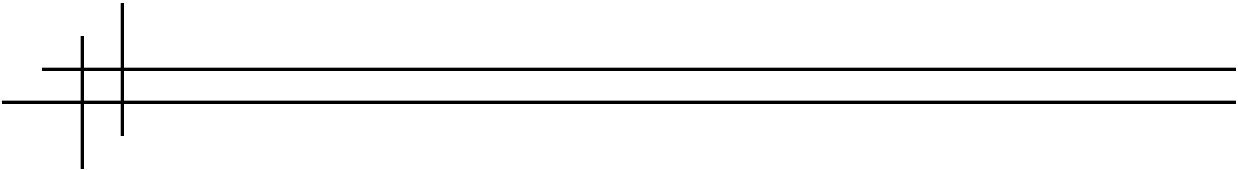




STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**

**ANNUAL FINANCIAL REPORT**  
June 30, 2014

**De'Aun Willoughby CPA, PC**  
Certified Public Accountant  
Clovis, New Mexico



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
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 For the Year Ended June 30, 2014

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**DEXTER CONSOLIDATED SCHOOLS**  
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STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Official Roster  
June 30, 2014

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**BOARD OF EDUCATION**

Orlando R Chavez	President
Troy Thompson	Vice-President
Dan Lathrop	Secretary
Susan Garnett	Member
Amanda Bogle	Member

**SCHOOL OFFICIALS**

Lesa Dodd	Superintendent
Jeannie Harris	Business Manager

Independent Auditor's Report

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Dexter Consolidated Schools

Mr. Balderas and Members of the Board

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Dexter Consolidated Schools (District), as of and for the year ended June 30, 2014, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital projects and debt service 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 misstatements, 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 of 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 the entity'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 the District as of June 30, 2014, and the respective changes in financial position 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 fund of the District as of June 30, 2014, and the respective changes in financial position and the respective budgetary comparisons for the major capital projects and 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.

### Other Matters

Management has omitted the Management's Discussion and Analysis which is required to be presented to supplement the basic financial statements. Such missing 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the District's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. 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, and the other schedules required by 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards and other schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate 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 the auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and other schedules required by 2.2.2 NMAC are 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 November 5, 2014, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Clovis, New Mexico  
November 5, 2014



## **FINANCIAL SECTION**

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 Government-Wide Statement of Net Position  
 June 30, 2014

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and Cash Equivalents	\$ 3,574,032
Investments	272
Taxes Receivable	83,632
Due from Grantor	326,430
Inventory	17,832
Total Current Assets	<u>4,002,198</u>
Noncurrent Assets	
Capital Assets	41,675,524
Less: Accumulated Depreciation	<u>(13,032,745)</u>
Total Noncurrent Assets	<u>28,642,779</u>
 Total Assets	 <u>32,644,977</u>
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	29,566
Accrued Salaries and Benefits	61,996
Accrued Interest	49,182
Compensated Absences	44,695
Current Portion of Long-Term Debt	705,000
Total Current Liabilities	<u>890,439</u>
Noncurrent Liabilities	
Bonds and Notes, Net	<u>3,555,000</u>
Total Noncurrent Liabilities	<u>3,555,000</u>
 Total Liabilities	 <u>4,445,439</u>
<b>NET POSITION</b>	
Invested in Net Capital Assets	24,333,597
Restricted for:	
Capital Projects	1,035,047
Debt Service	973,889
Unrestricted	1,857,005
Total Net Position	<u>\$ 28,199,538</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Government-Wide Statement of Activities  
For the Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental Activities</b>					
Instruction	\$ 6,543,184	\$ 31,262	\$ 604,662	\$ 0	\$ (5,907,260)
<b>Support Services</b>					
Students	901,528	68,198	106,999	0	(726,331)
Instruction	244,389	0	45,564	0	(198,825)
General Administration	242,968	0	3,443	0	(239,525)
School Administration	656,634	0	127,937	0	(528,697)
Central Services	530,832	0	50,271	0	(480,561)
Operation of Plant	1,371,851	0	0	0	(1,371,851)
Student Transportation	514,076	0	667,880	0	153,804
Other	73,554	0	0	0	(73,554)
Food Services	818,218	96,701	651,711	0	(69,806)
<b>Interest on Long-Term Obligations</b>					
	117,729	0	0	0	(117,729)
<b>Total Governmental Activities</b>	<b>\$ 12,014,963</b>	<b>\$ 196,161</b>	<b>\$ 2,258,467</b>	<b>\$ 0</b>	<b>\$ (9,560,335)</b>
<b>General Revenues</b>					
<b>Taxes</b>					
					32,427
					147,469
					779,840
<b>Federal and State aid not restricted to specific purpose</b>					
					7,555,932
					0
<b>Interest and investment earnings</b>					
					703
<b>Miscellaneous</b>					
					163,016
					<u>8,679,387</u>
<b>Change in Net Position</b>					
					<u>(880,948)</u>
<b>Net Position - Beginning</b>					
					29,215,718
<b>Restatement</b>					
					<u>(135,232)</u>
<b>Restated Beginning Net Position</b>					
					<u>29,080,486</u>
<b>Net Position - Ending</b>					
					<u><u>\$ 28,199,538</u></u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2014

	General Fund		
	Operational	Transportation	Instructional
	11000	13000	14000
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,278,440	\$ 0	\$ 156,237
Investments	272	0	0
Receivables			
Taxes	2,672	0	0
Due From Grantor	0	0	0
Interfund Balance	390,473	0	0
Inventory	0	0	0
Total Assets	<u>\$ 1,671,857</u>	<u>\$ 0</u>	<u>\$ 156,237</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 24,184	\$ 0	\$ 0
Accrued Salaries and Benefits	47,349	2,611	0
Interfund Balances	0	0	0
Total Liabilities	<u>71,533</u>	<u>2,611</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	1,836	0	0
Total Deferred Inflows of Resources	<u>1,836</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unassigned	1,598,488	(2,611)	156,237
Total Fund Balances	<u>1,598,488</u>	<u>(2,611)</u>	<u>156,237</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 1,671,857</u>	 <u>\$ 0</u>	 <u>\$ 156,237</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2014

	Special Revenue		
	Food Service 21000	Title I 24101	IDEA B Entitlement 24106
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Investments	0	0	0
Receivables			
Taxes	0	0	0
Due From Grantor	0	55,518	65,382
Interfund Balance	0	0	0
Inventory	17,832	0	0
Total Assets	<u>\$ 17,832</u>	<u>\$ 55,518</u>	<u>\$ 65,382</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 0	\$ 0	\$ 0
Accrued Salaries and Benefits	6,319	0	0
Interfund Balances	69,760	55,518	65,382
Total Liabilities	<u>76,079</u>	<u>55,518</u>	<u>65,382</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>			
Nonspendable-Inventory	17,832	0	0
Restricted for:			
Special Revenue Funds	(76,079)	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Unassigned	0	0	0
Total Fund Balances	<u>(58,247)</u>	<u>0</u>	<u>0</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 17,832</u>	 <u>\$ 55,518</u>	 <u>\$ 65,382</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2014

	<u>Special Revenue</u>	<u>Capital Projects</u>	
	K3 Plus 27166	Bond Building 31100	Debt Service 41000
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 550,045	\$ 729,251
Investments	0	0	0
Receivables			
Taxes	0	0	48,579
Due From Grantor	65,424	0	0
Interfund Balance	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 65,424</u>	<u>\$ 550,045</u>	<u>\$ 777,830</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Accounts Payable	\$ 0	\$ 0	\$ 0
Accrued Salaries and Benefits	5,717	0	0
Interfund Balances	59,707	0	0
Total Liabilities	<u>65,424</u>	<u>0</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	0	31,018
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>31,018</u>
<b>Fund Balances</b>			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	550,045	0
Debt Service	0	0	746,812
Unassigned	0	0	0
Total Fund Balances	<u>0</u>	<u>550,045</u>	<u>746,812</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 65,424</u>	 <u>\$ 550,045</u>	 <u>\$ 777,830</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Balance Sheet  
June 30, 2014

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	Other Governmental Funds	Total Governmental Funds
	<u>          </u>	<u>          </u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 860,059	\$ 3,574,032
Investments	0	272
Receivables		
Taxes	32,381	83,632
Due From Grantor	140,106	326,430
Interfund Balance	0	390,473
Inventory	0	17,832
Total Assets	<u>\$ 1,032,546</u>	<u>\$ 4,392,671</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities		
Accounts Payable	\$ 5,382	\$ 29,566
Accrued Salaries and Benefits	0	61,996
Interfund Balances	140,106	390,473
Total Liabilities	<u>145,488</u>	<u>482,035</u>
Deferred Inflows of Resources		
Unavailable Revenue	<u>26,921</u>	<u>59,775</u>
Total Deferred Inflows of Resources	<u>26,921</u>	<u>59,775</u>
Fund Balances		
Nonspendable-Inventory	0	17,832
Restricted for:		
Special Revenue Funds	148,058	71,979
Capital Projects	485,002	1,035,047
Debt Service	227,077	973,889
Unassigned	0	1,752,114
Total Fund Balances	<u>860,137</u>	<u>3,850,861</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 1,032,546</u>	<u>\$ 4,392,671</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Balance Sheet to the Statement of Net Position  
 June 30, 2014

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Total Fund Balance - Governmental Funds \$ 3,850,861

Amounts reported for governmental activities in the Statement of Net Position are different because:

Property taxes receivable will be collected after the period of availability, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. 59,775

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

	\$	41,675,524	
Capital Assets		41,675,524	
Accumulated Depreciation		<u>(13,032,745)</u>	28,642,779

Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of :

	(4,260,000)		
Bonds Payable	(4,260,000)		
Accrued Interest	(49,182)		
Compensated Absences	<u>(44,695)</u>	<u>(4,353,877)</u>	

Total Net Position - Governmental Activities \$ 28,199,538

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2014

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
<b>Revenues</b>			
Property Taxes	\$ 32,380	\$ 0	\$ 0
Fees	11,809	0	0
Investment Income	140	0	0
State & Local Grants	7,554,068	580,324	65,178
Federal Grants	1,864	0	0
Miscellaneous	163,016	0	0
<b>Total Revenues</b>	<u>7,763,277</u>	<u>580,324</u>	<u>65,178</u>
<b>Expenditures</b>			
Current			
Instruction	4,875,817	0	51,920
Support Services			
Students	727,246	0	0
Instruction	196,185	0	0
General Administration	228,609	0	0
School Administration	542,465	0	0
Central Services	477,545	0	0
Operation & Maintenance of Plant	1,178,032	0	0
Transportation	1,461	512,615	0
Other	18,473	0	0
Food Services	49,563	0	0
Capital Outlay	218,904	70,320	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
<b>Total Expenditures</b>	<u>8,514,300</u>	<u>582,935</u>	<u>51,920</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(751,023)</u>	<u>(2,611)</u>	<u>13,258</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	0	0
<b>Total Other Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balance</b>	(751,023)	(2,611)	13,258
<b>Fund Balances at Beginning of Year</b>	<u>2,349,511</u>	<u>0</u>	<u>142,979</u>
<b>Fund Balance End of Year</b>	<u>\$ 1,598,488</u>	<u>\$ (2,611)</u>	<u>\$ 156,237</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue		
	Food Service 21000	Title I 24101	IDEA B Entitlement 24106
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	96,701	0	0
Investment Income	0	0	0
State & Local Grants	0	0	0
Federal Grants	651,711	210,110	263,033
Miscellaneous	0	0	0
Total Revenues	<u>748,412</u>	<u>210,110</u>	<u>263,033</u>
Expenditures			
Current			
Instruction	0	167,900	41,953
Support Services			
Students	0	0	97,096
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	2,693	123,984
Central Services	0	39,517	0
Operation & Maintenance of Plant	0	0	0
Transportation	0	0	0
Other	0	0	0
Food Services	764,872	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>764,872</u>	<u>210,110</u>	<u>263,033</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(16,460)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(16,460)	0	0
Fund Balances at Beginning of Year	<u>(41,787)</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (58,247)</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue	Capital Projects	
	K3 Plus 27166	Bond Building 31100	Debt Service 41000
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 719,593
Fees	0	0	0
Investment Income	0	0	0
State & Local Grants	65,424	0	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
<b>Total Revenues</b>	<u>65,424</u>	<u>0</u>	<u>719,593</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	65,424	58,811	0
<b>Support Services</b>			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	5,898
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Transportation	0	0	0
Other	0	0	0
Food Services	0	0	0
Capital Outlay	0	221,374	0
<b>Debt Service</b>			
Principal	0	0	525,000
Interest	0	0	110,167
Bond Issue Costs	0	29,755	0
<b>Total Expenditures</b>	<u>65,424</u>	<u>309,940</u>	<u>641,065</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>0</u>	<u>(309,940)</u>	<u>78,528</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	425,000	0
<b>Total Other Sources (Uses)</b>	<u>0</u>	<u>425,000</u>	<u>0</u>
<b>Net Change in Fund Balance</b>	0	115,060	78,528
<b>Fund Balances at Beginning of Year</b>	<u>0</u>	<u>434,985</u>	<u>668,284</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 550,045</u>	<u>\$ 746,812</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and Changes  
in Fund Balance  
For the Year Ended June 30, 2014

	Other Governmental Funds	Total Governmental Funds
Revenues		
Property Taxes	\$ 208,725	\$ 960,698
Fees	87,651	196,161
Investment Income	563	703
State & Local Grants	283,035	8,548,029
Federal Grants	139,652	1,266,370
Miscellaneous	0	163,016
Total Revenues	<u>719,626</u>	<u>11,134,977</u>
Expenditures		
Current		
Instruction	355,995	5,617,820
Support Services		
Students	77,186	901,528
Instruction	48,204	244,389
General Administration	2,562	237,069
School Administration	1,260	670,402
Central Services	15,808	532,870
Operation & Maintenance of Plant	177,729	1,355,761
Transportation	0	514,076
Other	0	18,473
Food Services	0	814,435
Capital Outlay	87,556	598,154
Debt Service		
Principal	0	525,000
Interest	2,234	112,401
Bond Issue Costs	25,326	55,081
Total Expenditures	<u>793,860</u>	<u>12,197,459</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(74,234)</u>	<u>(1,062,482)</u>
Other Financing Sources (Uses)		
Bond Proceeds	<u>550,000</u>	<u>975,000</u>
Total Other Sources (Uses)	<u>550,000</u>	<u>975,000</u>
Net Change in Fund Balance	475,766	(87,482)
Fund Balances at Beginning of Year	<u>384,371</u>	<u>3,938,343</u>
Fund Balance End of Year	<u>\$ 860,137</u>	<u>\$ 3,850,861</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 To the Statement of Activities  
 June 30, 2014

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Net Change in Fund Balance-Governmental Funds \$ (87,482)

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.

Property Taxes, June 30, 2013	\$ (60,738)		
Property Taxes, June 30, 2014	<u>59,775</u>		(963)

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which depreciation exceeds capital outlays in the period.

Depreciation expense	(925,365)		
Capital Outlays	<u>598,154</u>		(327,211)

The issuance of long-term debt provides current financial resources to governmental funds but has no effect on net position. (975,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 525,000

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.

Accrued Interest, June 30, 2013	43,857		
Accrued Interest, June 30, 2014	<u>(49,182)</u>		(5,325)

Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences, June 30, 2013	34,728		
Compensated Absences, June 30, 2014	<u>(44,695)</u>		<u>(9,967)</u>

Changes in Net Position of Governmental Activities \$ (880,948)

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GENERAL FUND-OPERATIONAL-11000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 30,046	\$ 30,046	\$ 32,134	\$ 2,088
Investments	600	600	140	(460)
Fees	5,500	5,500	11,809	6,309
State Grant	7,551,706	7,553,570	7,554,068	498
Federal Grant	0	0	1,864	1,864
Miscellaneous	83,000	83,000	163,016	80,016
Total Revenues	<u>7,670,852</u>	<u>7,672,716</u>	<u>7,763,031</u>	<u>90,315</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	3,408,000	3,408,000	3,364,079	43,921
Employee Benefits	1,186,295	1,140,331	1,204,992	(64,661)
Professional & Tech Services	89,500	91,474	54,025	37,449
Purchased Property Services	16,000	16,000	21,584	(5,584)
Other Purchased Services	117,500	121,194	98,706	22,488
Supplies	69,321	109,617	122,964	(13,347)
Supply Assets	22,000	22,000	6,903	15,097
Total Instruction	<u>4,908,616</u>	<u>4,908,616</u>	<u>4,873,253</u>	<u>35,363</u>
<b>Support Services</b>				
<b>Students</b>				
Personnel Services	385,000	357,000	344,924	12,076
Employee Benefits	144,600	127,631	125,047	2,584
Professional & Tech Services	292,000	320,000	248,494	71,506
Other Purchased Services	500	789	6,120	(5,331)
Supplies	200	200	2,660	(2,460)
Total Students	<u>822,300</u>	<u>805,620</u>	<u>727,245</u>	<u>78,375</u>
<b>Instruction</b>				
Personnel Services	110,000	103,000	102,733	267
Employee Benefits	56,100	32,600	43,656	(11,056)
Professional & Tech Services	2,500	2,500	535	1,965
Purchased Property Services	5,000	5,500	8,386	(2,886)
Other Purchased Services	100	1,100	920	180
Supplies	31,000	46,000	41,068	4,932
Total Instruction	<u>\$ 204,700</u>	<u>\$ 190,700</u>	<u>\$ 197,298</u>	<u>\$ (6,598)</u>

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

GENERAL FUND-OPERATIONAL-11000

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>General Administration</b>				
Personnel Services	\$ 129,000	\$ 130,203	\$ 129,132	\$ 1,071
Employee Benefits	48,000	38,000	34,637	3,363
Professional & Tech Services	31,500	22,421	21,115	1,306
Purchased Property Services	10,000	46,539	14,490	32,049
Other Purchased Services	32,600	24,060	12,971	11,089
Supplies	23,000	23,000	12,383	10,617
Supply Assets	500	2,649	649	2,000
Total General Administration	<u>274,600</u>	<u>286,872</u>	<u>225,377</u>	<u>61,495</u>
<b>School Administration</b>				
Personnel Services	373,000	381,586	375,371	6,215
Employee Benefits	147,500	102,500	124,950	(22,450)
Professional & Tech Services	6,000	8,400	3,482	4,918
Purchased Property Services	18,000	20,902	29,510	(8,608)
Other Purchased Services	1,500	1,500	220	1,280
Supplies	4,000	4,000	3,861	139
Supply Assets	2,000	2,000	1,620	380
Total School Administration	<u>552,000</u>	<u>520,888</u>	<u>539,014</u>	<u>(18,126)</u>
<b>Central Services</b>				
Personnel Services	250,000	277,517	271,135	6,382
Employee Benefits	80,500	64,989	85,250	(20,261)
Professional & Tech Services	6,500	11,899	7,906	3,993
Other Purchased Services	2,000	20,500	19,543	957
Supplies	20,000	41,764	69,644	(27,880)
Supply Assets	2,000	2,000	9,210	(7,210)
Total Central Services	<u>361,000</u>	<u>418,669</u>	<u>462,688</u>	<u>(44,019)</u>
<b>Operation of Plant</b>				
Personnel Services	420,000	408,932	346,500	62,432
Employee Benefits	179,000	126,601	127,042	(441)
Professional & Tech Services	3,000	8,864	1,545	7,319
Purchased Property Services	597,419	383,709	383,513	196
Other Purchased Services	199,277	223,655	274,300	(50,645)
Supplies	9,000	19,745	30,818	(11,073)
Supply Assets	2,500	2,500	8,383	(5,883)
Total Operation of Plant	<u>1,410,196</u>	<u>1,174,006</u>	<u>1,172,101</u>	<u>1,905</u>
<b>Student Transportation</b>				
Professional & Tech Services	0	0	849	(849)
Other Purchased Services	0	0	610	(610)
Total Student Transportation	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,459</u>	<u>\$ (1,459)</u>

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GENERAL FUND-OPERATIONAL-11000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Other Support Services				
Other	\$ 29,179	\$ 40,179	\$ 18,473	\$ 21,706
Total Other Support Services	<u>29,179</u>	<u>40,179</u>	<u>18,473</u>	<u>21,706</u>
Total Support Services	<u>3,653,975</u>	<u>3,436,934</u>	<u>3,343,655</u>	<u>93,279</u>
Food Service				
Employee Benefits	1,000	1,000	14	986
Professional & Tech Services	100	100	0	100
Supplies	51,000	51,000	45,477	5,523
Total Food Service	<u>52,100</u>	<u>52,100</u>	<u>45,491</u>	<u>6,609</u>
Capital Outlay				
Construction Services	0	218,905	218,905	0
Total Capital Outlay	<u>0</u>	<u>218,905</u>	<u>218,905</u>	<u>0</u>
Total Expenditures	<u>8,614,691</u>	<u>8,616,555</u>	<u>8,481,304</u>	<u>135,251</u>
Excess (Deficiency) of Revenues Over Expenditures	(943,839)	(943,839)	(718,273)	225,566
Cash Balance Beginning of Year	<u>2,387,458</u>	<u>2,387,458</u>	<u>2,387,458</u>	<u>0</u>
Cash Balance End of Year	\$ <u>1,443,619</u>	\$ <u>1,443,619</u>	\$ <u>1,669,185</u>	\$ <u>225,566</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (718,273)	
Net Change in Taxes Receivable			292	
Net Change in Accounts Payable			13,246	
Net Change in Salaries and Benefits			(47,349)	
Net Change in Accrued Compensated Absences			1,107	
Net Change in Unavailable Revenue			(46)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(751,023)</u>	

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GENERAL FUND-TRANSPORTATION-13000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 465,296	\$ 580,324	\$ 580,324	\$ 0
Total Revenues	<u>465,296</u>	<u>580,324</u>	<u>580,324</u>	<u>0</u>
<b>Expenditures</b>				
<b>Support Services</b>				
Student Transportation				
Personnel Services	186,640	191,640	231,864	(40,224)
Employee Benefits	36,264	49,891	85,940	(36,049)
Professional & Tech Services	1,143	7,643	7,989	(346)
Purchased Property Services	125,000	45,925	48,070	(2,145)
Other Purchased Services	21,249	27,155	21,306	5,849
Supplies	95,000	162,721	102,563	60,158
Capital Outlay	0	95,349	70,320	25,029
Supply Assets	0	0	12,272	(12,272)
Total Student Transportation	<u>465,296</u>	<u>580,324</u>	<u>580,324</u>	<u>0</u>
Total Support Services	<u>465,296</u>	<u>580,324</u>	<u>580,324</u>	<u>0</u>
Total Expenditures	<u>465,296</u>	<u>580,324</u>	<u>580,324</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Net Change in Salaries and Benefits			(2,611)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>(2,611)</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
GENERAL FUND-INSTRUCTIONAL MATERIALS-14000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 51,323	\$ 51,232	\$ 65,178	\$ 13,946
Total Revenues	<u>51,323</u>	<u>51,232</u>	<u>65,178</u>	<u>13,946</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	160,331	160,331	51,920	108,411
Total Instruction	<u>160,331</u>	<u>160,331</u>	<u>51,920</u>	<u>108,411</u>
Total Expenditures	<u>160,331</u>	<u>160,331</u>	<u>51,920</u>	<u>108,411</u>
Excess (Deficiency) of Revenues Over Expenditures	(109,008)	(109,099)	13,258	122,357
Cash Balance Beginning of Year	<u>142,979</u>	<u>142,979</u>	<u>142,979</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 33,971</u>	<u>\$ 33,880</u>	<u>\$ 156,237</u>	<u>\$ 122,357</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 13,258</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 13,258</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-FOOD SERVICE-21000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Fees	\$ 96,000	\$ 96,000	\$ 96,701	\$ 701
Federal Grant	603,055	603,055	627,049	23,994
Total Revenues	<u>699,055</u>	<u>699,055</u>	<u>723,750</u>	<u>24,695</u>
<b>Expenditures</b>				
<b>Food Service</b>				
Personnel Services	278,223	278,223	251,972	26,251
Employee Benefits	87,586	87,586	100,795	(13,209)
Professional & Tech Services	0	0	7,050	(7,050)
Other Purchased Services	5,000	5,000	6,191	(1,191)
Supplies	328,108	328,108	348,508	(20,400)
Supply Assets	138	138	0	138
Total Food Service	<u>699,055</u>	<u>699,055</u>	<u>714,516</u>	<u>(15,461)</u>
Total Expenditures	<u>699,055</u>	<u>699,055</u>	<u>714,516</u>	<u>(15,461)</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	9,234	9,234
Cash Balance Beginning of Year	<u>(78,994)</u>	<u>(78,994)</u>	<u>(78,994)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ (78,994)</u>	<u>\$ (78,994)</u>	<u>\$ (69,760)</u>	<u>\$ 9,234</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 9,234	
Net Change in Receivables			(15,147)	
Net Change in Inventory			(4,228)	
Net Change in Salaries and Benefits			(6,319)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (16,460)</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I-24101  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 242,217	\$ 262,908	\$ 183,730	\$ (79,178)
Total Revenues	<u>242,217</u>	<u>262,908</u>	<u>183,730</u>	<u>(79,178)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	89,965	89,965	91,260	(1,295)
Employee Benefits	42,421	42,421	40,905	1,516
Professional & Tech Services	16,409	37,100	29,166	7,934
Other Purchased Services	8,500	8,500	3,634	4,866
Supplies	1,000	1,000	2,933	(1,933)
Total Instruction	<u>158,295</u>	<u>178,986</u>	<u>167,898</u>	<u>11,088</u>
<b>Support Services</b>				
<b>General Administration</b>				
Professional & Tech Services	7,265	7,265	0	7,265
Total General Administration	<u>7,265</u>	<u>7,265</u>	<u>0</u>	<u>7,265</u>
<b>School Administration</b>				
Professional & Tech Services	1,996	1,996	2,638	(642)
Supplies	0	0	54	(54)
Total School Administration	<u>1,996</u>	<u>1,996</u>	<u>2,692</u>	<u>(696)</u>
<b>Central Services</b>				
Personnel Services	30,904	30,904	31,030	(126)
Employee Benefits	11,618	11,618	8,105	3,513
Professional & Tech Services	3,000	3,000	384	2,616
Supplies	0	0	0	0
Total Central Services	<u>45,522</u>	<u>45,522</u>	<u>39,519</u>	<u>6,003</u>
Total Support Services	<u>54,783</u>	<u>54,783</u>	<u>42,211</u>	<u>12,572</u>
Total Expenditures	<u>213,078</u>	<u>233,769</u>	<u>210,109</u>	<u>23,660</u>
Excess (Deficiency) of Revenues Over Expenditures	29,139	29,139	(26,379)	(55,518)
Cash Balance Beginning of Year	<u>(29,139)</u>	<u>(29,139)</u>	<u>(29,139)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(55,518)</u>	\$ <u>(55,518)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (26,379)	
Net change in Due from Grantor			26,379	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

SPECIAL REVENUE FUND-IDEA PART B, ENTITLEMENT-24106

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 307,736	\$ 340,644	\$ 264,208	\$ (76,436)
Total Revenues	<u>307,736</u>	<u>340,644</u>	<u>264,208</u>	<u>(76,436)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	24,480	27,301	24,482	2,819
Employee Benefits	12,968	13,692	13,762	(70)
Professional & Tech Services	0	1,000	951	49
Supplies	0	0	2,758	(2,758)
Total Instruction	<u>37,448</u>	<u>41,993</u>	<u>41,953</u>	<u>40</u>
<b>Support Services</b>				
<b>Students</b>				
Personnel Services	42,000	42,000	43,356	(1,356)
Employee Benefits	18,047	18,047	15,067	2,980
Professional & Tech Services	500	500	479	21
Other Purchased Services	20,000	40,000	38,194	1,806
Total Students	<u>80,547</u>	<u>100,547</u>	<u>97,096</u>	<u>3,451</u>
<b>General Administration</b>				
Personnel Services	90,083	94,433	93,634	799
Employee Benefits	33,101	33,114	28,737	4,377
Professional & Tech Services	0	4,000	1,613	2,387
Total General Administration	<u>123,184</u>	<u>131,547</u>	<u>123,984</u>	<u>7,563</u>
Total Support Services	<u>203,731</u>	<u>232,094</u>	<u>221,080</u>	<u>11,014</u>
Total Expenditures	<u>241,179</u>	<u>274,087</u>	<u>263,033</u>	<u>11,054</u>
Excess (Deficiency) of Revenues Over Expenditures	66,557	66,557	1,175	(65,382)
Cash Balance Beginning of Year	<u>(66,557)</u>	<u>(66,557)</u>	<u>(66,557)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (65,382)</u>	<u>\$ (65,382)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,175	
Net Change in Due from Grantor			<u>(1,175)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Statement of Fiduciary Assets and Liabilities-Agency Funds  
June 30, 2014

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	<u>Agency Funds</u>
Assets	
Cash and Cash Equivalents	\$ 199,168
Total Assets	<u>\$ 199,168</u>
Liabilities	
Deposits Held for Others	\$ 199,168
Total Liabilities	<u>\$ 199,168</u>

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

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Dexter Consolidated Schools (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

**Financial Reporting Entity**

The District has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges and issue bonded debt.

The District has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected District members are financially accountable. There are no other primary governments with which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

***Governmental Funds***

Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets and the servicing of general long-term debt.

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.

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

Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the District.

Debt Service Fund - The Debt Service Fund is used to account for the resources for, and the payment of, principal, interest and related costs.

***Fiduciary Fund Type***

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the District.

The Student Activity Fund, an agency fund, accounts for assets held by the District as an agent for the District organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

**Major Funds**

The District reports the following major governmental funds:

**GENERAL FUND (11000)(13000)(14000)**

The General Fund consist of three sub funds. The first is the operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

**SPECIAL REVENUE FUND**

**Food Services (21000).** To account for revenue and expenditures associated with the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements. Authority for creation of this fund is NMSA 22-13-13.

**Title I (24101)** To account for revenues and expenditures for a collaborative consortium of education, health, culture enrichment and social support system in rural communities. The fund was created by grant provisions.

**IDEA B Entitlement (24106).** To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

**MAJOR CAPITAL PROJECT FUND**

**Bond Building (31100).** The revenues are derived from a School Building Bond Issue. The expenditures are restricted to major capital improvements.

**MAJOR DEBT SERVICE FUND**

**DEBT SERVICE FUND (41000).** To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values. Expenditures are restricted to debt reduction.

**Measurement Focus and Basis of Accounting**  
***Government-Wide Financial Statements (GWFS)***

The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level.

In the Government-Wide Statement of Net Position, the governmental activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts - invested in net capital assets, restricted net position and unrestricted net position.



The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflow of resources, liabilities and deferred inflow of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflow of resources, liabilities and deferred inflow of resources resulting from nonexchange transactions are recognized in accordance with the requirement of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants and contributions, Transportation, Food Service, Special Revenue Funds such as special education as well as others., and 3) program specific capital grants and contributions.

***Fund Financial Statements (FFS)***

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 30 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

Revenues

Taxes. Ad valorem taxes are susceptible to full accrual on the government wide financial statements. Property Tax revenues recognize revenues net of estimated refunds and uncollectible accounts in the period for which the taxes are levied.

Grants. Government mandated nonexchange transaction and voluntary nonexchange transactions. Recipients should recognize revenues in the period when all applicable eligibility requirements have been met and the resources are available.

Revenue Recognition for Grants.

Eligibility requirements for government-mandated and voluntary nonexchange transaction comprise one or more of the following:

1. Required characteristics of recipients. The recipient has the characteristics specified by the provider (are required to be school districts).
2. Time requirements. Time requirements specified by enabling legislation or the provider have been met (period when the resources are required to be used).
3. Reimbursements. The provider offers resources on a reimbursement ("expenditure-driven") basis and the recipient has incurred allowable costs under the applicable program.

4. Contingencies. The providers offer of resources is contingent upon a specified action of the recipient and that action has occurred (the recipient has raised the matching funds).

Other receipts. Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

Salaries are recorded as paid. Salaries for nine-month employees are paid prior to the end of the fiscal year and therefore are not accrued. Salaries for the twelve month employees payroll are accrued.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, etc.) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Basis of Budgeting

Formal budgetary integration is employed as a management control device during the year.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on the non-GAAP budgetary basis.

The District follows the following procedures in establishing data reflected in the financial statements:

1. Prior to April 15, (unless a later date is fixed by the Secretary of Education) the local school board submits to the School Budget and Finance Analysis Unit (SBFAU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.
2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBFAU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.
3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBFAU and the local school board. The budget shall be integrated formally in to the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.
4. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the SBFAU.
5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.
6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the *Manual of Procedures Public School Accounting and Budgeting*. Such changes are initiated by the District and approved by the SBFAU.

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Notes to the Financial Statements  
June 30, 2014

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7. Legal budget control for expenditures is by function. Included in the 2000 function is sub-functions that can be over spent by function.
8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

Cash and Cash Equivalents

The District'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.

The District is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

Investments

All money not immediately necessary for the public uses of the District may be invested in :

(a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or

(b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

(c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

Property Taxes

The County collects the District's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the District on a monthly basis. The District accounts for its share of property taxes in the General, Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

Elimination and Reclassifications of Certain Receivables and Payables

In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Food Service Fund consists of purchased food and non-food items and United States Department of Agriculture (USDA) commodities. Commodities are shown at the USDA procurement cost. Costs are recorded as expenditures at the time individual inventory items are used (consumption method). Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both District-wide and fund financial statements.

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 (per Section 12-6-10 NMSA1978) and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

If there are any construction projects funded by the NM Public School Facilities Authority they are included in the appropriate capital projects fund and in the capital assets.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Buildings & Improvements	20-50 Years
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3-15 Years

Capital Leases

Capital leases are recorded at the inception of the leases as expenditures and other financing sources in governmental fund financial statement at the present value of the future minimum lease payments, using the stated or implicit interest rate in the leases. Lease payments are recorded as expenditures on the due date. Capital leases are recorded as a liability in the government-wide financial statement at the time of inception and the corresponding asset is recorded in the capital asset section on the balance sheet.

Long-Term Liabilities

For district-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Restricted Net Position

For the Government-Wide Statement of Net Position, net position is reported as restricted when constraints are placed on the use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available it will first be applied to restricted resources.

#### Fund Balances of Fund Financial Statements

Nonspendable fund balance indicates that portion of fund equity is not spendable such as inventory.

The restricted fund balance category includes amounts that can be spent only for specific purposes stipulated by constitution, external resources providers, or through enabling legislation.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.

Unassigned fund balance is the residual amount that is not restricted or committed.

#### Interfund Transfers

In governmental funds, transfers should be reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

#### Unearned and Unavailable Revenue

The District reports unearned and unavailable revenues on its Statement of Net Position and Fund Balance Sheet. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and the revenue is recognized. Unavailable revenues also occur in the fund financial statements when revenue is earned but is not available. The revenue becomes available if received within 30 days of the fiscal year end.

#### Compensated Absences

The liability for compensated absences reported in the government-wide statements consist of unpaid sick leave balances. The liability has been calculated by a vesting method, in which leave amounts from both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon separation of employment are included. The plan is a deferred sick leave plan. The plan is funded from the fund that the employee is paid from. The funds are transferred to a deferred sick leave fund and the monies are invested until they are required to be paid out.

The District's recognition and measurement criteria for compensated absences follow:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both the following conditions are met:

- (a) The employees' right to receive compensation is attributable to services already rendered.
- (b) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

#### Estimates

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Notes to the Financial Statements  
June 30, 2014

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE B: DEPOSITS AND INVESTMENTS**

The District is required by New Mexico State Statute (Section 6-10-17) to be 50% collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

<u>Name of Account</u>	Balance Per Bank 6/30/14	Reconciled Balance	<u>Type</u>	
Activity Fund	\$ 105,764	\$ 97,685	Checking	Non-Interest
General Operations	2,912,930	2,428,670	Checking	Non-Interest
Athletic Funds	143,316	143,316	Checking	Interest
Deferred Sick Leave	43	43	Checking	Interest
Deferred Sick Leave	67,905	67,905	Checking	Interest
Dexter CS	934,098	934,098	Checking	Interest
Activity CD	28,161	28,161	CD	Interest
Activity CD	13,322	13,322	CD	Interest
Activity CD	20,000	20,000	CD	Interest
Activity CD	40,000	40,000	CD	Interest
TOTAL Deposited	<u>4,265,539</u>	<u>\$ 3,773,200</u>		
Less: FDIC Coverage	<u>(250,000)</u>			
Uninsured Amount	4,015,539			
50% collateral requirement	2,007,770			
Pledged securities	<u>1,453,449</u>			
Over (Under) requirement	<u>\$ 554,321</u>			

The following securities are pledged at Wells Fargo:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
FNMA FNMS	3138A2BQ1	\$ 32,023	09/01/26	Mellon, NY
FNMA FNMS	3138W9A34	966,301	03/01/42	Mellon, NY
FNMA FNMS	3138W9AZ3	455,125	08/01/26	Mellon, NY
		<u>\$ 1,453,449</u>		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.

**Custodial Credit Risk-Deposits**

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 250,000
Collateralized:	
Collateral held by the pledging bank in District's name	1,453,449
Uninsured and uncollateralized	2,562,090
Total Deposits	<u>\$ 4,265,539</u>

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2014 \$2,562,105 of the District's bank balance of \$4,265,554 was exposed to custodial credit risk.

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Notes to the Financial Statements  
June 30, 2014

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**New Mexico State Treasurer**

<u>Name of Account</u>	<u>Beginning Balance</u>	<u>Reconciled Balance</u>	<u>Type</u>
Dexter Con. Schools General RCF	\$ 100	\$ 100	Investment
Dexter Con. Schools G.O. RCF	98	98	Investment
Dexter Con. Schools G.O. RCF	74	74	Investment
TOTAL Deposited	<u>\$ 272</u>	<u>\$ 272</u>	

GASB Statement No. 40, *Deposit and Investment Risk Disclosures*, relates to how deposits and investments are reported in the annual financial statements of governmental entities. GASB Statement No. 40 disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit risk (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk. The State Treasurer's Office provides the following information regarding the LGIP:

1. With respect to credit risk, the LGIP, a government investment pool, is rated AAAM by Standard & Poor's. Therefore, the LGIP reports AAAM for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.
2. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure. However, our portfolio is posted on the State Treasurer's website [www.stonm.org](http://www.stonm.org) and available for review by participants at any time.
3. GASB Statement No. 40 defines interest rate risk as the risk that interest rate variations may adversely affect the fair value of an investment. According to GASB Statement No. 40, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at [www.nmsto.org](http://www.nmsto.org). As of June 30, 2014, the LGIP WAM(R) is 59 days and WAM(F) is 96 days.
4. Finally, with respect to foreign currency risk, all investments in the LGIP are in U.S. dollar denominated assets. Therefore, the LGIP has no foreign currency risk.

**NOTE C: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The composition of interfund balances is as follows:

<u>Receivable Fund</u>	<u>Payable Funds</u>			
	Food Service 21000	Title I 24101	IDEA B Entitlement 24106	K3 Plus 27166
General Fund	\$ <u>69,760</u>	\$ <u>55,518</u>	\$ <u>65,382</u>	\$ <u>59,707</u>

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
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June 30, 2014

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	Other Governmental Funds	Total
General Fund	\$ <u>140,106</u>	\$ <u>390,473</u>

The above interfund balances resulted from reimbursement grants. The shortfalls were covered by the General Fund. All transactions will be repaid within one year.

**NOTE D: TAXES RECEIVABLE**

Following is a schedule of property taxes receivable as of June 30, 2014:

	General 11000	Debt Service 41000	Other Governmental	Total
Property Taxes Receivable:				
Available	\$ 836	\$ 17,561	\$ 5,460	\$ 23,857
Unavailable	1,836	31,018	26,921	59,775
TOTAL Property Taxes Receivable	\$ <u>2,672</u>	\$ <u>48,579</u>	\$ <u>32,381</u>	\$ <u>83,632</u>

**NOTE E: DUE FROM OTHER GOVERNMENT UNITS**

Amounts due from other agencies and units of government were as follows as of June 30, 2014:

Federal Agencies	\$ 162,263
State Agencies	164,167
Total	\$ <u>326,430</u>

**NOTE F: UNEARNED AND UNAVAILABLE REVENUES**

Revenues are deferred in accordance with the modified accrual basis of accounting for the fund financial statements. The following deferred revenues are measurable but do not represent available expendable resources for the Fund Financial Statements for the fiscal year ended June 30, 2014:

	General 11000	Debt Service 41000	Other Governmental	Total
Property Taxes	\$ 1,836	\$ 31,018	\$ 26,921	\$ 59,775
Federal Revenues	0	0	0	0
TOTAL Deferred Revenues	\$ <u>1,836</u>	\$ <u>31,018</u>	\$ <u>26,921</u>	\$ <u>59,775</u>



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**NOTE G: CAPITAL ASSETS**

Capital Assets Balances and Activity for the Year Ended June 30, 2014, is as follows:

	Balance 6/30/13	Additions	Deletions	Balance 6/30/14
<b>Governmental Activities</b>				
Capital Assets not being Depreciated				
Land	\$ 36,491	\$ 0	\$ 0	\$ 36,491
Construction in Progress	0	0	0	0
Total Capital Assets not being Depreciated	<u>36,491</u>	<u>0</u>	<u>0</u>	<u>36,491</u>
Capital Assets, being Depreciated				
Land Improvements	2,521,672	0	0	2,521,672
Buildings & Improvement	32,307,855	440,278	0	32,748,133
Equipment, Vehicles, Information				
Technology Equipment, Software &				
Library Books	<u>6,211,352</u>	<u>157,876</u>	<u>0</u>	<u>6,369,228</u>
Total Capital Assets being Depreciated	<u>41,040,879</u>	<u>598,154</u>	<u>0</u>	<u>41,639,033</u>
Total Capital Assets	<u>\$ 41,077,370</u>	<u>\$ 598,154</u>	<u>\$ 0</u>	<u>\$ 41,675,524</u>
<b>Less Accumulated Depreciation</b>				
Buildings & Improvements	\$ 7,870,456	\$ 696,392	\$ 0	\$ 8,566,848
Equipment, Vehicles, Information				
Technology Equipment, Software &				
Library Books	<u>4,236,925</u>	<u>228,972</u>	<u>0</u>	<u>4,465,897</u>
Total Accumulated Depreciation	<u>12,107,380</u>	<u>925,364</u>	<u>0</u>	<u>13,032,745</u>
Capital Assets, net	<u>\$ 28,969,990</u>	<u>\$ (327,210)</u>	<u>\$ 0</u>	<u>\$ 28,642,779</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 925,364
Total Depreciation Expenses:	<u>\$ 925,364</u>

**NOTE H: LONG TERM DEBT**

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/13	Additions	Reductions	Balance 6/30/14	Amounts Due Within One Year
<b>Governmental Activities</b>					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 3,810,000	\$ 975,000	\$ 525,000	\$ 4,260,000	\$ 705,000
Total Bonds	<u>\$ 3,810,000</u>	<u>\$ 975,000</u>	<u>\$ 525,000</u>	<u>\$ 4,260,000</u>	<u>\$ 705,000</u>
Other Liabilities					
Compensated					
Absences	\$ 34,729	\$ 39,983	\$ 30,017	\$ 44,695	\$ 44,695
Total Other Liabilities	<u>\$ 34,729</u>	<u>\$ 39,983</u>	<u>\$ 30,017</u>	<u>\$ 44,695</u>	<u>\$ 44,695</u>

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
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June 30, 2014

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Payments on the general obligation bonds are made by the Debt Service Funds. The compensated absences liability will ultimately be liquidated by several of the District's governmental funds, with most being paid by the General Fund.

General Obligation Bonds.

The bonds and bond interest for all bond issues are to be paid from property taxes levied and acquired from the Debt Service Fund. The School District is in compliance with the provisions of all the bond resolutions. All issued bonds were for the purpose of erecting new buildings or remodeling and making additions to existing school buildings. Interest rates are from 1% to 7% and maturities are from 8/1/2012 to 8/1/2027.

Series	Original	
	Amount	Balance
NMFA-01	\$ 420,000	\$ 195,000
NMFA-05	1,300,000	1,095,000
NMFA-06	700,000	445,000
NMFA-07	1,530,000	805,000
NMFA-08	425,000	395,000
NMFA-09	450,000	350,000
NMFA-10	425,000	425,000
NMFA-11	550,000	550,000
		<u>\$ 4,260,000</u>

The annual requirements to amortize the general obligation bonds as of June 30, 2014, including interest payments are as follows:

	Principal	Interest	Total
2015	\$ 705,000	\$ 112,907	\$ 817,907
2016	550,000	102,250	652,250
2017	520,000	90,923	610,923
2018	510,000	78,528	588,528
2019	340,000	66,094	406,094
2020-2024	1,425,000	143,983	1,568,983
2025-2027	210,000	8,293	218,293
	<u>\$ 4,260,000</u>	<u>\$ 602,978</u>	<u>\$ 4,862,978</u>

Reconciliation of Long-Term Debt disclosed in Note H to the Long-Term Debt reported in the Statement of Net Position.

Note H Total Long-Term Debt	\$ 4,260,000
Statement of Net Position	<u>\$ 4,260,000</u>
Long-Term Per Government Wide Financial Statements	\$ 3,555,000
Current Portion	705,000
Statement of Net Position	<u>\$ 4,260,000</u>

**NOTE I: COMMITMENTS**

The District is in the process of completing construction projects district wide.

**NOTE J: PENSION 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 some state agency employees) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at [www.nmerb.org](http://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 make the following contributions to the Plan: 10.10% of their gross salary in the fiscal year 2014; and 10.17% of their gross salary in fiscal year 2015 and thereafter.

Employer Contributions

The District contributed 13.15% of the gross covered salary in the fiscal year 2014. In fiscal year 2015 the District will contribute 13.9% of gross covered salary.

The contribution requirements of the 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 \$742,085, \$584,652, and \$471,063, respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE K: POST-EMPLOYMENT BENEFITS**

**Plan Description**

The District 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.

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 the Retiree Health Care Authority at 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](http://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, 2014, 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, 2014, 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, 2014, 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 is not a member of the enhanced retirement plan.

The District's contributions to the RHCA for the years ended June 30, 2014, 2013 and 2012 were \$112,820, \$106,720 and \$94,586 respectively, which equal the required contributions for each year.

### **NOTE L: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS**

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - all Governmental Fund Types is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the budget basis and GAAP (Generally Accepted Accounting Principles) basis are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from GAAP basis to the budget basis for the governmental funds are presented on each individual Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).

Reconciliations are located at the bottom of each budget actual.

**NOTE M: INSURANCE COVERAGE**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error and omissions; and injuries to employees; and natural disasters. The District, as a New Mexico Public School, is insured through the New Mexico Public Schools Insurance Authority (NMPSIA). Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

- Workers Compensation
- Property and Automobile Liability and Physical Damage
- Liability and Civil Rights and Personal Injury
- Contract School Bus Coverage; and
- Crime

**NOTE N: JOINT POWERS AGREEMENTS**

The District is a member of a joint powers agreement with the Pecos Valley Regional Education Center No. 8 (PVREC). The joint powers agreement includes Loving, Hagerman, Dexter, and Lake Arthur school districts. The purpose of the agreement is to form an organization to establish and maintain cooperative programs of various federal and state grants.

The financial statements were prepared by another IPA. The audit report is available at the PVREC located in Artesia, New Mexico.

The Dexter Consolidated Schools is a member of a joint powers agreement with ten other school districts in the Southeastern New Mexico Education Resources Center (SNMERC). Pecos Valley Regional Center Cooperative is the fiscal agent for this group.

The District is a member of the Cooperative Educational Services. The joint powers agreement was entered into July 1, 1984. The purpose of the agreement is to pool efforts in order to bring additional, necessary educational services to their respective school districts at an affordable cost. The term of the agreement shall continue until it is rescinded or terminated by a majority vote of the participating School Districts.

**NOTE O: SURETY BOND**

The officials and certain employees of the District are covered by a surety bond as required by Section 12-6-7, NMSA, 1978 Compilation.

**NOTE P. DEFICIT FUND BALANCE**

Food Service Fund (21000) had a deficit fund balance of \$(58,247) and Transportation (13000) or \$(2,611).

**NOTE Q. BUDGET VIOLATIONS**

The District has maintained expenditures at the function level in which actual expenditures exceeded budgetary authority in the Food Service fund of \$(15,461).

**NOTE R. RESTATEMENT**

The Net Position was restated \$(135,232) for net issue costs GASBS 65.

**SUPPLEMENTAL INFORMATION RELATED TO  
MAJOR FUNDS**

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 CAPITAL PROJECT FUND-BOND BUILDING-31100  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Non-GAAP-Budgetary Basis)  
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Bond Proceeds	\$ 0	\$ 425,000	\$ 425,000	\$ 0
Total Revenues	<u>0</u>	<u>425,000</u>	<u>425,000</u>	<u>0</u>
<b>Expenditures</b>				
<b>Capital Outlay</b>				
Professional & Tech Services	0	0	29,755	(29,755)
Fixed Assets	434,985	434,985	221,374	213,611
Supply Assets	<u>0</u>	<u>0</u>	<u>58,811</u>	<u>(58,811)</u>
Total Capital Outlay	<u>434,985</u>	<u>434,985</u>	<u>309,940</u>	<u>125,045</u>
Total Expenditures	<u>434,985</u>	<u>434,985</u>	<u>309,940</u>	<u>125,045</u>
Excess (Deficiency) of Revenues Over Expenditures	(434,985)	(9,985)	115,060	125,045
Cash Balance Beginning of Year	<u>434,985</u>	<u>434,985</u>	<u>434,985</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 425,000</u>	<u>\$ 550,045</u>	<u>\$ 125,045</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>115,060</u>	
Net Change in Fund Balance-GAAP Basis			\$ <u><u>115,060</u></u>	

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

## DEBT SERVICE-41000

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 623,089	\$ 623,089	\$ 709,094	\$ 86,005
Total Revenues	<u>623,089</u>	<u>623,089</u>	<u>709,094</u>	<u>86,005</u>
<b>Expenditures</b>				
<b>Support Services</b>				
<b>General Administration</b>				
Professional & Tech Services	5,000	6,000	5,898	102
Total General Administration	<u>5,000</u>	<u>6,000</u>	<u>5,898</u>	<u>102</u>
Total Support Services	<u>5,000</u>	<u>6,000</u>	<u>5,898</u>	<u>102</u>
<b>Debt Service</b>				
Principal	525,000	525,000	525,000	0
Interest	110,170	110,170	110,167	3
Total Debt Service	<u>635,170</u>	<u>635,170</u>	<u>635,167</u>	<u>3</u>
Total Expenditures	<u>640,170</u>	<u>641,170</u>	<u>641,065</u>	<u>105</u>
Excess (Deficiency) of Revenues Over Expenditures	(17,081)	(18,081)	68,029	86,110
Cash Balance Beginning of Year	<u>661,222</u>	<u>661,222</u>	<u>661,222</u>	<u>0</u>
Cash Balance End of Year	\$ <u>644,141</u>	\$ <u>643,141</u>	\$ <u>729,251</u>	\$ <u>86,110</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 68,029	
Net Change in Taxes Receivable			11,967	
Net Change in Unavailable Revenue			(1,468)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 78,528</u>	

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



**SUPPLEMENTAL INFORMATION RELATED TO  
NON MAJOR FUNDS**

### **NONMAJOR SPECIAL REVENUE FUNDS**

**Athletics (22000).** To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

**Title I Migrant (24103).** To account for a program funded by a federal grant whose purpose is to implement school wide bilingual education programs of special alternative instruction programs to improve, reform and upgrade relevant programs and operations within an entire local educational agency, that serve a significant number of children and youth of limited English proficiency in local educational agencies with significant concentrations of such children and youth. The fund was created by the authority of federal grant provisions. (Title VII, Section 7115 of the ESEA (20USC 7425)).

**IDEA Preschool (24109).** To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the Individuals with Disabilities Education Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, 101-476, and 102-119. The fund was created by the authority of federal grant provisions.

**IDEA B, Risk Pool (24120).** To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

**English Language Acquisition (24153).** To account for revenues and expenditures received from a federal grant provided to develop school-wide programs for limited English proficient students that reform, restructure, and upgrade all relevant programs. The fund was created by the Elementary and Secondary Education Act of 1965, as amended, Title VII, Part A.

**Improving Teacher Quality (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 student academic achievement. Elementary and Secondary Education Act of 1965, as amended, Title II, Part A (PL 107-110).

**Rural & Low Income Schools (24160)** To account for a federal grant to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. The grant is authorized by the Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

**Carl Perkins (24180)(24182)** To account for funds distributed by the U. S. Department of Education through the State Department of Education to provide services which impact school district vocational programs, educators, and students. This fund was created by the authority of the Carl D. Perkins Vocational. and Applied Technology Education Amendments of 1998, Title I, Part B and C and Sections 115 and 116, and Workforce Investment Act, Section 503.

**Medicaid (25153).** To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

#### **NONMAJOR SPECIAL REVENUE FUNDS**

**Dual Credit Instructional Materials (27103).** To provide financial assistance to purchased instructional materials for the college classes offered to students who are taking them for dual credits. The fund was created by the authority of state grant provisions.

**2012 GO Students Library (27107).** To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

**NM Reads to Lead K-3 (27114).** To account for revenue and expenditures received from a state grant for the purpose of improving skills of young students in the area of reading. The fund was created by the authority of state grant provisions.

**Pre K Initiative (27149).** To account for revenues and expenditures from a state grant provided for the running of the Pre K program.. The fund was created by state grant provisions.

**Breakfast for Elementary Students (27155).** To account for revenues and expenditures from a state grant for the purpose of providing a free breakfast to elementary students. The fund was created by state grant provisions.

**Top Growth School (27171).** To account for revenues and expenditures received for most improved District in assessments tests. The fund was created by state grant provisions.

**Science Instructional Materials (27176).** To account for revenues and expenditures to purchase science kits. The fund was created by state grant provisions.

**School Bus Replacement (27178).** To account for a state grant used to purchase a school bus. The fund was created by the authority of state grant provisions.

**Next Generation Assessments (27185).** To account for a state grant used to purchase computer equipment for the science classroom. The fund was created by the authority of state grant provisions.

#### **NON-MAJOR CAPITAL OUTLAY**

**Senate Bill Nine (31700).** The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

**Ed Tech Equipment (31900).** To account for proceeds received from the issuance of Educational Technology Notes to be used for the acquisition of education technology equipment for use in classrooms and library and media centers. Authority for the creation of this fund is NMSA 1978, 6-15A-1 through 6-15A-16.

#### **NON-MAJOR DEBT SERVICE**

**Deferred Sick Leave Fund (42000).** To account for the transfers from other funds. The expenditures are restricted to paying terminated employees their sick leave.

**Ed Tech Debt Service (43000).** To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	Athletics 22000	Title I Migrant 24103	IDEA Preschool 24109
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 143,316	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	4,957	4,234
Total Assets	<u>\$ 143,316</u>	<u>\$ 4,957</u>	<u>\$ 4,234</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	4,957	4,234
Total Liabilities	<u>0</u>	<u>4,957</u>	<u>4,234</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	143,316	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>143,316</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 143,316</u>	<u>\$ 4,957</u>	<u>\$ 4,234</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	IDEA B Risk Pool 24120	English Language Acquisition 24153	Improving Teacher Quality 24154
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	3,896	7,802
Total Assets	<u>\$ 0</u>	<u>\$ 3,896</u>	<u>\$ 7,802</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	3,896	7,802
Total Liabilities	<u>0</u>	<u>3,896</u>	<u>7,802</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 0</u>	<u>\$ 3,896</u>	<u>\$ 7,802</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	Rural & Low Income Schools 24160	Carl Perkins 24180	Carl Perkins HSTW Redistribution 24182
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	20,474	0
Total Assets	<u>\$ 0</u>	<u>\$ 20,474</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	20,474	0
Total Liabilities	<u>0</u>	<u>20,474</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 0</u>	<u>\$ 20,474</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	Medicaid 25153	Dual Credit Instructional Materials 27103	2012 GO Student Library 27107
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4,742	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	5,301
Total Assets	<u>\$ 4,742</u>	<u>\$ 0</u>	<u>\$ 5,301</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	5,301
Total Liabilities	<u>0</u>	<u>0</u>	<u>5,301</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	4,742	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>4,742</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 4,742</u>	<u>\$ 0</u>	<u>\$ 5,301</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	NM Reads to Lead 27114	Pre-K Initiative 27149	Breakfast for Elementary 27155
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	8,202	44,979	0
Total Assets	<u>\$ 8,202</u>	<u>\$ 44,979</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	8,202	44,979	0
Total Liabilities	<u>8,202</u>	<u>44,979</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 8,202</u>	<u>\$ 44,979</u>	<u>\$ 0</u>

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	Special Revenue Funds		
	Top Growth School 27171	Science Instructional Materials 27176	School Bus Replacement 27178
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	431	0	0
Total Assets	<u>\$ 431</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	431	0	0
Total Liabilities	<u>431</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 431</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	<u>Special Revenue</u>	<u>Capital Outlay</u>	
	Next Generation Assessment 27185	Senate Bill Nine 31700	Ed Tech Equipment 31900
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 53,171	\$ 433,406
Receivables			
Taxes	0	24,695	0
Due From Grantor	39,830	0	0
Total Assets	<u>\$ 39,830</u>	<u>\$ 77,866</u>	<u>\$ 433,406</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 5,382	\$ 0
Interfund Balances	39,830	0	0
Total Liabilities	<u>39,830</u>	<u>5,382</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	20,888	0
Total Deferred Inflows of Resources	<u>0</u>	<u>20,888</u>	<u>0</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	0
Capital Projects	0	51,596	433,406
Debt Service	0	0	0
Total Fund Balance	<u>0</u>	<u>51,596</u>	<u>433,406</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 39,830</u>	<u>\$ 77,866</u>	<u>\$ 433,406</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Balance Sheet  
June 30, 2014

	<u>Debt Service</u>		
	<u>Deferred Sick Leave Fund 42000</u>	<u>Ed Tech Debt Service 43000</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 68,051	\$ 157,373	\$ 860,059
Receivables			
Taxes	0	7,686	32,381
Due From Grantor	0	0	140,106
Total Assets	<u>\$ 68,051</u>	<u>\$ 165,059</u>	<u>\$ 1,032,546</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 5,382
Interfund Balances	<u>0</u>	<u>0</u>	<u>140,106</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>145,488</u>
Deferred Inflows of Resources			
Unavailable Revenue	<u>0</u>	<u>6,033</u>	<u>26,921</u>
Total Deferred Inflows of Resources	<u>0</u>	<u>6,033</u>	<u>26,921</u>
Fund Balance			
Restricted for:			
Special Revenue Funds	0	0	148,058
Capital Projects	0	0	485,002
Debt Service	<u>68,051</u>	<u>159,026</u>	<u>227,077</u>
Total Fund Balance	<u>68,051</u>	<u>159,026</u>	<u>860,137</u>
Total Liabilities, Deferred Inflows and Fund Balance	<u>\$ 68,051</u>	<u>\$ 165,059</u>	<u>\$ 1,032,546</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	Athletics 22000	Title I Migrant 24103	IDEA Preschool 24109
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	19,453	0	0
Investment Income	230	0	0
State Grants	0	0	0
Federal Grants	0	37,297	11,361
Miscellaneous	0	0	0
Total Revenues	<u>19,683</u>	<u>37,297</u>	<u>11,361</u>
<b>Expenditures</b>			
Current			
Instruction	520	25,740	1,458
Support Services			
Students	0	0	9,903
Instruction	0	0	0
General Administration	0	803	0
School Administration	0	0	0
Central Services	0	10,754	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>520</u>	<u>37,297</u>	<u>11,361</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>19,163</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	19,163	0	0
Fund Balance Beginning of Year	<u>124,153</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 143,316</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	IDEA B Risk Pool 24120	English Language Acquisition 24153	Improving Teacher Quality 24154
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Investment Income	0	0	0
State Grants	0	0	0
Federal Grants	1,914	13,512	48,329
Miscellaneous	0	0	0
<b>Total Revenues</b>	<u>1,914</u>	<u>13,512</u>	<u>48,329</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	1,914	12,252	48,329
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	1,260	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
<b>Total Expenditures</b>	<u>1,914</u>	<u>13,512</u>	<u>48,329</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	0	0
<b>Total Other Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balance</b>	0	0	0
<b>Fund Balance Beginning of Year</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	Rural & Low Income Schools 24160	Carl Perkins 24180	Carl Perkins HSTW Redistribution 24182
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Investment Income	0	0	0
State Grants	0	0	0
Federal Grants	0	23,835	3,404
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>23,835</u>	<u>3,404</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	0	21,195	3,404
Support Services			
Students	0	0	0
Instruction	0	2,640	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>0</u>	<u>23,835</u>	<u>3,404</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	Medicaid 25153	Dual Credit Instructional Materials 27103	2012 GO Student Library 27107
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	68,198	0	0
Investment Income	0	0	0
State Grants	0	8,966	5,734
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>68,198</u>	<u>8,966</u>	<u>5,734</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	0	8,966	0
Support Services			
Students	67,283	0	0
Instruction	0	0	5,734
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>67,283</u>	<u>8,966</u>	<u>5,734</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>915</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	915	0	0
Fund Balance Beginning of Year	<u>3,827</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 4,742</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	NM Reads to Lead 27114	Pre-K Initiative 27149	Breakfast for Elementary 27155
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Investment Income	0	0	0
State Grants	36,474	104,044	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>36,474</u>	<u>104,044</u>	<u>0</u>
<b>Expenditures</b>			
<b>Current</b>			
Instruction	36,474	104,044	0
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>36,474</u>	<u>104,044</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Bond Proceeds	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue Funds		
	Top Growth School 27171	Science Instructional Materials 27176	School Bus Replacement 27178
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Investment Income	0	0	0
State Grants	431	0	87,556
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>431</u>	<u>0</u>	<u>87,556</u>
<b>Expenditures</b>			
Current			
Instruction	431	0	0
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Central Services	0	0	0
Operation & Maintenance of Plant	0	0	0
Capital Outlay	0	0	87,556
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>431</u>	<u>0</u>	<u>87,556</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Bond Proceeds	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	Special Revenue		Capital Outlay	
	Next	Senate	Ed Tech	
	Generation Assessment 27185	Bill Nine 31700	Equipment 31900	
<b>Revenues</b>				
Property Taxes	\$ 0	\$ 147,797	\$ 0	
Fees	0	0	0	
Investment Income	0	0	0	
State Grants	39,830	0	0	
Federal Grants	0	0	0	
Miscellaneous	0	0	0	
Total Revenues	<u>39,830</u>	<u>147,797</u>	<u>0</u>	
<b>Expenditures</b>				
Current				
Instruction	0	0	91,268	
Support Services				
Students	0	0	0	
Instruction	39,830	0	0	
General Administration	0	1,266	0	
School Administration	0	0	0	
Central Services	0	0	0	
Operation & Maintenance of Plant	0	177,729	0	
Capital Outlay	0	0	0	
Debt Service				
Principal	0	0	0	
Interest	0	0	0	
Bond Issue Costs	0	0	25,326	
Total Expenditures	<u>39,830</u>	<u>178,995</u>	<u>116,594</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(31,198)</u>	<u>(116,594)</u>	
Other Financing Sources (Uses)				
Bond Proceeds	0	0	550,000	
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>550,000</u>	
Net Change in Fund Balance	0	(31,198)	433,406	
Fund Balance Beginning of Year	0	82,794	0	
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 51,596</u>	<u>\$ 433,406</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
NONMAJOR FUNDS  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2014

	<u>Debt Service</u>		Total
	Deferred Sick Leave Fund 42000	Ed Tech Debt Service 43000	
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 60,928	\$ 208,725
Fees	0	0	87,651
Investment Income	333	0	563
State Grants	0	0	283,035
Federal Grants	0	0	139,652
Miscellaneous	0	0	0
Total Revenues	<u>333</u>	<u>60,928</u>	<u>719,626</u>
<b>Expenditures</b>			
Current			
Instruction	0	0	355,995
Support Services			
Students	0	0	77,186
Instruction	0	0	48,204
General Administration	0	493	2,562
School Administration	0	0	1,260
Central Services	5,054	0	15,808
Operation & Maintenance of Plant	0	0	177,729
Capital Outlay	0	0	87,556
Debt Service			
Principal	0	0	0
Interest	0	2,234	2,234
Bond Issue Costs	0	0	25,326
Total Expenditures	<u>5,054</u>	<u>2,727</u>	<u>793,860</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(4,721)</u>	<u>58,201</u>	<u>(74,234)</u>
Other Financing Sources (Uses)			
Bond Proceeds	<u>0</u>	<u>0</u>	<u>550,000</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>550,000</u>
Net Change in Fund Balance	(4,721)	58,201	475,766
Fund Balance Beginning of Year	<u>72,772</u>	<u>100,825</u>	<u>384,371</u>
Fund Balance End of Year	<u>\$ 68,051</u>	<u>\$ 159,026</u>	<u>\$ 860,137</u>

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

SPECIAL REVENUE FUND-ATHLETICS-22000

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Interest Income	\$ 717	\$ 717	\$ 230	\$ (487)
Fees	19,000	19,000	19,453	453
Total Revenues	<u>19,717</u>	<u>19,717</u>	<u>19,683</u>	<u>(34)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Other Purchased Services	43,870	43,870	0	43,870
Supplies	100,000	100,000	520	99,480
Total Instruction	<u>143,870</u>	<u>143,870</u>	<u>520</u>	<u>143,350</u>
Total Expenditures	<u>143,870</u>	<u>143,870</u>	<u>520</u>	<u>143,350</u>
Excess (Deficiency) of Revenues Over Expenditures	(124,153)	(124,153)	19,163	143,316
Cash Balance Beginning of Year	<u>124,153</u>	<u>124,153</u>	<u>124,153</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 143,316</u>	<u>\$ 143,316</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 19,163</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 19,163</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I MIGRANT-24103  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 39,685	\$ 49,685	\$ 36,027	\$ (13,658)
Total Revenues	<u>39,685</u>	<u>49,685</u>	<u>36,027</u>	<u>(13,658)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	12,905	19,805	14,113	5,692
Employee Benefits	8,670	10,170	9,071	1,099
Professional & Tech Services	0	600	410	190
Supplies	2,462	3,462	2,146	1,316
Total Instruction	<u>24,037</u>	<u>34,037</u>	<u>25,740</u>	<u>8,297</u>
<b>Support Services</b>				
<b>School Administration</b>				
Professional & Tech Services	1,270	1,270	805	465
Total School Administration	<u>1,270</u>	<u>1,270</u>	<u>805</u>	<u>465</u>
<b>Central Services</b>				
Personnel Services	8,679	8,679	8,711	(32)
Employee Benefits	2,014	2,014	2,043	(29)
Total Central Services	<u>10,693</u>	<u>10,693</u>	<u>10,754</u>	<u>(61)</u>
Total Support Services	<u>11,963</u>	<u>11,963</u>	<u>11,559</u>	<u>404</u>
Total Expenditures	<u>36,000</u>	<u>46,000</u>	<u>37,299</u>	<u>8,701</u>
Excess (Deficiency) of Revenues Over Expenditures	3,685	3,685	(1,272)	(4,957)
Cash Balance Beginning of Year	<u>(3,685)</u>	<u>(3,685)</u>	<u>(3,685)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,957)</u>	<u>\$ (4,957)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,272)	
Net Change in Due from Grantor			<u>1,272</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PRESCHOOL-24109  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 10,192	\$ 14,944	\$ 10,411	\$ (4,533)
Total Revenues	<u>10,192</u>	<u>14,944</u>	<u>10,411</u>	<u>(4,533)</u>
<b>Expenditures</b>				
<b>Support Services</b>				
<b>Students</b>				
Personnel Services	4,500	4,500	4,233	267
Employee Benefits	950	2,400	2,384	16
Professional & Tech Services	0	1,500	1,484	16
Other Purchased Services	0	1,802	1,802	0
Total Students	<u>5,450</u>	<u>10,202</u>	<u>9,903</u>	<u>299</u>
Total Expenditures	<u>5,450</u>	<u>10,202</u>	<u>9,903</u>	<u>299</u>
Excess (Deficiency) of Revenues Over Expenditures	4,742	4,742	508	(4,832)
Cash Balance Beginning of Year	<u>(4,742)</u>	<u>(4,742)</u>	<u>(4,742)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,234)</u>	<u>\$ (4,832)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 508	
Net Change in Due from Grantor			<u>(508)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

SPECIAL REVENUE FUND-IDEA B, RISK POOL-24120

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 2,208	\$ 2,208	\$ 2,122	\$ (86)
Total Revenues	<u>2,208</u>	<u>2,208</u>	<u>2,122</u>	<u>(86)</u>
Expenditures				
Instruction				
Supplies	2,000	2,000	1,914	86
Total Instruction	<u>2,000</u>	<u>2,000</u>	<u>1,914</u>	<u>86</u>
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>1,914</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	208	208	208	(86)
Cash Balance Beginning of Year	<u>(208)</u>	<u>(208)</u>	<u>(208)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (86)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 208	
Net Change in Due from Grantor			<u>(208)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-ENGLISH LANGUAGE ACQUISITION-24153  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 17,522	\$ 22,323	\$ 17,129	\$ (5,194)
Total Revenues	<u>17,522</u>	<u>22,323</u>	<u>17,129</u>	<u>(5,194)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	1,548	3,138	4,700	(1,562)
Employee Benefits	118	532	645	(113)
Professional & Tech Services	6,000	8,735	5,265	3,470
Other Purchased Services	0	62	52	10
Supplies	643	643	1,590	(947)
Total Instruction	<u>8,309</u>	<u>13,110</u>	<u>12,252</u>	<u>858</u>
<b>Support Services</b>				
<b>School Administration</b>				
Professional & Tech Services	1,700	1,700	1,260	440
Total School Administration	<u>1,700</u>	<u>1,700</u>	<u>1,260</u>	<u>440</u>
Total Support Services	<u>1,700</u>	<u>1,700</u>	<u>1,260</u>	<u>440</u>
Total Expenditures	<u>10,009</u>	<u>14,810</u>	<u>13,512</u>	<u>1,298</u>
Excess (Deficiency) of Revenues Over Expenditures	7,513	7,513	3,617	(3,896)
Cash Balance Beginning of Year	<u>(7,513)</u>	<u>(7,513)</u>	<u>(7,513)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,896)</u>	<u>\$ (3,896)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,617	
Net Change in Receivables			<u>(3,617)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-IMPROVING TEACHER QUALITY-24154  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 56,070	\$ 56,070	\$ 48,268	\$ (7,802)
Total Revenues	<u>56,070</u>	<u>56,070</u>	<u>48,268</u>	<u>(7,802)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	38,430	38,430	37,469	961
Employee Benefits	<u>7,899</u>	<u>7,899</u>	<u>8,860</u>	<u>(961)</u>
Total Instruction	<u>46,329</u>	<u>46,329</u>	<u>46,329</u>	<u>0</u>
Total Expenditures	<u>46,329</u>	<u>46,329</u>	<u>46,329</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	9,741	9,741	1,939	(7,802)
Cash Balance Beginning of Year	<u>(9,741)</u>	<u>(9,741)</u>	<u>(9,741)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (7,802)</u>	<u>\$ (7,802)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,939	
Net Change in Due from Grantor			<u>(1,939)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-RURAL & LOW INCOME SCHOOLS-24160  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 10,206	\$ 10,206	\$ 10,206	\$ 0
Total Revenues	<u>10,206</u>	<u>10,206</u>	<u>10,206</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	10,206	10,206	10,206	0
Cash Balance Beginning of Year	<u>(10,206)</u>	<u>(10,206)</u>	<u>(10,206)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 10,206	
Net Change in Due from Grantor			<u>(10,206)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-CARL PERKINS-24180  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 7,301	\$ 37,733	\$ 10,662	\$ (27,071)
Total Revenues	<u>7,301</u>	<u>37,733</u>	<u>10,662</u>	<u>(27,071)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	1,440	268	1,172
Employee Benefits	0	150	21	129
Professional & Tech Services	0	5,830	433	5,397
Other Purchased Services	0	19,872	20,473	(601)
Total Instruction	<u>0</u>	<u>27,292</u>	<u>21,195</u>	<u>6,097</u>
<b>Support Services</b>				
<b>Students</b>				
Professional & Tech Services	0	500	0	500
Total Students	<u>0</u>	<u>500</u>	<u>0</u>	<u>500</u>
<b>School Administration</b>				
Professional & Tech Services	0	2,640	2,640	0
Total School Administration	<u>0</u>	<u>2,640</u>	<u>2,640</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>3,140</u>	<u>2,640</u>	<u>500</u>
Total Expenditures	<u>0</u>	<u>30,432</u>	<u>23,835</u>	<u>6,597</u>
Excess (Deficiency) of Revenues Over Expenditures	7,301	7,301	(13,173)	(20,474)
Cash Balance Beginning of Year	<u>(7,301)</u>	<u>(7,301)</u>	<u>(7,301)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (20,474)</u>	<u>\$ (20,474)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (13,173)	
Net Change in Due from Grantor			13,173	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

SPECIAL REVENUE FUND-CARL PERKINS HSTW-REDISTRIBUTION-24182

Statement of Revenues, Expenditures, and Changes in Cash Balance -

Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Federal Grant	\$ 4,249	\$ 13,455	\$ 7,653	\$ (5,802)
Total Revenues	<u>4,249</u>	<u>13,455</u>	<u>7,653</u>	<u>(5,802)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Professional & Tech Services	<u>0</u>	<u>9,206</u>	<u>3,404</u>	<u>5,802</u>
Total Instruction	<u>0</u>	<u>9,206</u>	<u>3,404</u>	<u>5,802</u>
Total Expenditures	<u>0</u>	<u>9,206</u>	<u>3,404</u>	<u>5,802</u>
Excess (Deficiency) of Revenues Over Expenditures	4,249	4,249	4,249	0
Cash Balance Beginning of Year	<u>(4,249)</u>	<u>(4,249)</u>	<u>(4,249)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 4,249	
Net Change in Due from Grantor			<u>(4,249)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-MEDICAID-25153  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 69,673	\$ 69,673	\$ 68,198	\$ (1,475)
Total Revenues	<u>69,673</u>	<u>69,673</u>	<u>68,198</u>	<u>(1,475)</u>
Expenditures				
Support Services				
Students				
Personnel Services	48,644	48,644	48,608	36
Employee Benefits	19,529	19,529	18,675	854
Professional & Tech Services	5,000	5,000	0	5,000
Supplies	327	327	0	327
Total Students	<u>73,500</u>	<u>73,500</u>	<u>67,283</u>	<u>6,217</u>
Total Support Services	<u>73,500</u>	<u>73,500</u>	<u>67,283</u>	<u>6,217</u>
Total Expenditures	<u>73,500</u>	<u>73,500</u>	<u>67,283</u>	<u>6,217</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,827)	(3,827)	915	4,742
Cash Balance Beginning of Year	<u>3,827</u>	<u>3,827</u>	<u>3,827</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,742</u>	<u>\$ 4,742</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 915	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 915	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-DUAL CREDIT INSTRUCTIONAL MATERIALS-27103  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 8,966	\$ 8,966	\$ 0
Total Revenues	<u>0</u>	<u>8,966</u>	<u>8,966</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	8,966	8,966	0
Total Instruction	<u>0</u>	<u>8,966</u>	<u>8,966</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>8,966</u>	<u>8,966</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-2012 GO STUDENT LIBRARY-27107  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 10,212	\$ 10,212	\$ 433	\$ (9,779)
Total Revenues	<u>10,212</u>	<u>10,212</u>	<u>433</u>	<u>(9,779)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	10,212	10,212	5,734	4,478
Total Instruction	<u>10,212</u>	<u>10,212</u>	<u>5,734</u>	<u>4,478</u>
Total Expenditures	<u>10,212</u>	<u>10,212</u>	<u>5,734</u>	<u>4,478</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(5,301)	(5,301)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (5,301)</u>	<u>\$ (5,301)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,301)	
Net Change in Due from Grantor			<u>5,301</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-NM READS TO LEAD-27114  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 42,096	\$ 82,570	\$ 70,368	\$ (12,202)
Total Revenues	<u>42,096</u>	<u>82,570</u>	<u>70,368</u>	<u>(12,202)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	26,275	27,574	(1,299)
Employee Benefits	0	10,199	8,900	1,299
Supplies	<u>0</u>	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Total Instruction	<u>0</u>	<u>40,474</u>	<u>36,474</u>	<u>4,000</u>
Total Expenditures	<u>0</u>	<u>40,474</u>	<u>36,474</u>	<u>4,000</u>
Excess (Deficiency) of Revenues Over Expenditures	42,096	42,096	33,894	(8,202)
Cash Balance Beginning of Year	<u>(42,096)</u>	<u>(42,096)</u>	<u>(42,096)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (8,202)</u>	<u>\$ (8,202)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 33,894	
Net Change in Due from Grantor			<u>(33,894)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-PRE-K INITIATIVE-27149  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 113,326	\$ 113,326	\$ 60,255	\$ (53,071)
Total Revenues	<u>113,326</u>	<u>113,326</u>	<u>60,255</u>	<u>(53,071)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	55,177	56,525	54,071	2,454
Employee Benefits	22,284	23,111	22,272	839
Professional & Tech Services	3,679	3,679	472	3,207
Other Purchased Services	28,135	25,960	24,585	1,375
Supplies	2,860	2,860	1,858	1,002
Supply Assets	0	0	785	(785)
Total Instruction	<u>112,135</u>	<u>112,135</u>	<u>104,043</u>	<u>8,092</u>
Total Expenditures	<u>112,135</u>	<u>112,135</u>	<u>104,043</u>	<u>8,092</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,191</u>	<u>1,191</u>	<u>(43,788)</u>	<u>(44,979)</u>
Cash Balance Beginning of Year	<u>(1,191)</u>	<u>(1,191)</u>	<u>(1,191)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (44,979)</u>	<u>\$ (44,979)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (43,788)	
Net Change in Due from Grantor			<u>43,788</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-BBREAKFAST FOR ELEMENTARY-27155  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 7,609	\$ 7,609	\$ 7,609	\$ 0
Total Revenues	<u>7,609</u>	<u>7,609</u>	<u>7,609</u>	<u>0</u>
<b>Expenditures</b>				
<b>Food Service</b>				
Supplies	0	0	0	0
Total Food Service	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	7,609	7,609	7,609	0
Cash Balance Beginning of Year	<u>(7,609)</u>	<u>(7,609)</u>	<u>(7,609)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 7,609	
Net Change in Due from Grantor			<u>(7,609)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-TOP GROWTH SCHOOL-27171  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 11,434	\$ 12,106	\$ 11,434	\$ (672)
Total Revenues	<u>11,434</u>	<u>12,106</u>	<u>11,434</u>	<u>(672)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	<u>0</u>	<u>672</u>	<u>431</u>	<u>241</u>
Total Instruction	<u>0</u>	<u>672</u>	<u>431</u>	<u>241</u>
Total Expenditures	<u>0</u>	<u>672</u>	<u>431</u>	<u>241</u>
Excess (Deficiency) of Revenues Over Expenditures	11,434	11,434	11,003	(431)
Cash Balance Beginning of Year	<u>(11,434)</u>	<u>(11,434)</u>	<u>(11,434)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (431)</u>	<u>\$ (431)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 11,003	
Net Change in Due from Grantor			<u>(11,003)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-SCIENCE INSTRUCTIONAL MATERIALS-27176  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 4,886	\$ 4,886	\$ 4,886	\$ 0
Total Revenues	<u>4,886</u>	<u>4,886</u>	<u>4,886</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	4,886	4,886	4,886	0
Cash Balance Beginning of Year	<u>(4,886)</u>	<u>(4,886)</u>	<u>(4,886)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 4,886	
Net Change in Due from Grantor			<u>(4,886)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-SCHOOL BUS REPLACEMENT-27178  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
State Grant	\$ 0	\$ 87,556	\$ 87,556	\$ 0
Total Revenues	<u>0</u>	<u>87,556</u>	<u>87,556</u>	<u>0</u>
<b>Expenditures</b>				
<b>Student Transportation</b>				
Capital Outlay	0	87,556	87,556	0
Total Student Transportation	<u>0</u>	<u>87,556</u>	<u>87,556</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>87,556</u>	<u>87,556</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
SPECIAL REVENUE FUND-NEXT GENERATION ASSESSMENT-27185  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 39,830	\$ 0	\$ (39,830)
Total Revenues	<u>0</u>	<u>39,830</u>	<u>0</u>	<u>(39,830)</u>
Expenditures				
Support Services				
Instruction				
Supply Assets	0	39,830	39,830	0
Total Support Services	<u>0</u>	<u>39,830</u>	<u>39,830</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>39,830</u>	<u>39,830</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(39,830)	(39,830)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (39,830)</u>	<u>\$ (39,830)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (39,830)	
Net Change in Due from Grantor			<u>39,830</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
CAPITAL PROJECT FUND-SENATE BILL NINE-31700  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 143,313	\$ 143,313	\$ 152,662	\$ 9,349
State Grant	375,469	375,469	375,469	0
Total Revenues	<u>518,782</u>	<u>518,782</u>	<u>528,131</u>	<u>9,349</u>
<b>Expenditures</b>				
<b>Support Services</b>				
General Administration				
Professional & Tech Services	1,500	1,812	1,266	546
Total General Administration	<u>1,500</u>	<u>1,812</u>	<u>1,266</u>	<u>546</u>
Total Support Services	<u>1,500</u>	<u>1,812</u>	<u>1,266</u>	<u>546</u>
<b>Capital Outlay</b>				
Purchased Property Services	221,316	221,004	91,273	129,731
Supplies	0	0	77,926	(77,926)
Supply Assets	0	0	8,529	(8,529)
Total Capital Outlay	<u>221,316</u>	<u>221,004</u>	<u>177,728</u>	<u>43,276</u>
Total Expenditures	<u>222,816</u>	<u>222,816</u>	<u>178,994</u>	<u>43,822</u>
Excess (Deficiency) of Revenues Over Expenditures	295,966	295,966	349,137	53,171
Cash Balance Beginning of Year	<u>(295,966)</u>	<u>(295,966)</u>	<u>(295,966)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 53,171</u>	<u>\$ 53,171</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 349,137	
Net Change in Taxes Receivable			(5,194)	
Net Change in Due from Grantor			(375,469)	
Net Change in Unavailable Revenue			328	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (31,198)</u>	

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 CAPITAL PROJECT FUND-ED TECH EQUIPMENT-31900  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Non-GAAP-Budgetary Basis)  
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Bond Proceeds	\$ 0	\$ 550,000	\$ 550,000	\$ 0
Total Revenues	<u>0</u>	<u>550,000</u>	<u>550,000</u>	<u>0</u>
<b>Expenditures</b>				
<b>Capital Outlay</b>				
Professional & Tech Services	0	0	25,326	(25,326)
Supply Assets	0	550,000	91,268	458,732
Total Capital Outlay	<u>0</u>	<u>550,000</u>	<u>116,594</u>	<u>433,406</u>
Total Expenditures	<u>0</u>	<u>550,000</u>	<u>116,594</u>	<u>433,406</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	433,406	433,406
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 433,406</u>	<u>\$ 433,406</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 433,406</u>	
Net Change in Fund Balance-GAAP Basis			<u>\$ 433,406</u>	

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



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
DEBT SERVICE FUND-DEFERRED SICK LEAVE FUND-42000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)  
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Interest Income	\$ 500	\$ 500	\$ 333	\$ (167)
Total Revenues	<u>500</u>	<u>500</u>	<u>333</u>	<u>(167)</u>
<b>Expenditures</b>				
<b>Central Services</b>				
Employee Benefits	10,000	10,000	5,054	4,946
Total Central Services	<u>10,000</u>	<u>10,000</u>	<u>5,054</u>	<u>4,946</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>5,054</u>	<u>4,946</u>
Excess (Deficiency) of Revenues Over Expenditures	(9,500)	(9,500)	(4,721)	4,779
Cash Balance Beginning of Year	<u>72,772</u>	<u>72,772</u>	<u>72,772</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 63,272</u>	<u>\$ 63,272</u>	<u>\$ 68,051</u>	<u>\$ 4,779</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ (4,721)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (4,721)</u>	

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

## STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

DEBT SERVICE FUND-ED TECH DEBT SERVICE-43000

Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Non-GAAP-Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 0	\$ 34,191	\$ 61,056	\$ 26,865
Total Revenues	<u>0</u>	<u>34,191</u>	<u>61,056</u>	<u>26,865</u>
<b>Expenditures</b>				
<b>Support Services</b>				
General Administration				
Professional & Tech Services	500	500	493	7
Total General Administration	<u>500</u>	<u>500</u>	<u>493</u>	<u>7</u>
Total Support Services	<u>500</u>	<u>500</u>	<u>493</u>	<u>7</u>
<b>Debt Service</b>				
Principal	0	0	0	0
Interest	2,234	2,234	2,234	0
Total Debt Service	<u>2,234</u>	<u>2,234</u>	<u>2,234</u>	<u>0</u>
Total Expenditures	<u>2,734</u>	<u>2,734</u>	<u>2,727</u>	<u>7</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,734)	31,457	58,329	26,872
Cash Balance Beginning of Year	<u>99,044</u>	<u>99,044</u>	<u>99,044</u>	<u>0</u>
Cash Balance End of Year	\$ <u>96,310</u>	\$ <u>130,501</u>	\$ <u>157,373</u>	\$ <u>26,872</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 58,329	
Net Change in Taxes Receivable			659	
Net Change in Unavailable Revenue			(787)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>58,201</u>	

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

**OTHER SUPPLEMENTAL INFORMATION**

**AGENCY FUND**

**Activity Trust Fund**

To account for funds of various student groups that are custodial in nature.

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 AGENCY FUNDS - ACTIVITY  
 Schedule of Changes in Assets and Liabilities - Agency Funds  
 For the Year Ended June 30, 2014

	Beginning Balance 6/30/13	Additions	Deductions	Ending Balance 6/30/14
<b>ASSETS</b>				
23001 Book Fees	\$ 0	\$ 468	\$ 468	\$ 0
23002 Bus Fund	3,571	38,342	26,178	15,735
23003 Community Evening Class	419	3,044	0	3,463
23004 RIF	557	1,450	639	1,368
23005 Battle of the books	81	0	0	81
23006 Library Book Fund	1,887	572	1,417	1,042
23007 Crossfit	392	0	0	392
23009 Previous Senior Classes	1,184	0	0	1,184
23010 Misc Fund (Interest)	2,207	7,348	0	9,555
23011 RT Bible Scholarship	15,202	171	2,000	13,373
23012 Mehlhop Family Scholarship	28,159	425	0	28,584
23013 Administration	1,901	659	1,994	566
23014 Quiroz Memorial	550	0	0	550
23019 John Reid Memorial	120	0	0	120
	<u>56,230</u>	<u>52,479</u>	<u>32,696</u>	<u>76,013</u>
23100 Preschool	372	1,827	1,506	693
23101 Kindergarten	453	3,926	2,193	2,186
23110 First Grade	565	1,335	1,394	506
23120 Second Grade	2,102	3,183	3,135	2,150
23130 Third Grade	4,925	1,673	3,779	2,819
23140 Fourth Grade	403	533	316	620
13151 Fifth Grade	3,182	8,869	10,293	1,758
23160 Elementary Office	3,977	15,701	16,151	3,527
23161 Elementary Miscellaneous	0	243	0	243
23162 Elementary Library	545	2,803	2,097	1,251
23163 Peer Mentors	472	65	472	65
23164 SPED	0	715	110	605
23165 PE	1,427	427	82	1,772
23166 Gifted	519	1,483	480	1,522
23167 Reading	147	0	30	117
23168 Fine Arts	117	38	0	155
	<u>19,206</u>	<u>42,822</u>	<u>42,038</u>	<u>19,990</u>
23201 Middle School Office	4,345	860	2,466	2,739
23202 Middle School	205	1,116	1,116	205
23203 Middle School Library	202	199	65	336
23204 Sixth Grade Team	352	0	0	352
23205 Seventh Grade Team	114	0	0	114
23206 Eighth Grade Team	2,486	0	489	1,997
23207 Drama/Gifted	671	1,936	934	1,673
23208 Junior High Student Council	423	0	0	423
23209 Junior High Physical	29	0	26	3
23211 NM Outdoor Grant	373	1	0	374
23212 MS Spanish	99	10,511	8,702	1,908
23213 PD Fundraiser	100	0	0	100
	<u>\$ 9,399</u>	<u>\$ 14,623</u>	<u>\$ 13,798</u>	<u>\$ 10,224</u>

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 AGENCY FUNDS - ACTIVITY  
 Schedule of Changes in Assets and Liabilities - Agency Funds  
 For the Year Ended June 30, 2014

	Beginning Balance 6/30/13	Additions	Deductions	Ending Balance 6/30/14
23301 High School Office	\$ 567	\$ 2,593	\$ 1,777	\$ 1,383
23302 High School Library	540	195	0	735
23303 High School Student	483	2,069	1,527	1,025
23304 Close-up	576	0	0	576
23305 National Honor Society	22	862	860	24
23306 Auto (VICA)	1	1,876	1,860	17
23307 Yearbook	6,610	11,602	14,915	3,297
23308 FCCLA	810	0	810	0
23309 BPA	1,246	6,224	3,760	3,710
23310 Art Club	1,605	0	144	1,461
23311 Senior Class	1,893	445	2,061	277
23312 Junior Class	3,194	13,716	10,584	6,326
23313 Sophomore Class	7,709	8,411	12,485	3,635
23315 Spanish Club	3,067	2,439	1,200	4,306
23316 FFA	5,164	32,183	33,397	3,950
23317 Community Calendar	31	0	0	31
23318 News 101	206	0	100	106
23319 Project Celebration	2,562	15,925	16,699	1,788
23320 Teens Needing Teens	13,418	13,479	12,707	14,190
23321 Divas Dance Team	49	0	0	49
23323 Science Department	400	0	73	327
23326 Integrated Fine Arts	414	0	0	414
23329 Band	3,578	2,104	1,504	4,178
23331 Letter Jackets	480	230	600	110
23334 Auto Skills Golf Tournament	257	0	175	82
	<u>54,882</u>	<u>114,353</u>	<u>117,238</u>	<u>51,997</u>
23401 Athletic Playoffs	3,005	10,097	9,430	3,672
23402 Football	2,002	10,435	10,991	1,446
23403 Volleyball	2,421	10,684	10,170	2,935
23404 Boys Basketball	2,040	13,858	11,373	4,525
23405 Girls Basketball	1,149	9,869	11,018	0
23406 Baseball	8,557	18,057	19,944	6,670
23407 Softball	4,306	8,878	6,000	7,184
23408 Track	6,960	15,758	18,927	3,791
23409 Golf	571	396	394	573
23410 Varsity Cheerleaders	721	3,985	4,288	418
23411 Tournament Fund	5,837	6,851	7,608	5,080
23413 District 4-3A	3,704	3,200	2,254	4,650
	<u>41,273</u>	<u>112,068</u>	<u>112,397</u>	<u>40,944</u>
Total Assets	\$ <u>180,990</u>	\$ <u>336,345</u>	\$ <u>318,167</u>	\$ <u>199,168</u>
<b>LIABILITIES</b>				
Deposits Held for Others	\$ <u>180,990</u>	\$ <u>336,345</u>	\$ <u>318,167</u>	\$ <u>199,168</u>
Total Liabilities	\$ <u>180,990</u>	\$ <u>336,345</u>	\$ <u>318,167</u>	\$ <u>199,168</u>

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

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
Cash Reconciliations - All Funds  
For the Year Ended June 30, 2014

		Beginning Cash 6/30/13	Revenues	Expenditures	Ending Cash 6/30/14
Operational	11000	\$ 2,387,458	\$ 7,763,031	\$ 8,481,304	\$ 1,669,185
Transportation	13000	0	580,324	580,324	0
Instructional Materials	14000	142,979	65,178	51,920	156,237
Food Services	21000	(78,994)	723,750	714,515	(69,759)
Athletics	22000	124,153	19,683	520	143,316
Agency Funds	23000	180,990	336,345	318,167	199,168
Federal Flowthrough	24000	(143,342)	590,416	609,336	(162,262)
Federal Direct	25000	3,827	68,198	67,283	4,742
State Flowthrough	27000	(67,215)	251,507	342,742	(158,450)
Bond Building	31100	434,985	425,000	309,940	550,045
Senate Bill Nine	31700	(295,966)	528,131	178,994	53,171
Ed Tech Capital Projects	31900	0	550,000	116,594	433,406
Debt Service	41000	661,222	709,093	641,065	729,250
Deferred Sick Leave	42000	72,772	333	5,055	68,050
Ed Tech Debt Service	43000	99,044	61,056	2,727	157,373
Total		\$ <u>3,521,913</u>	\$ <u>12,672,045</u>	\$ <u>12,420,486</u>	\$ <u>3,773,472</u>

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

## FEDERAL COMPLIANCE



STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2014

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
<u>U. S. Department of Agriculture</u>			
Pass-through State Public Education Department:			
School Breakfast Program	10.553	21000	\$ 234,131
National School Lunch Program	10.555	21000	377,771
Pass-through State Department of Human Services:			
Commodity Supplemental Food Program	10.565	21000	(1) 39,809
Direct Program			
Rural Development , Forestry, and Communities	10.670	11000	1,864
Total U. S. Department of Agriculture			<u>653,575</u>
<u>U. S. Department of Education</u>			
Pass-through State Public Education Department:			
Special Education Cluster			
Entitlement	84.027	24106	263,033
Risk Pool	84.027	24120	1,914
Preschool	84.173	24109	11,361
Total Special Education Cluster			<u>276,308</u>
Title I	84.010	24101	210,110
Title I Migrant	84.011	24103	37,297
Career and Technical Education	84.048	24180	23,835
Career and Technical Education	85.048	24184	3,404
English Language Acquisition	84.340	24153	13,512
Improving Teacher Quality	84.332	24154	48,329
Direct Program			
Rural Education Achievement Program	84.358	24160	0
Total U. S. Department of Education			<u>612,795</u>
Total Federal Assistance			\$ <u>1,266,370</u>

(1) Non-cash assistance

See accompanying notes to the Schedule of Expenditures of Federal Awards

STATE OF NEW MEXICO

**DEXTER CONSOLIDATED SCHOOLS**

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2014

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**Note 1: Significant Accounting Policies used in preparing the Schedule of Expenditure of Federal Awards**

The modified accrual basis was used to prepare the Schedule of Expenditures of Federal Awards

**Note 2: Insurance Requirements**

There are no insurance requirements on the federal awards disclosed on the Schedule of Expenditures of Federal Awards

**Note 3: Loans or Loan Guarantees**

There were no loans or loan guarantees outstanding at year end.

De'Aun Willoughby CPA, PC

Certified Public Accountant

225 Innsdale Terrace Clovis, NM 88101

(855) 253-4313

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 Auditor's Report

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Dexter Consolidated Schools

Mr. Balderas and Members of the Board

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 Dexter Consolidated Schools (District) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and related budgetary comparisons of the District, presented as supplemental information, and have issued our report thereon dated November 5, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit, of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that are less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be significant deficiencies. 2010-003 (10-3), 2013-001 (13-1), 2013-004 (13-4), 2014-001, 2014-002, 2014-003, 2014-004.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of it's compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2010-003 (10-3), 2013-001 (13-1), 2013-004 (13-4), 2014-001, 2014-002, 2014-003, 2014-004.

#### District's Responses to Findings

The District's responses to the findings identified in our audit as described in the accompanying Schedule of Findings and Questioned Cost. 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 results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

 De'Ann Willoughby CPA PC

Clovis, New Mexico  
November 5, 2014

Report on Compliance With Requirements  
Applicable To Each Major Program and Internal Control  
Over Compliance in Accordance With OMB Circular A-133

Independent Auditor's Report

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Dexter Consolidated Schools

Mr. Balderas and Members of the Board

Compliance

We have audited Dexter Consolidated Schools (District) compliance with the types of compliance requirements described in the *OMB A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2014. The District'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 the District'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 the District'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 the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District 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.

Report on Internal Control Over Compliance

Management of the District 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 the District'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 the District'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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.

*De'Ann Willoughby, CPA PC*

Clovis, New Mexico  
November 5, 2014

STATE OF NEW MEXICO  
**DEXTER CONSOLIDATED SCHOOLS**  
 Schedule of Findings and Questioned Costs  
 For the Year Ended June 30, 2014

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**A. SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting

\* Material weaknesses identified? No

\* Significant deficiencies identified? Yes

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

\* Material weaknesses identified? No

\* Significant deficiencies identified? No

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 No

Identification of major programs:

<u>CFDA Numbers)</u>	<u>Name of Federal Program of Cluster</u>
84.010	Title I
84.027	Special Education Cluster
84.173	IDEA B
	IDEA Preschool

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Audited qualified as low risk Auditee Yes

**Federal Compliance Findings**

**Prior Year Audit Findings** None  
**Current Year Audit Findings** None

**Financial Statements Findings**

**Prior Year Audit Findings**

	<u>Status</u>
<b>10-3 PED Cash Reports</b>	Repeated & Modified
<b>12-1 Payroll</b>	Resolved
<b>13-1 Expenditures Over Budget</b>	Repeated & Modified
<b>13-2 Late Audit Contract</b>	Resolved
<b>13-3 Lack of Pledged Securities</b>	Repeated & Modified
<b>13-4 Engagement Letter</b>	Resolved

**Current Year Audit Findings**

**2010-003 PED Cash Reports-Compliance and Internal Control-Significant Deficiency  
 (10-3) Condition**

The District's submitted PED Cash Report at year end did not properly reflect the June 30, 2014 reconciled cash balances. The operational fund was less than reported by \$1,378.74 and activities was less than reported by \$107,655.30.

**Criteria**

6.20.2.11 (B) (6) NMAC and Regulation SBE-6 the reports sent to the New Mexico Public Education Department (PED) must agree to the District's general ledger and must be submitted quarterly and annually by July 31.

**Cause**

The PED report did not balance within the excel spreadsheet. It appears to be incorrect data entered into the spreadsheet.

**Effect**

The District is not in compliance with NMAC 6.20.2.11 (b) (6) and Regulation SBE-6. Noncompliance may result in poor decision making by the District's governing board.

**Recommendation**

It is difficult to get everything perfect. We have found it helpful in our excel spreadsheets to format the outages to automatically turn red.

**Response**

We will try to color code the spreadsheet but will review the report several times before it is submitted.



**2013-001 Expenditures Over Budget-Compliance and Internal Control-Significant Deficiency  
(13-1) Condition**

The District has maintained expenditures at the function level in which actual expenditures exceeded budgetary authority in the following funds:

NONMAJOR

Food Service-21000

Food Service

(\$15,461)

**Criteria**

Sound financial management and state regulation 6.20.2.9 (A), NMAC and state statutes 22-8-5 through 22-8-12.2, NMSA 1978, require that budgets not be exceeded at the legal level of control. For School District's, the expenditure function is the legal level of control.

**Cause**

The District did not make the appropriate budgetary adjustments requests and transfers to the funds mentioned in the condition, which would alleviate over-expenditure within the functions prior to the year end.

**Effect**

As a result, the District is in non compliance with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to absorb over-expenditures.

**Recommendation**

The District should establish a policy of budgetary review at year-end, and make the necessary budget adjustments.

**Response**

We will be more diligent to amend our budget to avoid a budget violation.

**2013-004 Lack of Pledged Securities-Compliance and Internal Control-Significant Deficiency  
(13-4) Condition**

Wells Fargo has not pledged enough securities for the public monies held by the institution over the insured amount. The securities were under pledged by \$554,328.01.

**Criteria**

Pursuant to Section 6-10-16, NMSA 1978 and Section 6-10-17, NMSA 1978 securities with an aggregate value equal to one-half the amount of public money deposited shall be provided by the depository.

**Cause**

Management depended upon the institution to adequately pledge securities to cover public funds. The institution completed the Bank Report disclosing the amount of deficiency but did not increase the amount of the pledge.

**Effect**

Under collateralization results in lack of guarantee of the District's money in case of institutional failure.

**Recommendation**

We recommend that the District monitor the Bank Report and request additional securities when necessary.

**Response**

We have made the request in prior years but are told we are wrong. This is the only bank in our Town that will accept public funds. We are requesting your help by writing a letter to them on our behalf.

**2014-001 Cash Appropriations in Excess of Available Cash Balances-Compliance and Internal Control-Significant Deficiency**

**Condition**

The District maintained a deficit budget in excess of available cash balance in the Food Service Fund of \$(78,994).

**Criteria**

Section 2.2.210. (P) (1), NMAC, requires all school district funds, with the exception of agency funds, to be budgeted by the local governing body and submitted to the PED for approval. Cash balances rebudgeted to make up the deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

**Cause**

The District does not have a procedure in place to ensure sufficient beginning cash balances exist to absorb budget deficits.

**Effect**

The District will have to supplement the budget deficit with other funds, which may lead to financial difficulties and deplete the budget in other funds.

**Recommendation**

BARS should be issued shortly after audited cash balances are confirmed if estimated cash balances are more and cash was used to balance the budget.

**Response**

BARS will be issued to adjust beginning cash to actual and reduce expenditures as necessary.

**2014-002**

**New Mexico New Hire Reporting - Compliance and Internal Control-Significant Deficiency**

**Condition**

Out of 63 new hires sampled we noted:

- 1) 53 were not reported timely.
- 2) 10 could not be confirmed if they were reported.

**Criteria**

Under New Mexico law (§50-13-1 to 50-13-4) and Federal law (42 USC §653.a.(b)(1)(A)), all public, private, non-profit, and government employers are required to report all newly hired employees within 20 days of hire or rehire to the New Mexico New Hires Directory.

**Cause**

A change in personnel, lack of training and supervision caused the new hire reporting requirements process to fail.

**Effect**

Pursuant to federal law, states have the option of imposing civil monetary penalties on employers who fail to report new hires. The fine can be up to \$20 per newly hired employee, and if there is a conspiracy between the employer and employee not to report, the penalty can be up to \$500 per newly hired employee.

**Recommendation**

Training and supervision should occur to assure the new hire reporting requirements are met.

**Response**

We have reviewed the process and are confident these mistakes will not occur again.

#### **2014-003 941/State Unemployment - Compliance and Internal Control-Significant Deficiency**

##### **Condition**

During our audit process we noticed that both 941 and State Unemployment reports for 6/30/14 period was not submitted timely. Also that the 941 reports for the 9/30/13 and 12/30/13 did not have a date to verify if they were submitted timely.

##### **Criteria**

irs.gov/Businesses/Small-Businesses-&-Self-Employed/Employment-Tax-Due-Dates states that for 941s are due by the end of the following month. New Mexico Department of Labor, Employment Security Division. State Unemployment (SUTA Form 903A) is due by the last day of the month following end of the quarter.

##### **Cause**

A change in personnel caused the issue.

##### **Effect**

Penalties and interest are assessed causing money to be spent on them rather than educating the students.

##### **Recommendation**

Written procedures should be readily available to cover positions should a key person leave the District.

##### **Response**

We will document procedures.

#### **2014-004 Expenditure Issues - Compliance and Internal Control-Significant Deficiency**

##### **Condition**

Of a sample size of 232 revealed the following:

- 11 had PO's dated after the invoice totaling \$24,071.24
- 6 checks were written for more than the PO amount totaling \$28,777.88.
- 9 invoices were paid after the due date totaling \$28,896.93.
- 1 bill package had no supporting documentation totaling \$110.00.

##### **Criteria**

In accordance with 6.20.2.17 Purchasing each school district shall establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq, NMSA 1978.

##### **Cause**

Procedures are established but some employees do not follow the process.

##### **Effect**

Without proper documentation and following the procurement act, there are not adequate controls over expenditures. Results could be over spending.

##### **Recommendation**

Staff meeting need to be held with training on the procurement process. The Superintendent needs to enforce the process and write up those who violate it. There should be consequences to violations.

##### **Response**

We will provide training and consequences when the procurement process is violated.

#### **Financial Statement Preparation**

The financial statements were prepared by De'Aun Willoughby CPA. However, they are the responsibility of management.

#### **Exit Conference**

An exit conference was held on November 5, 2014. Those present were Lesa Dodd-Superintendent, Orlando Chavez-Board President, Jeannie Harris-Business Manager and De'Aun Willoughby CPA.