d)(2), (3), (4), (5), and (6). The District paid interest of \$53,370 on the bond issue and received a "subsidy" for the remaining interest due on this bond issue. The holders of the bonds will receive a tax credit in lieu of interest payments. The "subsidy" effectively reduces the District's interest payments by \$297,690. Additionally, the District was required to fund a sinking fund beginning August 1, 2013. The fund will have a yield of 4.35% and must be funded as follows:

Funding of Sinking Fund	
August 1,	Amount
2013	\$ 100,000
2014	100,000
2015	200,000
2016	250,000
2017	250,000
2018	300,000
2019	300,000
2020	300,000
2021	500,000
2022	600,000
2023	600,000
2024	600,000
2025	600,000
2026	600,000
2027	700,000
Total	\$ 6,000,000

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

General Obligation Bonds			
Year Ending			Total
June 30,	Principal	Interest	Requirements
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	4,650,000	1,929,035	6,579,035
2019	4,840,000	1,728,535	6,568,535
2020 - 2024	26,505,000	5,070,587	31,575,587
2025 - 2029	9,000,000	1,288,710	10,288,710
Total	\$ 57,160,000	\$ 16,921,547	\$ 74,081,547

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

III. DETAILED NOTES ON ALL FUNDS (cont'd)

F. Long-Term Debt (cont'd)

	<u>Balance</u>
Bonds payable	\$ 57,160,000
Less: current maturities	(3,640,000)
Unamortized:	
Bond premiums	<u>2,375,045</u>
Total non-current liabilities	<u>\$ 55,895,045</u>

Changes in long term debt – During the year ended June 30, 2014 the following changes occurred in liabilities reported in the general obligation bonds account group:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	Ending <u>Balance</u>	Amount Due <u>Within One Year</u>
Compensated absences:					
Compensated vacation	\$ 271,603	\$ 184,597	\$ 172,615	\$ 283,585	\$ 283,585
Bonds payable	<u>60,275,000</u>	<u>-</u>	<u>3,115,000</u>	<u>57,160,000</u>	<u>3,640,000</u>
	<u>\$ 60,546,603</u>	<u>\$ 184,597</u>	<u>\$ 3,287,615</u>	<u>\$ 57,443,585</u>	<u>\$ 3,923,585</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.

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, 2014.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

IV. OTHER INFORMATION (cont'd)

B. 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

Funding Policy

Member Contributions

Plan members whose annual salary is \$20,000 or less are required by statute to contribute 7.9% of their gross salary. Plan members whose annual salary is over \$20,000 are required to make the following contributions to the Plan: 10.1% of their gross salary in fiscal year 2014 and 10.7% of their gross salary in fiscal year 2015 and thereafter.

Employer Contributions

In fiscal year 2014, the District was required to contribute 13.15% of the gross covered salary for employees whose annual salary is \$20,000 or less, and 13.15% of the gross covered salary for employees whose annual salary is more than \$20,000. In the future, the District will contribute the following percentages of the gross covered salary of employees: 13.15% of gross covered salary in fiscal year 2014; and 13.9% of gross covered salary in fiscal year 2015. 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 ERB for the fiscal years ending June 30, 2014, 2013, and 2012, were \$2,092,688, \$1,712,477, and \$1,903,882, respectively, which equal the amount of the required contributions for each fiscal year.

C. Post-Retirement Health Care Benefits

Plan Description

Bloomfield Municipal School District No. 6 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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

IV. OTHER INFORMATION (cont'd)

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 employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contributions to the RHCA for the years ended June 30, 2014, 2013 and 2012 were \$318,315, \$309,679, and \$286,465, respectively, which equal the required contributions for each year.

D. 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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2014

IV. OTHER INFORMATION (cont'd)

E. Joint Venture

Participants:	Bloomfield Municipal School District No. 6 City of Bloomfield
Operation Responsibility:	Both parties
Description:	For the purposes of constructing, maintaining, and operating a swimming pool facility for the students and the public. Bloomfield Municipal School District No. 6 is responsible for constructing and insuring the facility. The City of Bloomfield will be the fiscal agent of the facility and will maintain and operate the facility.
Period:	January 10, 2005 to January 10, 2030. Renewable for 2 additional 5 year terms
Project Cost:	Bloomfield Municipal Schools agrees to provide location and pay for construction costs in addition to carrying property damage insurance.
Association Contributions:	Initial: Construction costs in the amount of \$3,212,000 Annually: Undetermined.
Audit Responsibility:	City of Bloomfield
Reporting Responsibility:	Revenues are collected and recorded by the City and are shared and recorded by both parties. Expenses are incurred and recorded by both parties.

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 September 26, 2014, which is the date the financial statements were available to be issued.

Refunding Bond Issue

In February 2014 the voters approved \$35,000,000 bond issue. On September 9, 2014, the District issued a portion of the authorized general obligation bonds of \$102.80 (\$13,615,000) with an interest rates of 2.00% to currently refund the Series May 10, 2005 and Series March 15, 2006 (refunded bonds) bonds with interest rates from 3.25% to 4.125% and 4.00% to 5.50%, respectively, and a total par value of \$13,925,000. The two bond series constituting the refunded bonds mature on October 1, 2020 and October 1, 2022, respectively. After paying issue costs of \$141,531, the net proceeds were \$13,473,469, plus a premium of \$381,136. As a result of the refunding, the District received an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$1,220,850, or 9.094% of the par value of the refunded bonds. The current refunding met the requirements of an in-substance debt defeasance and the refunded bonds were removed from the District's government-wide financial statements.

GENERAL FUNDS
YEAR ENDED JUNE 30, 2014

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, 2014

	General Funds			Total General Funds
	Operational Fund #11000	Transportation Fund #13000	Instructional Materials Fund #14000	
ASSETS				
Pooled cash and investments	\$ 1,693,049	\$ 16,607	\$ 49,069	\$ 1,758,725
Receivables:				
Property taxes	25,155	-	-	25,155
Due from other governments	16,878	-	-	16,878
Due from other funds	1,045,647	-	-	1,045,647
Fuel inventory	176,490	-	-	176,490
Total assets	\$ 2,957,219	\$ 16,607	\$ 49,069	\$ 3,022,895
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 129,808	\$ 8,475	\$ -	\$ 138,283
Accrued salaries	26,057	2,914	-	28,971
Total liabilities	155,865	11,389	-	167,254
Deferred inflows of resources:				
Delinquent property taxes	5,038	-	-	5,038
Total liabilities and deferred inflows of resources	160,903	11,389	-	172,292
Fund balance:				
Non-spendable:				
Inventories	176,490	-	-	176,490
Unassigned	2,619,826	5,218	49,069	2,674,113
Total fund balance	2,796,316	5,218	49,069	2,850,603
Total liabilities, deferred inflows of resources, and fund balance	\$ 2,957,219	\$ 16,607	\$ 49,069	\$ 3,022,895

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, 2014

	General Funds			Total General Fund
	Operational Fund #11000	Transportation Fund #13000	Instructional Materials Fund #14000	
Revenues:				
Federal sources:				
Public Law 874	\$ 378,165	\$ -	\$ -	\$ 378,165
Department of Defense	57,206	-	-	57,206
Federal flowthrough grants	66,444	-	-	66,444
Federal direct grants	69,113	-	-	69,113
State sources:				
State equalization guarantee	19,893,784	-	-	19,893,784
Transportation	-	1,236,669	-	1,236,669
State instructional material	-	-	203,217	203,217
State grant	4,727	-	-	4,727
Local sources:				
District school tax levy	388,765	-	-	388,765
Fees and activities	91,383	-	-	91,383
Earnings from investments	1,921	-	-	1,921
Miscellaneous	-	10,691	1,500	12,191
Total revenue	20,951,508	1,247,360	204,717	22,403,585
Expenditures:				
Current:				
Instruction	12,633,606	-	216,506	12,850,112
Support Services:				
Students	1,586,710	-	-	1,586,710
Instruction	446,499	-	-	446,499
General Administration	708,546	-	-	708,546
School Administration	1,863,100	-	-	1,863,100
Central Services	760,457	-	-	760,457
Operation & Maintenance of Plant	3,009,127	-	-	3,009,127
Student Transportation	-	1,278,954	-	1,278,954
Other Support Services	43,597	-	-	43,597
Total expenditures	21,051,642	1,278,954	216,506	22,547,102
Excess (deficiency) of revenues over expenditures	(100,134)	(31,594)	(11,789)	(143,517)
Other financing uses:				
Refunds	-	(3,395)	-	(3,395)
Net change in fund balance	(100,134)	(34,989)	(11,789)	(146,912)
Fund balance at beginning of the year	2,896,450	40,207	60,858	2,997,515
Fund balance at end of the year	\$ 2,796,316	\$ 5,218	\$ 49,069	\$ 2,850,603

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 471,206	\$ 471,206	\$ 378,165	\$ (93,041)
Department of Defense	54,700	54,700	57,206	2,506
Federal direct grant	38,527	38,527	135,557	97,030
State sources:				
State equalization guarantee	19,787,935	19,857,711	19,893,784	36,073
State grant	-	-	4,727	4,727
Local sources:				
District school tax levy	422,762	422,762	376,382	(46,380)
Fees and activities	34,100	34,100	47,607	13,507
Earnings from investments	2,700	2,700	1,973	(727)
Miscellaneous	5,000	19,427	44,958	25,531
Total revenues	<u>20,816,930</u>	<u>20,901,133</u>	<u>20,940,359</u>	<u>39,226</u>
Expenditures:				
Current:				
Instruction	13,753,134	13,505,494	12,627,316	878,178
Support Services:				
Students	1,637,466	1,622,516	1,588,099	34,417
Instruction	466,999	465,257	449,359	15,898
General Administration	763,983	820,843	736,169	84,674
School Administration	1,899,674	1,880,106	1,864,570	15,536
Central Services	759,231	769,631	756,001	13,630
Operation & Maintenance of Plant	2,918,099	3,515,158	2,925,794	589,364
Other Support Services	109,179	125,479	35,122	90,357
Capital outlay:				
Equipment	239,975	868,162	-	868,162
Total expenditures	<u>22,547,740</u>	<u>23,572,646</u>	<u>20,982,430</u>	<u>2,590,216</u>
Excess (deficiency) of revenues over expenditures	(1,730,810)	(2,671,513)	(42,071)	2,629,442
Beginning cash balance budgeted	1,730,810	2,671,513	-	(2,671,513)
Fund balance at beginning of the year	-	-	2,896,450	2,896,450
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	2,854,379	<u>\$ 2,854,379</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			(31,368)	
Change in property tax receivable			5,830	
Change in due from other governments			4,250	
Change in payables			(27,223)	
Change in accrued liabilities			(10,652)	
Change in deferred property taxes			1,100	
			<u>\$ 2,796,316</u>	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
Transportation	\$ 1,246,848	\$ 1,236,669	\$ 1,236,669	\$ -
Local sources:				
Miscellaneous	-	10,692	10,691	(1)
Total revenues	1,246,848	1,247,361	1,247,360	(1)
Expenditures:				
Current:				
Support Services:				
Student Transportation	1,246,848	1,340,429	1,323,822	16,607
Excess (deficiency) of revenues over expenditures	-	(93,068)	(76,462)	16,606
Other financing uses:				
Refunds	-	-	(3,395)	(3,395)
Net change in fund balance	-	(93,068)	(79,857)	13,211
Beginning cash balance budgeted	-	93,068	-	(93,068)
Fund balance at beginning of the year	-	-	40,207	40,207
Fund balance at end of the year	\$ -	\$ -	(39,650)	\$ (39,650)
RECONCILIATION TO GAAP BASIS:				
Change in payables			45,982	
Change in accrued liabilities			(1,114)	
			\$ 5,218	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
State instructional material	\$ 157,693	\$ 185,615	\$ 204,717	\$ 19,102
 Expenditures:				
Current:				
Instruction	<u>217,549</u>	<u>246,473</u>	<u>216,506</u>	<u>29,967</u>
Excess (deficiency) of revenues over expenditures	(59,856)	(60,858)	(11,789)	49,069
Beginning cash balance budgeted	59,856	60,858	-	(60,858)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>60,858</u>	<u>60,858</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>49,069</u>	<u><u>\$ 49,069</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u><u>\$ 49,069</u></u>	

NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Food Service Fund #21000	Athletics Fund #22000	Activities Fund #23000	Discretionary IDEA-B Fund #24107
ASSETS				
Pooled cash and investments	\$ 551,766	\$ 91,875	\$ 28,234	\$ -
Receivables:				
Grant	61,163	-	-	-
Other receivables	35	-	211	-
Due from other funds	-	-	-	-
Supplies inventory	-	14,945	-	-
USDA commodities inventory	27,627	-	-	-
Food inventory	<u>18,880</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 659,471</u>	<u>\$ 106,820</u>	<u>\$ 28,445</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 434	\$ -
Accrued salaries	8,472	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	8,472	-	434	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resou	<u>8,472</u>	<u>-</u>	<u>434</u>	<u>-</u>
Fund balance:				
Non-spendable:				
Inventories	46,507	14,945	-	-
Restricted for:				
Special revenue funds	604,492	91,875	28,011	-
Capital projects funds	-	-	-	-
Debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>659,999</u>	<u>106,820</u>	<u>28,011</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 659,471</u>	<u>\$ 106,820</u>	<u>\$ 28,445</u>	<u>\$ -</u>

(cont'd; 1 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	New Mexico Autism <u>Fund #24108</u>	Preschool IDEA-B <u>Fund #24109</u>	Fresh Fruits and Vegetables <u>Fund #24118</u>	IDEA-B "Risk Pool" <u>Fund #24120</u>
ASSETS				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Grant	302	28,340	-	-
Other receivables	-	-	-	-
Due from other funds	-	-	-	-
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 302</u>	<u>\$ 28,340</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ 1,032	\$ -	\$ -
Accrued salaries	-	-	-	-
Due to other funds	<u>302</u>	<u>27,308</u>	<u>-</u>	<u>-</u>
Total liabilities	302	28,340	-	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>302</u>	<u>28,340</u>	<u>-</u>	<u>-</u>
Fund balance:				
Non-spendable:				
Inventories	-	-	-	-
Restricted for:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	-
Debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 302</u>	<u>\$ 28,340</u>	<u>\$ -</u>	<u>\$ -</u>

(cont'd; 2 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Title III English Language Fund #24153	Title II Teacher Quality Fund #24154	Carl D Perkins Fund #24174	Carl D Perkins Secondary - PY Obligations Fund #24175
ASSETS				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Grant	6,331	30,160	10,726	-
Other receivables	-	-	-	-
Due from other funds	-	-	-	1
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
Total assets	\$ 6,331	\$ 30,160	\$ 10,726	\$ 1
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued salaries	-	-	-	-
Due to other funds	6,331	30,160	10,726	-
Total liabilities	6,331	30,160	10,726	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	1
Total liabilities and deferred inflows of resour	6,331	30,160	10,726	1
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	\$ 6,331	\$ 30,160	\$ 10,726	\$ 1

(cont'd; 3 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Carl D Perkins Secondary Redistribution <u>Fund #24176</u>	Johnson O'Malley <u>Fund #25131</u>	Impact Aid Special Education <u>Fund #25145</u>	Impact Aid Indian Education <u>Fund #25147</u>
ASSETS				
Pooled cash and investments	\$ -	\$ -	\$ 60	\$ -
Receivables:				
Grant	-	17,975	-	-
Other receivables	-	-	-	-
Due from other funds	-	-	107,960	98,830
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
	-	-	-	-
Total assets	\$ -	\$ 17,975	\$ 108,020	\$ 98,830
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued salaries	-	-	-	-
Due to other funds	-	17,975	-	-
	-	17,975	-	-
Total liabilities	-	17,975	-	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	-
	-	-	-	-
Total liabilities and deferred inflows of resou	-	17,975	-	-
Fund balance:				
Non-spendable:				
Inventories	-	-	-	-
Restricted for:				
Special revenue funds	-	-	108,020	98,830
Capital projects funds	-	-	-	-
Debt service	-	-	-	-
	-	-	-	-
Total fund balance	-	-	108,020	98,830
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ 17,975	\$ 108,020	\$ 98,830

(cont'd; 4 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Title XIX Medicaid <u>Fund #25153</u>	Indian Ed Formula Grant <u>Fund #25184</u>	Conoco Phillips Grant <u>Fund #26200</u>	Dual Credit Instructional Materials <u>Fund #27103</u>
ASSETS				
Pooled cash and investments	\$ 77,169	\$ -	\$ -	\$ -
Receivables:				
Grant	-	26,741	-	980
Other receivables	-	-	-	-
Due from other funds	-	-	32,286	-
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
	-----	-----	-----	-----
Total assets	<u>\$ 77,169</u>	<u>\$ 26,741</u>	<u>\$ 32,286</u>	<u>\$ 980</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 139	\$ 47	\$ -	\$ -
Accrued salaries	97	-	-	-
Due to other funds	-	26,694	-	980
	-----	-----	-----	-----
Total liabilities	236	26,741	-	980
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	-
	-----	-----	-----	-----
Total liabilities and deferred inflows of resources	<u>236</u>	<u>26,741</u>	<u>-</u>	<u>980</u>
Fund balance:				
Non-spendable:				
Inventories	-	-	-	-
Restricted for:				
Special revenue funds	76,933	-	32,286	-
Capital projects funds	-	-	-	-
Debt service	-	-	-	-
	-----	-----	-----	-----
Total fund balance	<u>76,933</u>	<u>-</u>	<u>32,286</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 77,169</u>	<u>\$ 26,741</u>	<u>\$ 32,286</u>	<u>\$ 980</u>

(cont'd; 5 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Libraries GO Bond 2010 <u>Fund #27106</u>	Libraries GO Bond 2012 <u>Fund #27107</u>	Reads to Lead <u>Fund #27114</u>	Technology for Education <u>Fund #27117</u>
ASSETS				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Grant	222	8,933	94,861	-
Other receivables	-	-	-	-
Due from other funds	-	-	-	52
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
	-	-	-	-
Total assets	\$ 222	\$ 8,933	\$ 94,861	\$ 52
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued salaries	-	-	-	-
Due to other funds	222	8,933	94,861	-
Total liabilities	222	8,933	94,861	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	-
Total liabilities and deferred inflows of resou	222	8,933	94,861	-
Fund balance:				
Non-spendable:				
Inventories	-	-	-	-
Restricted for:				
Special revenue funds	-	-	-	52
Capital projects funds	-	-	-	-
Debt service	-	-	-	-
Total fund balance	-	-	-	52
Total liabilities, deferred inflows of resources, and fund balance	\$ 222	\$ 8,933	\$ 94,861	\$ 52

(cont'd; 6 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds			
	Pre-K Initiative <u>Fund #27149</u>	Science Instructional Materials <u>Fund #27176</u>	2013 School Buses <u>Fund #27178</u>	New Mexico Grown <u>Fund #27183</u>
ASSETS				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Grant	62,967	-	-	-
Other receivables	-	-	-	-
Due from other funds	-	-	-	-
Supplies inventory	-	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
	-	-	-	-
Total assets	\$ 62,967	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 14,816	\$ -	\$ -	\$ -
Accrued salaries	-	-	-	-
Due to other funds	48,151	-	-	-
	-	-	-	-
Total liabilities	62,967	-	-	-
Deferred inflows of resources:				
Advances of federal, state, and local grants	-	-	-	-
	-	-	-	-
Total liabilities and deferred inflows of resou	62,967	-	-	-
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	\$ 62,967	\$ -	\$ -	\$ -

(cont'd; 7 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Special Revenue Funds		Total Non-Major Special Revenue Funds
	Next Generation Assessments <u>Fund #27185</u>	BP America Production <u>Fund #29102</u>	
ASSETS			
Pooled cash and investments	\$ -	\$ -	\$ 749,104
Receivables:			
Grant	-	-	349,701
Other receivables	-	-	246
Due from other funds	-	2,215	241,344
Supplies inventory	-	-	14,945
USDA commodities inventory	-	-	27,627
Food inventory	-	-	18,880
	-	-	18,880
Total assets	\$ -	\$ 2,215	\$ 1,401,847
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 16,468
Accrued salaries	-	-	8,569
Due to other funds	-	-	272,643
	-	-	272,643
Total liabilities	-	-	297,680
Deferred inflows of resources:			
Advances of federal, state, and local grants	-	-	1
	-	-	1
Total liabilities and deferred inflows of resources	-	-	297,681
Fund balance:			
Non-spendable:			
Inventories	-	-	61,452
Restricted for:			
Special revenue funds	-	2,215	1,042,714
Capital projects funds	-	-	-
Debt service	-	-	-
	-	-	-
Total fund balance	-	2,215	1,104,166
Total liabilities, deferred inflows of resources, and fund balance	\$ -	\$ 2,215	\$ 1,401,847

(cont'd; 8 of 9)

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS
 Combining Balance Sheet
 June 30, 2014

	Bond Building Fund #31100	Deferred Sick Leave Fund #42000	Total Nonmajor Governmental Funds
ASSETS			
Pooled cash and investments	\$ 406,361	\$ 74,695	\$ 1,230,160
Receivables:			
Grant	-	-	349,701
Other receivables	-	-	246
Due from other funds	-	-	241,344
Supplies inventory	-	-	14,945
USDA commodities inventory	-	-	27,627
Food inventory	<u>-</u>	<u>-</u>	<u>18,880</u>
 Total assets	 <u>\$ 406,361</u>	 <u>\$ 74,695</u>	 <u>\$ 1,882,903</u>
 LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 5,403	\$ -	\$ 21,871
Accrued salaries	-	-	8,569
Due to other funds	<u>-</u>	<u>-</u>	<u>272,643</u>
 Total liabilities	 5,403	 -	 303,083
 Deferred inflows of resources:			
Advances of federal, state, and local grants	<u>-</u>	<u>-</u>	<u>1</u>
 Total liabilities and deferred inflows of resou	 <u>5,403</u>	 <u>-</u>	 <u>303,084</u>
 Fund balance:			
Non-spendable:			
Inventories	-	-	61,452
Restricted for:			
Special revenue funds	-	-	1,042,714
Capital projects funds	400,958	-	400,958
Debt service	<u>-</u>	<u>74,695</u>	<u>74,695</u>
 Total fund balance	 <u>400,958</u>	 <u>74,695</u>	 <u>1,579,819</u>
 Total liabilities, deferred inflows of resources, and fund balance	 <u>\$ 406,361</u>	 <u>\$ 74,695</u>	 <u>\$ 1,882,903</u>

(9 of 9)

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, 2014

	Special Revenue Funds			
	Food Service Fund #21000	Athletics Fund #22000	Activities Fund #23000	Discretionary IDEA-B Fund #24107
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-
Federal direct grants	-	-	-	-
Food and milk reimbursements	1,360,915	-	-	-
USDA Commodities	125,653	-	-	-
State sources:				
State grant	-	-	-	-
Local sources:				
Grant	-	2,000	-	-
Fees and activities	233,845	134,014	5,431	-
Earnings from investments	<u>222</u>	<u>-</u>	<u>653</u>	<u>-</u>
Total revenue	<u>1,720,635</u>	<u>136,014</u>	<u>6,084</u>	<u>-</u>
Expenditures:				
Current:				
Instruction	-	138,688	1,909	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Services Operations	1,538,852	-	-	-
Community Services	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,538,852</u>	<u>138,688</u>	<u>1,909</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	181,783	(2,674)	4,175	-
Fund balance at beginning of the year	<u>469,216</u>	<u>109,494</u>	<u>23,836</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 650,999</u>	<u>\$ 106,820</u>	<u>\$ 28,011</u>	<u>\$ -</u>

(cont'd; 1 of 8)

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, 2014

Special Revenue Funds

	New Mexico Autism <u>Fund #24108</u>	Preschool IDEA-B <u>Fund #24109</u>	Fresh Fruits and Vegetables <u>Fund #24118</u>	IDEA-B "Risk Pool" <u>Fund #24120</u>	Title III English Language <u>Fund #24153</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	3,659	52,819	82,402	-	17,655
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>3,659</u>	<u>52,819</u>	<u>82,402</u>	<u>-</u>	<u>17,655</u>
Expenditures:					
Current:					
Instruction	37	25,856	-	-	15,270
Support Services:					
Students	3,528	10,767	-	-	-
Instruction	-	-	-	-	-
General Administration	94	1,336	-	-	357
School Administration	-	14,860	-	-	370
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	82,402	-	-
Community Services	-	-	-	-	1,658
Capital outlay	-	-	-	-	-
Total expenditures	<u>3,659</u>	<u>52,819</u>	<u>82,402</u>	<u>-</u>	<u>17,655</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance at beginning of the year	-	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(cont'd; 2 of 8)

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, 2014

Special Revenue Funds

	Title II Teacher Quality <u>Fund #24154</u>	Carl D Perkins <u>Fund #24174</u>	Carl D Perkins Secondary - PY Obligations <u>Fund #24175</u>	Carl D Perkins Secondary Redistribution <u>Fund #24176</u>	Johnson O'Malley <u>Fund #25131</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	176,168	33,696	-	798	-
Federal direct grants	-	-	-	-	58,218
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>176,168</u>	<u>33,696</u>	<u>-</u>	<u>798</u>	<u>58,218</u>
Expenditures:					
Current:					
Instruction	171,623	30,717	-	777	12,520
Support Services:					
Students	-	-	-	-	31,988
Instruction	-	2,100	-	-	-
General Administration	4,545	879	-	21	1,655
School Administration	-	-	-	-	12,055
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>176,168</u>	<u>33,696</u>	<u>-</u>	<u>798</u>	<u>58,218</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-
Fund balance at beginning of the year	-	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

cont'd; 3 of 8)

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, 2014

Special Revenue Funds

	Impact Aid Special Education <u>Fund #25145</u>	Impact Aid Indian Education <u>Fund #25147</u>	Title XIX Medicaid <u>Fund #25153</u>	Indian Ed Formula Grant <u>Fund #25184</u>	Conoco Phillips Grant <u>Fund #26200</u>
Revenues:					
Federal sources:					
Public Law 874	\$ 91,080	\$ 94,540	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	233,341	181,980	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	-	-	-	-	-
Local sources:					
Grant	-	-	-	-	21,752
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>91,080</u>	<u>94,540</u>	<u>233,341</u>	<u>181,980</u>	<u>21,752</u>
Expenditures:					
Current:					
Instruction	32,710	114,420	18,119	121,946	9,384
Support Services:					
Students	68,253	63,250	211,110	13,796	-
Instruction	-	998	-	-	-
General Administration	3,696	5,612	-	4,738	-
School Administration	36,578	32,383	-	41,500	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>141,237</u>	<u>216,663</u>	<u>229,229</u>	<u>181,980</u>	<u>9,384</u>
Excess (deficiency) of revenues over expenditures	(50,157)	(122,123)	4,112	-	12,368
Fund balance at beginning of the year	<u>158,177</u>	<u>220,953</u>	<u>72,821</u>	<u>-</u>	<u>19,918</u>
Fund balance at end of the year	<u>\$ 108,020</u>	<u>\$ 98,830</u>	<u>\$ 76,933</u>	<u>\$ -</u>	<u>\$ 32,286</u>

(cont'd; 4 of 8)

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, 2014

Special Revenue Funds

	Dual Credit Instructional Materials <u>Fund #27103</u>	Libraries GO Bond 2010 <u>Fund #27106</u>	Libraries GO Bond 2012 <u>Fund #27107</u>	Reads to Lead <u>Fund #27114</u>	Technology for Education <u>Fund #27117</u>
Revenues:					
Federal sources:					
Public Law 874	\$ -	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-	-
Federal direct grants	-	-	-	-	-
Food and milk reimbursements	-	-	-	-	-
USDA Commodities	-	-	-	-	-
State sources:					
State grant	6,531	222	8,932	95,843	-
Local sources:					
Grant	-	-	-	-	-
Fees and activities	-	-	-	-	-
Earnings from investments	-	-	-	-	-
Total revenue	<u>6,531</u>	<u>222</u>	<u>8,932</u>	<u>95,843</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	6,531	-	-	94,907	-
Support Services:					
Students	-	-	-	-	-
Instruction	-	222	8,932	-	-
General Administration	-	-	-	936	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	11,323
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>6,531</u>	<u>222</u>	<u>8,932</u>	<u>95,843</u>	<u>11,323</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	(11,323)
Fund balance at beginning of the year	-	-	-	-	11,375
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52</u>

(cont'd; 5 of 8)

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, 2014

	Special Revenue Funds			
	Pre-K Initiative <u>Fund #27149</u>	Science Instructional Materials <u>Fund #27176</u>	2013 School Buses <u>Fund #27178</u>	New Mexico Grown <u>Fund #27183</u>
Revenues:				
Federal sources:				
Public Law 874	\$ -	\$ -	\$ -	\$ -
Federal flowthrough grants	-	-	-	-
Federal direct grants	-	-	-	-
Food and milk reimbursements	-	-	-	-
USDA Commodities	-	-	-	-
State sources:				
State grant	401,546	-	700,296	587
Local sources:				
Grant	-	-	-	-
Fees and activities	-	-	-	-
Earnings from investments	-	-	-	-
	-	-	-	-
Total revenue	401,546	-	700,296	587
Expenditures:				
Current:				
Instruction	301,964	-	-	-
Support Services:				
Students	75,735	-	-	-
Instruction	-	-	-	-
General Administration	3,791	-	-	-
School Administration	547	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	19,509	-	-	-
Food Services Operations	-	-	-	587
Community Services	-	-	-	-
Capital outlay	-	-	700,296	-
Total expenditures	401,546	-	700,296	587
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -

(cont'd; 6 of 8)

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, 2014

	Special Revenue Funds		
	Next Generation Assessments <u>Fund #27185</u>	BP America Production <u>Fund #29102</u>	Total Nonmajor Special Revenue <u>Funds</u>
Revenues:			
Federal sources:			
Public Law 874	\$ -	\$ -	\$ 185,620
Federal flowthrough grants	-	-	367,197
Federal direct grants	-	-	473,539
Food and milk reimbursements	-	-	1,360,915
USDA Commodities	-	-	125,653
State sources:			
State grant	25,025	-	1,238,982
Local sources:			
Grant	-	6,499	30,251
Fees and activities	-	-	373,290
Earnings from investments	-	-	875
	25,025	6,499	4,156,322
Total revenue			
	25,025	6,499	4,156,322
Expenditures:			
Current:			
Instruction	-	10,509	1,107,887
Support Services:			
Students	-	-	478,427
Instruction	25,025	-	37,277
General Administration	-	-	27,660
School Administration	-	377	138,670
Central Services	-	-	11,323
Operation & Maintenance of Plant	-	850	850
Student Transportation	-	-	19,509
Food Services Operations	-	-	1,621,841
Community Services	-	-	1,658
Capital outlay	-	-	700,296
	25,025	11,736	4,145,398
Total expenditures			
	25,025	11,736	4,145,398
Excess (deficiency) of revenues over expenditures			
	-	(5,237)	10,924
Fund balance at beginning of the year			
	-	7,452	1,093,242
Fund balance at end of the year			
	\$ -	\$ 2,215	\$ 1,104,166

(cont'd; 7 of 8)

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, 2014

	<u>Bond Building Fund #31100</u>	<u>Deferred Sick Leave Fund #42000</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Federal sources:			
Public Law 874	\$ -	\$ -	\$ 185,620
Federal flowthrough grants	-	-	367,197
Federal direct grants	-	-	473,539
Food and milk reimbursements	-	-	1,360,915
USDA Commodities	-	-	125,653
State sources:			
State grant	-	-	1,238,982
Local sources:			
Grant	-	-	30,251
Fees and activities	-	-	373,290
Earnings from investments	<u>230</u>	<u>-</u>	<u>1,105</u>
 Total revenue	 <u>230</u>	 <u>-</u>	 <u>4,156,552</u>
Expenditures:			
Current:			
Instruction	-	-	1,107,887
Support Services:			
Students	-	-	478,427
Instruction	-	-	37,277
General Administration	-	-	27,660
School Administration	-	-	138,670
Central Services	-	5,243	16,566
Operation & Maintenance of Plant	126,569	-	127,419
Student Transportation	-	-	19,509
Food Services Operations	-	-	1,621,841
Community Services	-	-	1,658
Capital outlay	<u>1,585</u>	<u>-</u>	<u>701,881</u>
 Total expenditures	 <u>128,154</u>	 <u>5,243</u>	 <u>4,278,795</u>
 Excess (deficiency) of revenues over expenditures	 (127,924)	 (5,243)	 (122,243)
 Fund balance at beginning of the year	 <u>528,882</u>	 <u>79,938</u>	 <u>1,702,062</u>
Fund balance at end of the year	<u>\$ 400,958</u>	<u>\$ 74,695</u>	<u>\$ 1,579,819</u>

BUDGETARY PRESENTATION

NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

FOOD SERVICE (Fund No. 21000)

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

ATHLETICS (Fund No. 22000)

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

ACTIVITIES (Fund No. 23000)

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

DISCRETIONARY IDEA-B (Fund No. 24107)

The 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.

NEW MEXICO AUTISM (Fund No. 24108)

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 (Fund No. 24109)

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

FRESH FRUITS AND VEGETABLES (Fund No. 24118)

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

IDEA-B "RISK POOL" (Fund No. 24120)

The 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 (Fund No. 24153)

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

TITLE II TEACHER QUALITY (Fund No. 24154)

To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified 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.

NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2013

CARL D PERKINS (Fund No. 24174, 24175, & 24176)

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.

JOHNSON O'MALLEY (Fund No. 25131)

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.

IMPACT AID SPECIAL/INDIAN EDUCATION (Fund No. 25145 & 25147)

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 (Fund No. 25153)

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-112, 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 (Fund No. 25184)

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.

CONOCO PHILLIPS GRANT (Fund No. 26200)

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 (Fund No. 27103)

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.

LIBRARIES GO BOND 2010 (Fund No. 27106)

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.

NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

LIBRARY GO BONDS 2012 (Fund No. 27107)

Funds to be used for library books and library resources for public school libraries statewide. Library resources include computers, software, projectors, televisions, other related hardware and software, shelving, desks, chairs, and book trucks/carts. Senate Bill 66, Laws of 2012, 2nd Session, Chapter 54, Section 10.B.(3).

READS TO LEAD (Fund No. 27114)

Provides an aligned approach for districts and schools to ensure that children can read by the end of third grade—giving them essential skills for future career and college success. It also provides regional and district reading coaches, supports for intervention, and professional development for parents, teachers, reading coaches, and administrators.

TECHNOLOGY FOR EDUCATION (Fund No. 27117)

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.

PRE-K INITIATIVE (Fund No. 27149)

The purpose of PreK is to ensure that every child in New Mexico has the opportunity to attend a high quality early childhood program before entering kindergarten. The purpose of New Mexico PreK is to accomplish the: 1) Increase access to voluntary, high-quality early education, 2) Prioritize the enrollment of children without access to high quality programs, 3) Provide developmentally appropriate activities for NM children, 4) Focus on school readiness, 5) Expand early childhood community capacity, 6) Provide PreK programs based on the comprehensive framework as described in the NM PreK Program Standards, and 7) Support linguistically

SCIENCE INSTRUCTIONAL MATERIALS (Fund No. 27176)

For the purchase of science instructional material supplies (kits, kit refills, or supplies needed for inquiry or project-based science instruction). Supplies purchased with this award are to be utilized during regular instructional hours for grades 6-8 and are not intended for after school programs.

2013 SCHOOL BUSES (Fund No. 27178)

To provide for the purchase of school buses.

NEW MEXICO GROWN (Fund No. 27183)

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

NEXT GENERATION ASSESSMENTS (Fund No. 27185)

Remediates deficiencies in computer devices compliant with the Partnership for Assessment of Readiness for College and Careers (PARCC). The first phase of the project is designed to assist district and school leaders in identifying gaps in assessment administration capacity, including computer-based test taking devices, and bandwidth, and exploring possible scenarios for addressing those gaps.

BP AMERICA PRODUCTION (Fund No. 29102)

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		(Negative)
Revenues:				
Federal sources:				
Food and milk reimbursements	\$ 1,133,513	\$ 1,133,513	\$ 1,299,751	\$ 166,238
Local sources:				
Fees and activities	227,814	227,814	233,845	6,031
Earnings from investments	408	408	222	(186)
Total revenues	1,361,735	1,361,735	1,533,818	172,083
Expenditures:				
Current:				
Food Services Operations	1,633,949	1,777,830	1,409,187	368,643
Capital outlay:				
Equipment	18,000	11,000	-	11,000
Total expenditures	1,651,949	1,788,830	1,409,187	379,643
Excess (deficiency) of revenues over expenditures	(290,214)	(427,095)	124,631	551,726
Beginning cash balance budgeted	290,214	427,095	-	(427,095)
Fund balance at beginning of the year	-	-	469,216	469,216
Fund balance at end of the year	\$ -	\$ -	593,847	\$ 593,847
RECONCILIATION TO GAAP BASIS:				
Change in inventory			(9,658)	
Change in grant receivable			61,163	
Change in payables			2,365	
Change in accrued liabilities			3,282	
			\$ 650,999	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ 2,000	\$ 2,000
Fees and activities	<u>137,000</u>	<u>137,000</u>	<u>134,014</u>	<u>(2,986)</u>
Total revenues	137,000	137,000	136,014	(986)
Expenditures:				
Current:				
Instruction	<u>191,936</u>	<u>228,724</u>	<u>136,063</u>	<u>92,661</u>
Excess (deficiency) of revenues over expenditures	(54,936)	(91,724)	(49)	91,675
Beginning cash balance budgeted	54,936	91,724	-	(91,724)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>109,494</u>	<u>109,494</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	109,445	<u>\$ 109,445</u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			(5,577)	
Change in payables			<u>2,952</u>	
			<u>\$ 106,820</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Local sources:				
Fees and activities	\$ 225,000	\$ 225,000	\$ 5,431	\$ (219,569)
Earnings from investments	<u>700</u>	<u>700</u>	<u>653</u>	<u>(47)</u>
Total revenues	225,700	225,700	6,084	(219,616)
Expenditures:				
Current:				
Instruction	<u>389,290</u>	<u>508,482</u>	<u>5,107</u>	<u>503,375</u>
Excess (deficiency) of revenues over expenditures	(163,590)	(282,782)	977	283,759
Beginning cash balance budgeted	163,590	282,782	-	(282,782)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>23,836</u>	<u>23,836</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	24,813	<u>\$ 24,813</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>3,198</u>	
			<u>\$ 28,011</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ -	\$ -	\$ 3,333	\$ 3,333
Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	3,333	3,333
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	3,333	<u>\$ 3,333</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(3,333)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NEW MEXICO AUTISM FUND - NO. 24108
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 9,536	\$ 3,357	\$ (6,179)
Expenditures:				
Current:				
Instruction	-	5,463	37	5,426
Support Services:				
Students	-	3,820	3,528	292
General Administration	-	253	94	159
Total expenditures	-	9,536	3,659	5,877
Excess (deficiency) of revenues over expenditures	-	-	(302)	(302)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(302)	\$ (302)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			302	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 44,466	\$ 78,811	\$ 24,575	\$ (54,236)
Expenditures:				
Current:				
Instruction	6,525	30,352	25,857	4,495
Support Services:				
Students	-	31,692	9,735	21,957
General Administration	1,134	1,895	1,336	559
School Administration	36,807	14,872	14,860	12
Total expenditures	44,466	78,811	51,788	27,023
Excess (deficiency) of revenues over expenditures	-	-	(27,213)	(27,213)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(27,213)	\$ (27,213)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			28,244	
Change in payables			(1,031)	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 83,050	\$ 82,402	\$ (648)
 Expenditures:				
Current:				
Food Services Operations	-	83,050	82,402	648
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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 6,467	\$ -	\$ (6,467)
Expenditures:				
Current:				
Support Services:				
Students	-	6,300	-	6,300
General Administration	-	167	-	167
Total expenditures	-	6,467	-	6,467
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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 24,753	\$ 34,757	\$ 23,697	\$ (11,060)
Expenditures:				
Current:				
Instruction	12,058	29,175	16,191	12,984
Support Services:				
Students	10,250	1,042	-	1,042
General Administration	631	916	357	559
School Administration	1,814	1,037	370	667
Community Services Operations	-	2,587	1,658	929
Total expenditures	24,753	34,757	18,576	16,181
Excess of revenues over expenditures	-	-	5,121	5,121
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	5,121	\$ 5,121
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(6,042)	
Change in payables			921	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 167,666	\$ 176,293	\$ 175,398	\$ (895)
Expenditures:				
Current:				
Instruction	163,391	171,625	171,623	2
Support Services:				
General Administration	4,275	4,668	4,545	123
Total expenditures	167,666	176,293	176,168	125
Excess (deficiency) of revenues over expenditures	-	-	(770)	(770)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(770)	\$ (770)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			770	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal grant	\$ 35,702	\$ 34,486	\$ 30,128	\$ (4,358)
Expenditures:				
Current:				
Instruction	33,034	31,470	31,088	382
Support Services:				
Instruction	1,758	2,103	2,100	3
General Administration	910	913	879	34
Total expenditures	35,702	34,486	34,067	419
Excess (deficiency) of revenues over expenditures	-	-	(3,939)	(3,939)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(3,939)	\$ (3,939)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			3,568	
Change in payables			371	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

CARL D PERKINS SECONDARY - PY OBLIGATIONS FUND - NO. 24175
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 386	\$ -	\$ (386)
 Expenditures:				
Current:				
Instruction	-	386	-	386
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

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal grant	\$ -	\$ 8,050	\$ 4,808	\$ (3,242)
 Expenditures:				
Current:				
Instruction	-	7,837	777	7,060
Support Services:				
General Administration	-	213	21	192
Total expenditures	-	8,050	798	7,252
 Excess of revenues over expenditures	-	-	4,010	4,010
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	4,010	<u>\$ 4,010</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(4,009)	
Change in deferred revenue			<u>(1)</u>	
			<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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 45,590	\$ 65,542	\$ 58,532	\$ (7,010)
Expenditures:				
Current:				
Instruction	2,551	18,114	17,725	389
Support Services:				
Students	31,911	32,478	31,988	490
General Administration	1,205	1,735	1,655	80
School Administration	9,923	13,215	12,785	430
Total expenditures	45,590	65,542	64,153	1,389
Excess (deficiency) of revenues over expenditures	-	-	(5,621)	(5,621)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(5,621)	\$ (5,621)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(314)	
Change in payables			5,935	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 83,160	\$ 91,080	\$ 91,080	\$ -
Expenditures:				
Current:				
Instruction	130,800	54,817	32,710	22,107
Support Services:				
Students	49,927	143,373	68,253	75,120
General Administration	5,228	5,228	3,696	1,532
School Administration	38,859	47,889	38,627	9,262
Total expenditures	224,814	251,307	143,286	108,021
Excess (deficiency) of revenues over expenditures	(141,654)	(160,227)	(52,206)	108,021
Beginning cash balance budgeted	141,654	160,227	-	(160,227)
Fund balance at beginning of the year	-	-	158,177	158,177
Fund balance at end of the year	\$ -	\$ -	105,971	\$ 105,971
RECONCILIATION TO GAAP BASIS:				
Change in payables			2,049	
			\$ 108,020	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Public Law 874	\$ 117,801	\$ 117,801	\$ 94,541	\$ (23,260)
Expenditures:				
Current:				
Instruction	214,055	224,744	114,713	110,031
Support Services:				
Students	64,226	66,056	63,250	2,806
Instruction	-	1,000	998	2
General Administration	9,913	9,913	5,612	4,301
School Administration	36,344	37,950	32,999	4,951
Total expenditures	324,538	339,663	217,572	122,091
Excess (deficiency) of revenues over expenditures	(206,737)	(221,862)	(123,031)	98,831
Beginning cash balance budgeted	206,737	221,862	-	(221,862)
Fund balance at beginning of the year	-	-	220,953	220,953
Fund balance at end of the year	\$ -	\$ -	97,922	\$ 97,922
RECONCILIATION TO GAAP BASIS:				
Change in payables			908	
			\$ 98,830	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 215,000	\$ 215,000	\$ 233,341	\$ 18,341
 Expenditures:				
Current:				
Instruction	5,235	27,792	18,120	9,672
Support Services:				
Students	<u>268,595</u>	<u>261,230</u>	<u>212,074</u>	<u>49,156</u>
Total expenditures	<u>273,830</u>	<u>289,022</u>	<u>230,194</u>	<u>58,828</u>
 Excess (deficiency) of revenues over expenditures	(58,830)	(74,022)	3,147	77,169
 Beginning cash balance budgeted	58,830	74,022	-	(74,022)
 Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>72,821</u>	<u>72,821</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	75,968	<u>\$ 75,968</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			(16)	
Change in accrued liabilities			<u>981</u>	
			<u>\$ 76,933</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Federal sources:				
Federal direct grant	\$ 179,235	\$ 183,949	\$ 156,977	\$ (26,972)
 Expenditures:				
Current:				
Instruction	114,690	123,320	123,209	111
Support Services:				
Students	14,512	13,804	13,796	8
General Administration	4,570	4,790	4,738	52
School Administration	45,463	42,035	41,928	107
Total expenditures	179,235	183,949	183,671	278
 Excess (deficiency) of revenues over expenditures	-	-	(26,694)	(26,694)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(26,694)	\$ (26,694)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			25,003	
Change in payables			1,691	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ 21,752	\$ 21,752
 Expenditures:				
Current:				
Instruction	<u>14,380</u>	<u>19,918</u>	<u>9,384</u>	<u>10,534</u>
Excess (deficiency) of revenues over expenditures	(14,380)	(19,918)	12,368	32,286
Beginning cash balance budgeted	14,380	19,918	-	(19,918)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>19,918</u>	<u>19,918</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>32,286</u>	<u><u>\$ 32,286</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u><u>\$ 32,286</u></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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
State sources:				
State grant	\$ -	\$ 6,531	\$ 5,551	\$ (980)
 Expenditures:				
Current:				
Instruction	-	6,531	6,531	-
 Excess (deficiency) of revenues over expenditures	-	-	(980)	(980)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(980)	<u>\$ (980)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>980</u>	
			<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, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 222	\$ 1,846	\$ 1,624
 Expenditures:				
Current:				
Support Services:				
Instruction	-	222	222	-
Excess of revenues over expenditures	-	-	1,624	1,624
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	1,624	<u>\$ 1,624</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(1,624)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

LIBRARIES GO BOND 2012 FUND - NO. 27107
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
State sources:				
State grant	\$ 24,680	\$ 24,680	\$ -	\$ (24,680)
 Expenditures:				
Current:				
Support Services:				
Instruction	<u>24,680</u>	<u>24,680</u>	<u>8,932</u>	<u>15,748</u>
Excess (deficiency) of revenues over expenditures	-	-	(8,932)	(8,932)
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>	(8,932)	<u>\$ (8,932)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>8,932</u>	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

READS TO LEAD FUND - NO. 27114
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 99,553	\$ 982	\$ (98,571)
 Expenditures:				
Current:				
Instruction	-	98,617	94,907	3,710
Support Services:				
General Administration	-	936	936	-
Total expenditures	-	99,553	95,843	3,710
 Excess (deficiency) of revenues over expenditures	-	-	(94,861)	(94,861)
 Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(94,861)	<u>\$ (94,861)</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>94,861</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Support Services:				
Central Services	-	11,375	11,323	52
Excess (deficiency) of revenues over expenditures	-	(11,375)	(11,323)	52
Beginning cash balance budgeted	-	11,375	-	(11,375)
Fund balance at beginning of the year	-	-	11,375	11,375
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	52	<u>\$ 52</u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			<u>\$ 52</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

PRE-K INITIATIVE FUND - NO. 27149
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues:				
State sources:				
State grant	\$ 486,720	\$ 426,720	\$ 338,579	\$ (88,141)
 Expenditures:				
Current:				
Instruction	374,833	322,903	287,148	35,755
Support Services:				
Students	85,879	75,771	75,735	36
General Administration	4,867	4,268	3,791	477
School Administration	-	664	547	117
Student Transportation	6,141	21,561	19,509	2,052
Capital outlay:				
Equipment	15,000	1,553	-	1,553
Total expenditures	486,720	426,720	386,730	39,990
Excess (deficiency) of revenues over expenditures	-	-	(48,151)	(48,151)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(48,151)	\$ (48,151)
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			62,967	
Change in payables			(14,816)	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCIENCE INSTRUCTIONAL MATERIALS FUND - NO. 27176
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ -	\$ 32,862	\$ 32,862
 Expenditures:				
Current:				
Instruction	-	-	-	-
Excess of revenues over expenditures	-	-	32,862	32,862
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	32,862	<u>\$ 32,862</u>
 RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(32,862)	
			<u>\$ -</u>	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

2013 SCHOOL BUSES FUND - NO. 27178
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 700,296	\$ 700,296	\$ -
Expenditures:				
Capital outlay:				
Equipment	-	700,296	700,296	-
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

NEW MEXICO GROWN FUND - NO. 27183
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 591	\$ 587	\$ (4)
Expenditures:				
Current:				
Food Services Operations	-	591	587	4
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

NEXT GENERATION ASSESSMENTS FUND - NO. 27185
 Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	(Budgetary Basis)	Positive (Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 25,025	\$ 25,025	\$ -
 Expenditures:				
Current:				
Support Services:				
Instruction	-	25,025	25,025	-
Excess of revenues over expenditures	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
 RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ -	

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, 2014

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Grant	\$ -	\$ 6,499	\$ 6,499	\$ -
Expenditures:				
Current:				
Instruction	28,020	12,101	10,509	1,592
Support Services:				
School Administration	-	1,000	377	623
Operation & Maintenance of Plant	-	850	850	-
Total expenditures	28,020	13,951	11,736	2,215
Excess (deficiency) of revenues over expenditures	(28,020)	(7,452)	(5,237)	2,215
Beginning cash balance budgeted	28,020	7,452	-	(7,452)
Fund balance at beginning of the year	-	-	7,452	7,452
Fund balance at end of the year	\$ -	\$ -	2,215	\$ 2,215
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
			\$ 2,215	

CAPITAL PROJECTS FUNDS

YEAR ENDED JUNE 30, 2014

SPECIAL CAPITAL OUTLAY - STATE

This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

CAPITAL IMPROVEMENTS SB – 9

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Local sources:				
Earnings from investments	\$ 250	\$ 250	\$ 230	\$ (20)
Expenditures:				
Current:				
Support Services:				
Operation & Maintenance of Plant	535,439	529,532	126,566	402,966
Capital outlay:				
Construction in progress	-	5,000	1,585	3,415
Total expenditures	<u>535,439</u>	<u>534,532</u>	<u>128,151</u>	<u>406,381</u>
Excess (deficiency) of revenues over expenditures	(535,189)	(534,282)	(127,921)	406,361
Beginning cash balance budgeted	535,189	534,282	-	(534,282)
Fund balance at beginning of the year	-	-	<u>528,882</u>	<u>528,882</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	400,961	<u>\$ 400,961</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>(3)</u>	
			<u>\$ 400,958</u>	

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
State sources:				
State grant	\$ -	\$ 65,829	\$ -	\$ (65,829)
Local sources:				
District school tax levy	1,790,028	1,790,028	1,647,129	(142,899)
Earnings from investments	<u>2,860</u>	<u>2,860</u>	<u>1,833</u>	<u>(1,027)</u>
Total revenues	<u>1,792,888</u>	<u>1,858,717</u>	<u>1,648,962</u>	<u>(209,755)</u>
Expenditures:				
Current:				
Support Services:				
General Administration	7,200	9,200	8,808	392
Operation & Maintenance of Plant	2,071,800	2,946,800	1,660,190	1,286,610
Capital outlay:				
Land and improvements	2,157,022	2,002,697	-	2,002,697
Equipment	66,000	192,545	97,874	94,671
Construction in progress	<u>125,000</u>	<u>190,829</u>	<u>85,114</u>	<u>105,715</u>
Total expenditures	<u>4,427,022</u>	<u>5,342,071</u>	<u>1,851,986</u>	<u>3,490,085</u>
Excess (deficiency) of revenues over expenditures	(2,634,134)	(3,483,354)	(203,024)	3,280,330
Beginning cash balance budgeted	2,634,134	3,483,354	-	(3,483,354)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>3,572,915</u>	<u>3,572,915</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>3,369,891</u>	<u>\$ 3,369,891</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			22,930	
Change in due from other governments			18,768	
Change in payables			(114,756)	
Change in deferred property taxes			<u>4,964</u>	
			<u>\$ 3,301,797</u>	

THIS PAGE INTENTIONALLY LEFT BLANK

DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2014

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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Local sources:				
District school tax levy	\$ 5,977,785	\$ 5,977,785	\$ 7,024,863	\$ 1,047,078
Earnings from investments	<u>2,000</u>	<u>2,000</u>	<u>1,633</u>	<u>(367)</u>
Total revenues	<u>5,979,785</u>	<u>5,979,785</u>	<u>7,026,496</u>	<u>1,046,711</u>
Expenditures:				
Current:				
Support Services:				
General Administration	34,205	41,205	39,320	1,885
Debt service:				
Principal retirement	3,215,000	3,215,000	3,215,000	-
Bond interest paid	2,299,710	2,325,421	2,325,420	1
Reserves	<u>4,526,278</u>	<u>4,899,937</u>	<u>-</u>	<u>4,899,937</u>
Total expenditures	<u>10,075,193</u>	<u>10,481,563</u>	<u>5,579,740</u>	<u>4,901,823</u>
Excess (deficiency) of revenues over expenditures	(4,095,408)	(4,501,778)	1,446,756	5,948,534
Beginning cash balance budgeted	4,095,408	4,501,778	-	(4,501,778)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>4,859,756</u>	<u>4,859,756</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>6,306,512</u>	<u>\$ 6,306,512</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			190,139	
Change in due from other governments			137,452	
Change in transfers			100,000	
Change in deferred property taxes			<u>(6,220)</u>	
			<u>\$ 6,727,883</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, 2014

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Local sources:				
Grant	\$ -	\$ -	\$ -	\$ -
 Expenditures:				
Current:				
Support Services:				
Central Services	<u>79,938</u>	<u>79,938</u>	<u>5,243</u>	<u>74,695</u>
Excess (deficiency) of revenues over expenditures	(79,938)	(79,938)	(5,243)	74,695
Beginning cash balance budgeted	79,938	79,938	-	(79,938)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>79,938</u>	<u>79,938</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>74,695</u>	<u><u>\$ 74,695</u></u>
 RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
			<u><u>\$ 74,695</u></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, 2014

Activity		Balance				Balance
Fund	ASSETS	<u>June 30, 2013</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2014</u>
026	Bloomfield High School	\$ 80,489	\$ 163,904	\$ 148,442	\$	95,951
095	Mesa Alta School	37,594	54,616	52,891		39,319
025	Blanco School	13,734	39,126	40,546		12,314
114	H. Hayes Scholarship	8,015	1,006	-		9,021
033	Central School	53,464	27,788	36,193		45,059
125	Naaba Ani School	28,266	20,602	21,077		27,791
030	Bloomfield Learning Center	29,090	9,223	10,206		28,107
001	Charlie Brown Secondary	<u>5,293</u>	<u>597</u>	<u>1,398</u>		<u>4,492</u>
	Pooled cash and investments	<u>\$ 255,945</u>	<u>\$ 316,862</u>	<u>\$ 310,753</u>		<u>\$ 262,054</u>
	 LIABILITIES					
	Deposits held for others	<u>\$ 255,945</u>	<u>\$ 316,862</u>	<u>\$ 310,753</u>		<u>\$ 262,054</u>

STATE OF NEW MEXICO
BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

SCHEDULE OF PLEDGED COLLATERAL
 June 30, 2014

	Citizens <u>Bank</u>	Bank of <u>Albuquerque</u>	<u>Total</u>
Cash on deposit at June 30, 2014	\$ 14,114,494	\$ 100,002	\$ 14,214,496
Less FDIC coverage	<u>250,000</u>	<u>100,002</u>	<u>350,002</u>
Uninsured funds	<u>\$ 13,864,494</u>	<u>\$ -</u>	<u>\$ 13,864,494</u>
50% collateral requirement	\$ 6,932,247	\$ -	\$ 6,932,247
Pledged collateral	<u>9,085,410</u>	<u>-</u>	<u>9,085,410</u>
Excess (deficiency) of pledged collateral	<u>\$ 2,153,163</u>	<u>\$ -</u>	<u>\$ 2,153,163</u>

Pledged collateral of financial institutions consists of the following at June 30, 2014

Citizens Bank:	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
FHLB	5/1/2034	3133ER KN1	<u>\$ 9,085,410</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, 2014

	<u>Beginning Cash</u>	<u>Receipts</u>	<u>Distributions</u>	<u>Other</u>	<u>Net Cash End of Period</u>	<u>Adjustments to the report</u>	<u>Total Cash on Report</u>
Operations	\$ 2,017,188	\$ 20,940,359	\$ (20,982,431)	\$ (128,920)	\$ 1,846,196	\$ (153,147) ¹	\$ 1,693,049
Transportation	96,464	1,247,360	(1,323,822)	(3,395)	16,607	-	16,607
Instructional Materials	60,858	204,717	(216,506)	-	49,069	-	49,069
Food Services	427,145	1,533,818	(1,409,187)	(10)	551,766	-	551,766
Athletics	92,212	136,013	(136,063)	(487)	91,675	200 ²	91,875
Activity Funds	283,202	298,530	(291,444)	-	290,288	(262,054) ³	28,234
Federal Flowthrough Funds	-	2,290,040	(2,662,644)	372,604	-	-	-
Federal Direct Funds	456,111	634,469	(838,876)	(174,475)	77,229	-	77,229
Local Grants	19,918	21,752	(9,384)	(32,286)	-	-	-
State Flowthrough Funds	11,375	405,431	(535,193)	(34,760)	(153,147)	153,147 ¹	-
State Direct Funds	-	700,296	(700,296)	-	-	-	-
Local/State	7,452	6,499	(11,736)	(2,215)	-	-	-
Bond Building	534,282	230	(128,151)	-	406,361	-	406,361
Capital Improvements SB-9	3,483,354	1,648,962	(1,851,986)	-	3,280,330	-	3,280,330
Debt Service	4,501,778	7,026,496	(5,579,741)	-	5,948,533	100,002	6,048,535
Deferred Sick Leave	79,938	-	(5,243)	-	74,695	-	74,695
Agency Funds	-	-	-	-	-	262,054 ³	262,054
Total	\$ 12,071,277	\$ 37,094,972	\$ (36,682,703)	\$ (3,944)	\$ 12,479,602	\$ 100,202	\$ 12,579,804

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	<u>Adjustments to report:</u>	
Operational	Checking - Interest	Citizens Bank	\$ 1,910,589	Pooled cash loans ¹	\$ -
Cafeteria	Checking - Interest	Citizens Bank	551,716	Cash on hand ²	200
Activities	Checking - Interest	Citizens Bank	381,543	Agency funds ³	-
Federal	Checking - Non-Interest	Citizens Bank	60	Restricted cash (Sinking Fund) ⁴	100,002
Bond Building	Checking - Interest	Citizens Bank	406,361	Total adjustment to the report	<u>\$ 100,202</u>
Capital projects	Checking - Interest	Citizens Bank	3,280,330		
Debt Service	Checking - Interest	Citizens Bank	5,948,534	<u>Adjustments to cash:</u>	
Debt Service Fund	Savings - Interest	Bank of Albuquerque	100,002	Bank Balance	\$ 14,214,496
AP Clearing	Checking - Interest	Citizens Bank	1,592,601	Cash on hand	200
Payroll Clearing	Checking - Interest	Citizens Bank	42,637	Outstanding deposits	467
Athletic	Checking - Non-Interest	Citizens Bank	<u>123</u>	Outstanding checks	<u>(1,635,359)</u>
			<u>\$ 14,214,496</u>	Total adjustment to cash	<u>\$ 12,579,804</u>

COMPLIANCE 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

Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and
Report on the Schedule of Expenditures of
Federal Awards Required By OMB Circular A-133

Schedule of Findings and Questioned Costs:
Summary of Auditor's Results
Financial Statement Findings
Federal Award Findings

Summary Schedule of Prior Year Audit Findings

Schedule of Expenditures of Federal Awards
Notes to the Schedule of Expenditures of Federal Awards

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

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, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, of the Bloomfield Municipal School District No. 6 as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Bloomfield Municipal School District No. 6's basic financial statements, and the combining and individual funds and related budgetary comparisons of Bloomfield Municipal School District No. 6, presented as supplemental information, and have issued our report thereon dated September 26, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit, of the financial statements, we considered Bloomfield Municipal School District No. 6's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control. Accordingly, we do not express an opinion on the effectiveness of Bloomfield Municipal School District No. 6's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and 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 Bloomfield Municipal School District No. 6'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 questioned costs to be *material weaknesses*. Finding 2013-001.

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 deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. Findings 2014-001 through 2014-003.

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. We also noted certain other matters that are required to be reported pursuant to Government Auditing Standards and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings 2013-001, 2014-001 through 2014-003.

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

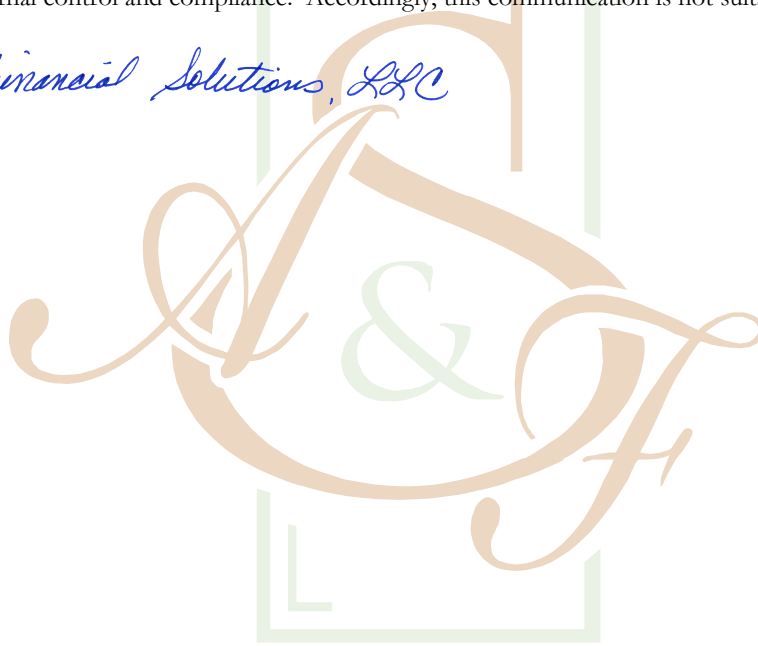
Bloomfield Municipal School District No. 6's Response to Findings

Bloomfield Municipal School District No. 6 responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Bloomfield Municipal School District No. 6's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Bloomfield Municipal School District No. 6's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
September 26, 2014



REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL
OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY 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

Report on Compliance for Each Major Federal Program

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* 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, 2014. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Bloomfield Municipal School District No. 6's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Bloomfield Municipal School District No. 6's compliance.

Opinion on Each Major Federal Program

In our opinion, Bloomfield Municipal School District No. 6 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

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

Report on 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 types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Bloomfield Municipal School District No. 6's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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.

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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item SA2014-001, that we consider to be a significant deficiency.

Bloomfield Municipal School District No. 6's response to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Bloomfield Municipal School District No. 6's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
September 26, 2014

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2013

I. SUMMARY OF AUDIT RESULTS

	<u>Yes</u>	<u>No</u>	<u>Occurrences</u>
FINANCIAL STATEMENTS:			
Type of auditor's report issued: <u>Unmodified</u>			
Internal control over financial reporting:			
Material weakness(es) identified?	<u>✓</u>	<u> </u>	<u> 1</u>
Significant Deficiency(ies) identified?	<u>✓</u>	<u> </u>	<u> 3</u>
Noncompliance material to financial statements noted?	<u>✓</u>	<u> </u>	<u> 1</u>
FEDERAL AWARDS:			
Internal control over major programs:			
Material weakness(es) identified?	<u> </u>	<u>✓</u>	<u> -</u>
Significant Deficiency(ies) identified?	<u>✓</u>	<u> </u>	<u> 1</u>
Type of auditor's report issued on compliance with major programs: <u>Unmodified</u>			
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	<u>✓</u>	<u> </u>	<u> 1</u>
The programs treated as major programs include:			
<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>		
Title I	84.010		
IDEA-B Special Education Cluster	84.027 & 84.173		
Title II Teacher Quality	84.213		
Impact Aid	84.041		
The threshold for distinguishing types A and B programs: <u>\$300,000</u>			
Auditee qualified as low-risk auditee?	<u> </u>	<u>✓</u>	

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS

2013 – 001 LACK OF CASH CONTROL
 (Repeat of prior year finding; updated and revised)

<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	<u>Compliance or Other Matter?</u>
No	Yes	Yes

Condition: (1) The District has three bank accounts (Payroll Clearing, Accounts Payable Clearing, and Athletic) that are not maintained within the general ledger. Amounts are transferred to these bank accounts to cover the disbursements made within the general ledger, however the disbursements from the Athletic account are manual checks that are not immediately recorded in the general ledger. Additionally, these accounts carry cash balances that are in excess of outstanding checks that have been drafted against them. The balances are as follows:

Bank Accounts	Bank Balance
Accounts Payable Clearing	\$ 1,592,601
Payroll Clearing	42,637
Athletics - Officials	123
Debt Service Fund (Sinking Fund)	<u>100,002</u>
	<u>\$ 1,735,363</u>

(2) The District had a recording error of \$3,395 in a cash account code on the general ledger. The amount was a refund to the state for excess transportation funds. The account code was not accounted for in the reconciling of the bank statements.

(3) Bank reconciliations were tested for two months of the fiscal year (November 2013 and February 2014). Both months tested had errors due electronic deposits being made to the bank account and the recording of those revenues not being made until the subsequent month. The November 2014 reconciliations had errors of \$116,924 and February 2014 had errors of \$68,698.

Criteria: According to New Mexico Public Education Department’s Procedures for Public School Accounting and Budgeting (PSAB Supplement 7), general ledger control must exist over all bank accounts and it is imperative to good internal control that all financial transactions are recorded immediately. No “manual” checks should be allowed, but rather control procedures should be in place to fully utilize features in the Financial Management System. Also, 6-10-2 NMSA 1978 requires all items of receipts and disbursements to be entered in detail daily and the cash record shall be balanced daily so as to show the balance of public money on hand at the close of each day's business.

Cause: (1) The District uses bank accounts for the clearing of checks that have been disbursed for accounts payable, payroll, and the payment of persons officiating school activities. The monies are transferred to these bank accounts from bank accounts that are maintained on the general ledger to cover the outstanding checks written against the clearing accounts. The clearing accounts accrue interest that results in a carrying balance. The Athletics account is funded with amounts to cover the officials for a given amount of time. This results in cash being “off” the general ledger.

(2) The District was required to refund money to the state due to excess cash in the Transportation Fund. The refund was recorded to another cash account code instead of an expenditure account. The system the school district uses does not currently allow the school to review a trial balance only a general ledger. The general ledger is so large that it is difficult to see the errors in posting.

(3) Also in the interim cash reconciliations, the federal funds were deposited into the operating bank account. The District did not record the revenue until the funds were transferred to the correct bank account.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2013 – 001 LACK OF CASH CONTROL (cont'd)
 (Repeat of prior year finding; updated and revised)

Effect of condition: The District is not complying with the requirements set forth in the Manual of Procedures for Public School Accounting and Budgeting and in violation of NMSA 1978 Section 06-10-02. The cash accounts are not controlled by the Financial Management System and are more susceptible to misappropriation than the cash accounts that are within the system. The cash reports that are sent to the state are in error by the cash amounts that are being carried in these bank accounts.

Recommendation: (1) Management should make adjustments to place these accounts in the general ledger and eliminate any manual checks. The District should work with the game officials to develop a system of payment that maintains controls over cash accounts and provides for reporting of income as required by Internal Revenue Service.

(2) The District needs to have an account code that properly records and tracks the refunds made to the state.

(3) All revenues must be recorded when earned and received. This may require an additional cash account code that relates to the particular bank account in which the revenue was deposited. The balance can be adjusted to the primary cash account code when the funds are transferred to the correct bank account.

Management's Response: Item 1: The Bloomfield School District has procedures in place to record transactions in the General Ledger (GL) in all three (3) accounts referenced. For two (2) accounts – Accounts Payable and Payroll, when warrants are written against them, the accounts are funded. The balances at the end of each month are the outstanding warrants for the account(s) and interest credited by the bank. Each month the bank reconciliations for both accounts are done on the financial system. The two clearing accounts had small amounts left in them (over and above the outstanding warrants that totaled \$1,592,599 in Accounts Payable and \$42,637 in Payroll) – which were \$2.18 in accounts payable and \$.05 in payroll - for a total of \$2.23. This was the interest credited by the bank at June 30th that the district was not able to transfer to the Activity account. Beginning in FY15, the district will receipt the interest received into the Activity account in the month it transpired. The funds will be considered a deposit in-transit and physically transferred the following month.

The Athletics account is to pay Game Officials that work at district games. The General Operational account funds the Game Official account via a cash transfer. The district has worked with the financial software company and developed a plan to input the transfer and track the account balances at all times. Warrants are written and distributed at the games to the officials. The register is then submitted to the business office and each warrant is recorded in the general ledger individually. The Athletics Account had two (2) outstanding warrants that totaled \$123. There was no excess amount over and above the outstanding warrants left in the Game Officials account at June 30th. All game officials are required to provide an IRS Form W-9 (prior to payment) and a 1099 is issued at year end, as required.

Item 2: This stems from the dollars that were due back to PED for the Transportation fund (13000) for one half of the funds' remaining dollars at June 30, 2013. We have documentation of our efforts to handle this differently (i.e. set it up as expenditure lines for a total of \$6,790 – \$3,395 line to refund the dollars to PED, the remaining \$3,395 to increase the FY14 transportation budget), but were not allowed to proceed by the State Transportation department. Our original Budget Adjustment Report (BAR) that was submitted to PED was disapproved by the State Transportation Department.

We were told how we were to submit the BAR to PED – that was the only way they would approve it. Their method was to use revenue code 11111 and the expenditure code 56212 - the districts portion used to increase budget. The 11111 revenue line was then used to refund \$3,395 to PED– this resulted in the \$3,395 remaining on the general ledger.

Acct Type	Func	Object	Location	Program	Job Class	Adj Amt	FTE Adj
REV	0000	11111	066000	0000	0000	3,395	N/A
EXP	2700	56212	066000	0000	0000	3,395	N/A

The district will implement a trial balance system within the financial software and will work with the software company to get it established to remedy this situation.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2013 – 001 LACK OF CASH CONTROL (cont'd)
(Repeat of prior year finding; updated and revised)

Item 3: This is in reference to Impact Aid dollars deposited in General Operational bank account by US Department of Education. The dollars are held there until approval is received from the local Board of Education (BOE) and the Public Education Department (PED) to transfer to the Federal bank account. Upon transfer, the dollars are receipted to the appropriate Federal fund. In the future, the district will receipt money as it is received and show the dollars in-transit until the dual approvals are received from the local BOE and PED.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2014 – 001 UNAUTHORIZED TEMPORARY INTER-FUND LOANS

<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	<u>Compliance or Other Matter?</u>
Yes	No	Yes

Condition: As of June 30, 2014, there were funds that had overspent their cash balances and were pooled with other funds. This resulted in the overspent funds borrowing from other funds without the approval of the local governing board. The funds that had unauthorized loans were as follows:

<u>Fund</u>	<u>Cash Deficiency</u>
Dual Credit Instructional Materials	\$ (980)
Libraries GO Bond 2010	(222)
Libraries GO Bond 2012	(8,933)
Reads to Lead	(94,861)
PreK Initiative	(48,151)
	<u>\$ (153,147)</u>

Additionally, the District made loans from funds other than the Operational Fund. Those loans are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>
Impact Aid Special Education	\$ 107,960
Impact Aid Indian Education	98,831
Conoco Phillips	32,286
Technology for Education	52
	<u>\$ 239,129</u>

Criteria: PSAB Supplement 7 states “Temporary transfers require local board approval only. Districts/charter schools may make a loan from the operational fund to another fund based on the maximum expected need during the year in order to minimize the cycles of board approval, making a loan and repaying it several times during the year, with a goal of having the loan repaid at year end.” Internal control should exist to provide reasonable assurance that no disbursement is made that would result in a deficit cash balance within a fund. Cash from program specific revenues cannot be used to fund other programs without the proper approval of the awarding agency. The Board of Education is required to approve all inter-fund loans.

Cause: The condition stems from two causes. The state system requires that the federal funds should be spent before the schools get the money from the funding source, allowing the funding source to review and approve expenditures before reimbursement. The other cause was the school did not document the loan from the operating, which was loaning the funds as it is spent, creating a deficit cash balance in the fund.

Effect of condition: A fund that has an overdraft of its portion cash must have that overdraft covered by funds from other unrestricted program revenues.

Recommendation: Management should develop a plan to monitor cash balances to insure that the General Fund can cover the reimbursement funds until reimbursements have been received. Requests for reimbursements should be monitored and followed up on to promote expedient processing.

Management’s Response: In the first group, the funds identified above were not over drafted within the bank account where they reside. There was sufficient cash in the bank account to cover them. And there was sufficient budget in place for each fund that, in most cases, needed to be spent by June 30th. These are all reimbursable funds from the State of New Mexico and the district was awaiting reimbursement from the State for the amounts listed above. An inter-fund loan was not recorded in the General Ledger from the unrestricted General Fund account to cover the cash deficits noted due to the fact that this was a new requirement.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2014 – 001 UNAUTHORIZED TEMPORARY INTER-FUND LOANS (cont'd)

In the second group of funds, there was a positive cash balance for each that kept the Federal bank account in the black. The Board of Education did approve cash transfers, as needed, in the month of June.

Beginning FY15, all funds will have inter-fund loans recorded in the General Ledger (GL), with Board of Education approval, to cover all cash deficits.

Auditor's Rebuttal: Management did not address the issue of borrowing from restricted funds to cover other programs that have delayed reimbursements resulting in deficit cash balances for those funds. Management must use Operational monies to cover those funds until reimbursement is received.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2014 – 002 POINT OF SALE CONTROL SYSTEM DID NOT RECONCILE

<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	<u>Compliance or Other Matter?</u>
Yes	No	Yes

Condition: The Point of Sale System which is used for concession stands and stores did not reconcile to the cash terminals to the bank deposits made from those terminals. The Point of Sale System showed total sales of \$751 of which \$379 was credit card sales. The credit card sales which actually posted to the bank were \$475 leaving missing sales in the amount of \$95. This was for five different credit card sales. The cash sales would be the difference between the total sales less the credit card sales or \$372. Total cash deposited in the bank was \$582. The total amount deposited into the bank was \$1,057 with the terminal showing total sales of \$751.

Criteria: NMAC 6.20.2.11 requires the district to have a system in place that provides management with reasonable assurance that assets are safe-guarded against loss.

Cause: The Point of Sale System had an error in the posting on that day or lost transmission.

Effect of condition: The district is not in compliance with NMAC 6.20.2.11. Also district was susceptible to errors or fraud in the tracking of revenue.

Recommendation: Management should implement reconciliations of daily reports from the Point of Sale System to the bank statement making sure that all Point of Sale transactions reconcile with the bank deposits as well as credit cards. The inventory should reconcile to the amount of sales during the time period.

Management's Response: The first Bobcat Store sale for FY14 showed a deposit of \$1,057 and the POS system (Z-tape) reflected \$751. Unfortunately, the discrepancy was due to not recording ALL sales, associated with the inventory, in the POS system. The district has implemented a process of reconciling with the Z-tape and bank deposits by counting inventory after each Bobcat Store sale. It is recognized by the Athletic department, and those assigned to work in the store, that it's very important to scan the correct merchandise and correctly record returns/exchanges of merchandise. All these transactions affect the total sale and are reflected in the POS's Z-tape report since it is the single report for recording the end-of-day sale.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2013

II. FINDINGS RELATED TO FINANCIAL STATEMENTS (cont'd)

2014 – 003 GENERAL LEDGER, OR TRIAL BALANCE DOES NOT BALANCE

<u>Significant Deficiency?</u>	<u>Material Weakness?</u>	<u>Compliance or Other Matter?</u>
Yes	No	No

Condition: The fund balances did not roll forward correctly from the prior year. Some of the fund balances rolled forward as a debit balance when they should have been a credit balance, and vice-versa, causing the general ledger to be out of balance. Also, in the prior year there were NSF receivables in the amount of \$25 and petty cash in the amount of \$200. These balances were not carried forward to the beginning balances for the current year which contributes to the fund balance being incorrect and the asset not being tracked.

Criteria: NMAC 6.20.2.11 requires the district to have a system in place that provides management with reasonable assurance that assets are safe-guarded against loss.

Cause: The system the school district uses does not readily produce a trial balance for management to review. Additionally, the system can only produce a general ledger on a monthly basis. This requires management to review 12 reports in order to analyze a complete year of transactions and balances.

Effect of condition: The general ledger was out of balance the whole year and the District is not in compliance with good accounting practices and state requirements.

Recommendation: The school district should implement a policy to review the general ledger to ensure that it is in balance monthly. Periodically the administration should make a surprise inspection of the petty cash funds.

Additionally, management should consider the need for an updated accounting system that would provide management with the reports necessary to monitor and control the District's finances. An updated system would, in a relatively short time, likely increase the efficiency of the administration staff. This has been previously recommended.

Management's Response: The balances recorded at fiscal yearend FY13 were correct; however, due to a procedure change, they were not placed in the beginning balances for FY14. Prior to FY14, the beginning budget balances were hand input and all other balances were checked at that time. Beginning in July 2013, we implemented a download that input the budget balances directly into the system. The additional receivables and petty cash balances should have been carried forward at that time and were not done due to the new procedure.

Procedures will be implemented to verify accuracy of all balances (cash and budget) at the beginning of each fiscal year, beginning FY15.

Additionally, the implementation of the trial balance will assure that all balances, receivables and cash on hand is reviewed for accuracy and input into the system, if needed.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2013

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

DEPARTMENT OF EDUCATION

U. S. Department of Education
CFDA No. 84.041
Allowable Costs

SA2014 – 001 UNAUTHORIZED TEMPORARY INTER-FUND LOANS

Significant Deficiency?
Yes

Material Weakness?
No

Compliance or Other Matter?
Yes

Condition: The District borrowed from Impact Aid Special Education Special Revenue Fund (\$107,960) and Impact Aid Indian Education Special Revenue Fund (\$98,831) to cover cash shortfalls in other special revenue funds.

Criteria: Special revenue funds are restricted in their use as per the terms of the grant agreements and are not intended to supplement other programs.

Cause: The condition stems from two causes. The state system requires that the federal funds should be spent before the schools get the money from the funding source, allowing the funding source to review and approve expenditures before reimbursement.

Effect of condition: Management is out of compliance with the restrictions of Impact Aid Special Education Special Revenue Fund and Impact Aid Indian Education Special Revenue Fund.

Recommendation: Management should develop a plan to monitor cash balances to insure that the General Fund can cover the reimbursement funds until reimbursement have been received. Requests for reimbursements should be monitored and followed up on to promote expedient processing.

Management's Response: There was a positive cash balance for each that kept the Federal bank account in the black. The Board of Education did approve cash transfers, as needed, in the month of June.

Auditor's Rebuttal: Management did not address the issue of borrowing form restricted funds to cover other programs that have delayed reimbursements resulting in deficit cash balances for those funds. Management must use Operational monies to cover those funds until reimbursement is received.

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2014

A. NOT RESOLVED

2013 – 1 LACK OF CASH CONTROL

Current Status: Not resolved. Repeated in the current year.

B. RESOLVED

There were no resolved findings to be reported from the prior year.

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, 2014

<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	\$ 1,031,966	
USDA School Breakfast Program	10.553	21000	<u>328,949</u>	
Total Child Nutrition Cluster				1,360,915
Fresh Fruits and Vegetables	10.582	24118		82,402
Pass-Through Program From:				
New Mexico Human Service Department:				
USDA Commodities Program	10.550	21000		<u>125,653</u>
Subtotal Pass-Through Programs				<u>1,568,970</u>
Total U.S. Department of Agriculture				<u>1,568,970</u>
<u>U.S. Department of Defense:</u>				
Pass-Through Program From:				
National Guard Military Projects	12.401	11000		<u>57,206</u>
<u>U.S. Department of Interior</u>				
Pass-Through Programs From:				
Office of the Navajo Nation:				
Johnson O'Malley	15.130	25131		<u>58,218</u>
<u>U.S. Department of Education:</u>				
Direct Programs:				
Impact Aid Indian Education	84.041	11000		378,165
Impact Aid Special Education	84.041	25145		141,237
Impact Aid Indian Education	84.041	25147		216,663
Indian Ed Formula Grant	84.060	25184		<u>181,980</u>
Subtotal Direct Programs				<u>\$ 918,045</u>

(cont'd; 1 of 2)

See the accompanying notes to the 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, 2014

<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	\$ 928,253	
New Mexico Autism	84.027A	24108	3,659	
Preschool IDEA-B	84.173	24109	<u>52,819</u>	
Total Special Education (IDEA) Cluster				984,731
Title I	84.010	24101		1,342,879
Title III English Language	84.365	24153		17,655
Title II Teacher Quality	84.367	24154		176,168
Carl D Perkins	84.048	24174		33,696
Carl D Perkins Secondary Redistribution	84.048	24176		<u>798</u>
Subtotal Pass-Through Programs				<u>2,555,927</u>
Total U.S. Department of Education				<u>3,473,972</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>229,229</u>
Total Expenditures of Federal Awards				<u>\$ 5,387,595</u>

(2 of 2)

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2014

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 March 2014 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 2014 cash and non-cash expenditures to ensure coverage of at least 50% (HIGH risk auditee) of federally granted funds. Actual coverage is approximately 60% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$5,403,179 and all non-cash expenditures amounted to \$125,653.

<u>Major Federal Award Program Description</u>	<u>Fiscal 2014 Expenditure</u>
Cash assistance:	
Title I	\$ 1,342,879
Title II Teacher Quality	176,168
IDEA-B Special Education Cluster	984,731
Impact Aid	736,065
Total	<u>\$ 3,239,843</u>

The District did not have any federal programs that were considered high risk Type A programs for the 2014.

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

2. Summary of significant accounting policies

Basis of presentation

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended June 30, 2014. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position and changes in net position of the District. All federal programs considered active during the year ended June 30, 2014, are reflected on the Schedule. An active federal program is defined as a federal program for which there were receipts or disbursements of funds or accrued (deferred) grant revenue adjustments during the fiscal year or a federal program considered as not completed or closed out at the beginning of the fiscal year. The Schedule is prepared using the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the Cooperative has met the qualifications for the respective grant. Grant revenues for the Food Donation Program are based upon commodities received, at amounts per standard price listing, published quarterly by the United States Department of Agriculture (the "USDA"). In addition, there is no federal insurance in effect during the year and loan or loan guarantee outstanding at year end.

Accrued and deferred reimbursements

Various reimbursement procedures are used for Federal awards received by the District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable 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.

REQUIRED DISCLOSURES

YEAR ENDED JUNE 30, 2013

The financial statements were prepared by the independent public accountants.

An exit conference was held September 26, 2014, during which the audit findings were discussed. The exit conference was attended by the following individuals:

BLOOMFIELD MUNICIPAL SCHOOL DISTRICT NO. 6

Bruce Armenta	Member, Board of Education / Audit Committee
Dale Maes	Member, Board of Education / Audit Committee
Joe Rasor	Superintendent; Member, Audit Committee
Karen Ransom	Member, Audit Committee
Anna Redding	Operations Manager

ACCOUNTING & FINANCIAL SOLUTIONS, LLC

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