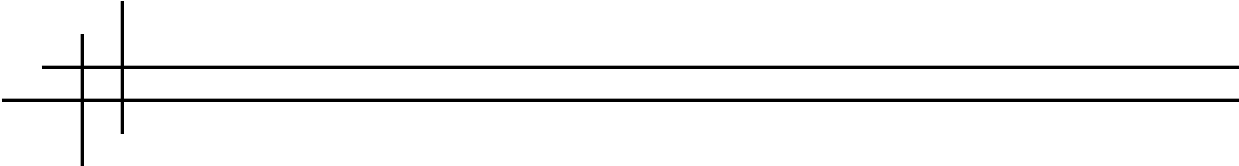




STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT

ANNUAL FINANCIAL REPORT
June 30, 2012

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



STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
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 For the Year Ended June 30, 2012

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DORA CONSOLIDATED SCHOOL DISTRICT
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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Official Roster
June 30, 2012

BOARD OF EDUCATION

Kenneth Cox	President
John Mohon	Vice-President
Gary Simpson	Secretary
Bill Prater	Member
Jana Roberts	Member

SCHOOL OFFICIALS

Steve Barron	Superintendent
Roberta Trujillo	Business Manager

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Dora Consolidated School District

Mr. Balderas and Members of the Board

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 Dora Consolidated School District, (District), as of and for the year ended June 30, 2012, 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 and the budgetary comparisons for the major capital project and debt service funds and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project and debt service funds and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 29, 2012 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* and should be considered in assessing the results of our audit.

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 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 basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The additional schedules listed as "other supplemental information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial

 CPA PC

October 29, 2012

FINANCIAL SECTION

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Government-Wide Statement of Net Assets
 June 30, 2012

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 1,170,632
Investments	156,549
Taxes Receivable	7,093
Due From Grantor	88,430
Inventory	1,843
Total Current Assets	<u>1,424,547</u>
Noncurrent Assets	
Capital Assets	17,730,962
Less: Accumulated Depreciation	<u>(10,756,554)</u>
Total Noncurrent Assets	<u>6,974,408</u>
 Total Assets	 <u>8,398,955</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	2,575
Accrued Interest	5,077
Current Portion of Long-Term Debt	75,000
Total Current Liabilities	<u>82,652</u>
Noncurrent Liabilities	
Compensated Absences	27,526
Bonds and Notes, Net	245,000
Total Noncurrent Liabilities	<u>272,526</u>
 Total Liabilities	 <u>355,178</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	6,626,882
Restricted for:	
Debt Service	100,172
Unrestricted	1,316,723
Total Net Assets	<u>\$ 8,043,777</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Government-Wide Statement of Activities
 For the Year Ended June 30, 2012

Functions/Programs	Expenses	Program Revenues			Net (Expenses)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
Governmental Activities					
Instruction	\$ 1,949,345	\$ 20,432	\$ 177,371	\$ 0	\$ (1,751,542)
Support Services-Students	162,034	0	34,474	0	(127,560)
Support Services-Instruction	98,078	0	0	0	(98,078)
General Administration	194,142	0	14,184	0	(179,958)
School Administration	138,522	0	2,108	0	(136,414)
Central Services	90,923	0	1,796	0	(89,127)
Operation of Plant	432,020	0	33,299	0	(398,721)
Student Transportation	234,076	0	223,418	0	(10,658)
Other Support Services	5,687	0	0	0	(5,687)
Food Services Operations	139,127	27,278	52,340	0	(59,509)
Interest on Long-Term Obligations	12,392	0	0	0	(12,392)
Total Governmental Activities	<u>\$ 3,456,346</u>	<u>\$ 47,710</u>	<u>\$ 538,990</u>	<u>\$ 0</u>	<u>(2,869,646)</u>
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes 14,865					
Property Taxes, Levied for Capital Projects 59,800					
Property Taxes, Levied for Debt Service 111,239					
Federal and State aid not restricted to specific purpose					
General 2,727,785					
Capital 0					
Interest and investment earnings 1,120					
Miscellaneous 42,707					
Subtotal, General Revenues <u>2,957,516</u>					
Change in Net Assets 87,870					
Net Assets - beginning <u>7,955,907</u>					
Net Assets - ending <u>\$ 8,043,777</u>					

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2012

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
ASSETS			
Cash and Cash Equivalents	\$ 676,942	\$ 2	\$ 16,622
Investments	156,549	0	0
Receivables			
Taxes	579	0	0
Due From Grantor	0	0	0
Interfund Balances	101,626	0	0
Inventory	0	0	0
Total Assets	<u>\$ 935,696</u>	<u>\$ 2</u>	<u>\$ 16,622</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 2,500	\$ 0	\$ 0
Interfund Balances	0	0	0
Total Liabilities	<u>2,500</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Retirement of Long-Term Debt	0	0	0
Unassigned-Reported In			
General Fund	933,196	2	16,622
Total Fund Balances	<u>933,196</u>	<u>2</u>	<u>16,622</u>
Total Liabilities and Fund Balances	<u>\$ 935,696</u>	<u>\$ 2</u>	<u>\$ 16,622</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2012

	Special Revenue Fund		
	Title I 24101	Rural Education Achievement Program 25233	Capital Projects Senate Bill Nine 31700
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 249,319
Investments	0	0	0
Receivables			
Taxes	0	0	2,321
Due From Grantor	24,203	28,481	0
Interfund Balances	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 24,203</u>	<u>\$ 28,481</u>	<u>\$ 251,640</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	24,203	28,481	0
Total Liabilities	<u>24,203</u>	<u>28,481</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	251,640
Retirement of Long-Term Debt	0	0	0
Unassigned-Reported In			
General Fund	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>251,640</u>
Total Liabilities and Fund Balances	<u>\$ 24,203</u>	<u>\$ 28,481</u>	<u>\$ 251,640</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2012

	Debt Service 41000	Other Governmental	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 109,250	\$ 118,497	\$ 1,170,632
Investments	0	0	156,549
Receivables			
Taxes	4,193	0	7,093
Due From Grantor	0	35,746	88,430
Interfund Balances	0	0	101,626
Inventory	0	1,843	1,843
Total Assets	<u>\$ 113,443</u>	<u>\$ 156,086</u>	<u>\$ 1,526,173</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 75	\$ 2,575
Interfund Balances	13,271	35,671	101,626
Total Liabilities	<u>13,271</u>	<u>35,746</u>	<u>104,201</u>
Fund Balances			
Nonspendable-Inventory	0	1,843	1,843
Restricted-Reported In			
Special Revenue Funds	0	118,497	118,497
Capital Projects	0	0	251,640
Retirement of Long-Term Debt	100,172	0	100,172
Unassigned-Reported In			
General Fund	0	0	949,820
Total Fund Balances	<u>100,172</u>	<u>120,340</u>	<u>1,421,972</u>
Total Liabilities and Fund Balances	<u>\$ 113,443</u>	<u>\$ 156,086</u>	<u>\$ 1,526,173</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 June 30, 2012

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

Total Fund Balance - Governmental Funds	\$	1,421,972
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$	17,730,962	
Accumulated depreciation		<u>(10,756,554)</u>	6,974,408

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 :

Bond payable	(320,000)	
Accrued Interest	(5,077)	
Compensated Absences	<u>(27,526)</u>	<u>(352,603)</u>

Total net assets - governmental activities	\$	<u><u>8,043,777</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
Property Taxes	\$ 14,865	\$ 0	\$ 0
Investment Income	1,038	0	0
Fees	1,445	0	0
State & Local Grants	2,727,785	223,418	10,646
Federal Grants	0	0	0
Miscellaneous	42,269	0	0
Total Revenues	<u>2,787,402</u>	<u>223,418</u>	<u>10,646</u>
Expenditures			
Current			
Instruction	1,508,283	0	13,311
Support Services-Students	127,560	0	0
Support Services-Instruction	98,079	0	0
Support Services-General Administration	179,089	0	0
Support Services-School Administration	136,414	0	0
Central Services	92,065	0	0
Operation and Maintenance of Plant	365,008	0	0
Student Transportation	10,658	223,418	0
Other Support Services	5,687	0	0
Food Services Operations	72,111	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>2,594,954</u>	<u>223,418</u>	<u>13,311</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>192,448</u>	<u>0</u>	<u>(2,665)</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	14,860	0	0
Total Other Sources (Uses)	<u>14,860</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	207,308	0	(2,665)
Fund Balances at Beginning of Year	<u>725,888</u>	<u>2</u>	<u>19,287</u>
Fund Balance End of Year	<u>\$ 933,196</u>	<u>\$ 2</u>	<u>\$ 16,622</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	Title I 24101	Rural Education Achievement Program 25233	Capital Projects Senate Bill Nine 31700
Property Taxes	\$ 0	\$ 0	\$ 59,800
Investment Income	0	0	23
Fees	0	0	0
State & Local Grants	0	0	33,299
Federal Grants	65,444	54,904	0
Miscellaneous	0	0	0
Total Revenues	<u>65,444</u>	<u>54,904</u>	<u>93,122</u>
Expenditures			
Current			
Instruction	45,583	22,776	0
Support Services-Students	2,423	32,051	0
Support Services-Instruction	0	0	0
Support Services-General Administration	13,611	0	310
Support Services-School Administration	2,031	77	0
Central Services	1,796	0	0
Operation and Maintenance of Plant	0	0	62,188
Student Transportation	0	0	0
Other Support Services	0	0	0
Food Services Operations	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>65,444</u>	<u>54,904</u>	<u>62,498</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>30,624</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	<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	30,624
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>221,016</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 251,640</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	Debt Service 41000	Other Governmental	Total Governmental Funds
Property Taxes	\$ 111,239	\$ 0	\$ 185,904
Investment Income	19	40	1,120
Fees	0	46,265	47,710
State & Local Grants	0	3,533	2,998,681
Federal Grants	0	147,746	268,094
Miscellaneous	0	438	42,707
Total Revenues	<u>111,258</u>	<u>198,022</u>	<u>3,544,216</u>
Expenditures			
Current			
Instruction	0	124,480	1,714,433
Support Services-Students	0	0	162,034
Support Services-Instruction	0	0	98,079
Support Services-General Administration	559	573	194,142
Support Services-School Administration	0	0	138,522
Central Services	0	0	93,861
Operation and Maintenance of Plant	0	0	427,196
Student Transportation	0	0	234,076
Other Support Services	0	0	5,687
Food Services Operations	0	67,016	139,127
Debt Service			
Principal	75,000	0	75,000
Interest	13,423	0	13,423
Total Expenditures	<u>88,982</u>	<u>192,069</u>	<u>3,295,580</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>22,276</u>	<u>5,953</u>	<u>248,636</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	(14,860)	0
Total Other Sources (Uses)	<u>0</u>	<u>(14,860)</u>	<u>0</u>
Net Change in Fund Balance	22,276	(8,907)	248,636
Fund Balances at Beginning of Year	<u>77,896</u>	<u>129,247</u>	<u>1,173,336</u>
Fund Balance End of Year	<u>\$ 100,172</u>	<u>\$ 120,340</u>	<u>\$ 1,421,972</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2012

Net Change in Fund Balance-Governmental Funds \$ 248,636

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

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 Assets 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	\$ (238,901)	
Capital Outlays	<u>0</u>	(238,901)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. Accrued interest does not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Principal paid for bonds	75,000	
Accrued Interest on Bonds, June 30, 2011	6,108	
Accrued Interest on Bonds, June 30, 2012	<u>(5,077)</u>	76,031

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, 2011	29,630	
Compensated Absences, June 30, 2012	<u>(27,526)</u>	<u>2,104</u>

Changes in Net Assets of Governmental Activities \$ 87,870

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 12,026	\$ 12,026	\$ 14,975	\$ 2,949
Investment Income	500	500	1,038	538
Fees	200	200	1,445	1,245
State Grant	2,719,771	2,719,771	2,727,785	8,014
Miscellaneous	5,000	5,000	42,270	37,270
Total Revenues	<u>2,737,497</u>	<u>2,737,497</u>	<u>2,787,513</u>	<u>50,016</u>
Expenditures				
Instruction				
Personnel Services	1,141,883	1,141,883	1,065,763	76,120
Employee Benefits	481,303	481,303	339,339	141,964
Professional & Technical Services	62,700	55,700	14,960	40,740
Purchased Property Services	5,000	5,000	0	5,000
Other Purchased Services	52,850	52,850	44,561	8,289
Supplies	86,200	86,200	32,987	53,213
Fixed Assets	15,000	15,000	0	15,000
Supply Assets	30,300	30,300	10,609	19,691
Total Instruction	<u>1,875,236</u>	<u>1,868,236</u>	<u>1,508,219</u>	<u>360,017</u>
Support Services-Students				
Personnel Services	84,028	90,513	77,357	13,156
Employee Benefits	0	3,331	13,549	(10,218)
Professional & Tech Services	42,500	42,500	36,843	5,657
Other Purchased Services	5,000	5,000	0	5,000
Supplies	10,500	10,500	0	10,500
Supply Assets	500	500	0	500
Total Support Services-Students	<u>142,528</u>	<u>152,344</u>	<u>127,749</u>	<u>24,595</u>
Support Services-Instruction				
Personnel Services	104,170	72,170	72,549	(379)
Employee Benefits	23,530	23,530	23,032	498
Professional & Technical Services	1,000	1,000	1,338	(338)
Other Purchased Services	500	500	0	500
Supplies	33,905	33,905	1,160	32,745
Total Support Services-Instruction	<u>\$ 163,105</u>	<u>\$ 131,105</u>	<u>\$ 98,079</u>	<u>\$ 33,026</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Support Services-General Administration				
Personnel Services	\$ 108,544	\$ 108,544	\$ 107,332	\$ 1,212
Employee Benefits	42,675	42,675	29,301	13,374
Professional & Technical Services	37,992	37,992	30,487	7,505
Other Purchased Services	20,700	20,700	7,732	12,968
Supplies	17,500	17,500	4,237	13,263
Supply Assets	2,000	2,000	0	2,000
Total Support Services-General Administration	229,411	229,411	179,089	50,322
Support Services-School Administration				
Personnel Services	71,200	103,200	108,200	(5,000)
Employee Benefits	26,745	26,745	25,131	1,614
Professional & Technical Services	300	300	855	(555)
Other Purchased Services	2,500	2,500	1,234	1,266
Supplies	5,200	5,200	197	5,003
Supply Assets	500	500	797	(297)
Total Support Services-School Administration	106,445	138,445	136,414	2,031
Central Services				
Personnel Services	60,600	60,600	60,826	(226)
Employee Benefits	23,211	23,211	20,496	2,715
Professional & Technical Services	5,500	5,500	575	4,925
Other Purchased Services	31,200	31,200	8,230	22,970
Supplies	13,245	13,245	1,937	11,308
Supply Assets	0	0	0	0
Total Central Services	133,756	133,756	92,064	41,692
Operation & Maintenance of Plant				
Personnel Services	83,310	83,310	85,167	(1,857)
Employee Benefits	18,720	18,720	15,852	2,868
Professional & Technical Services	7,000	7,000	1,266	5,734
Purchased Property Services	256,544	244,544	139,971	104,573
Other Purchased Services	77,020	77,020	85,643	(8,623)
Supplies	105,000	105,000	45,357	59,643
Fixed Assets	91,956	91,956	0	91,956
Supply Assets	5,000	5,000	176	4,824
Total Operation & Maintenance of Plant	\$ 644,550	\$ 632,550	\$ 373,432	\$ 259,118

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Student Transportation				
Professional & Technical Services	\$ 0	\$ 0	\$ 554	\$ (554)
Purchased Property Services	0	11,000	9,711	1,289
Other Purchased Services	0	1,000	619	381
Total Student Transportation	<u>0</u>	<u>12,000</u>	<u>10,884</u>	<u>1,116</u>
Other Support Services				
Miscellaneous	1,820	8,820	5,688	3,132
Total Other Support Services	<u>1,820</u>	<u>8,820</u>	<u>5,688</u>	<u>3,132</u>
Food Service Operations				
Personnel Services	51,718	51,718	51,254	464
Employee Benefits	36,034	36,034	20,722	15,312
Professional & Technical Services	200	200	0	200
Other Purchased Services	500	500	0	500
Supplies	2,000	2,000	136	1,864
Supply Assets	1,500	1,500	0	1,500
Total Food Service Operations	<u>91,952</u>	<u>91,952</u>	<u>72,112</u>	<u>19,840</u>
Total Expenditures	<u>3,388,803</u>	<u>3,398,619</u>	<u>2,603,730</u>	<u>794,889</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(651,306)</u>	<u>(661,122)</u>	<u>183,783</u>	<u>844,905</u>
Other Financing Sources (Uses)				
Transfers	0	0	28,131	28,131
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>28,131</u>	<u>28,131</u>
Net Change in Cash Balance	(651,306)	(661,122)	211,914	873,036
Cash Balance Beginning of Year	<u>723,203</u>	<u>723,203</u>	<u>723,203</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 71,897</u>	<u>\$ 62,081</u>	<u>\$ 935,117</u>	<u>\$ 873,036</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 211,914	
Net change in Taxes Receivable			(110)	
Net change in Loan to Debt Service			(13,271)	
Net change in Accounts Payable			8,775	
Net Change in Fund Balance			<u>\$ 207,308</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND-TRANSPORTATION-13000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 210,595	\$ 223,418	\$ 223,418	\$ 0
Total Revenues	<u>210,595</u>	<u>223,418</u>	<u>223,418</u>	<u>0</u>
Expenditures				
Student Transportation				
Professional & Technical Services	10,430	10,430	10,430	0
Other Purchased Services	<u>200,166</u>	<u>212,988</u>	<u>212,988</u>	<u>0</u>
Total Student Transportation	<u>210,596</u>	<u>223,418</u>	<u>223,418</u>	<u>0</u>
Total Expenditures	<u>210,596</u>	<u>223,418</u>	<u>223,418</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(1)	0	0	0
Cash Balance Beginning of Year	<u>2</u>	<u>2</u>	<u>2</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</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
DORA CONSOLIDATED SCHOOL DISTRICT
GENERAL FUND-INSTRUCTIONAL MATERIALS-14000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 9,662	\$ 9,662	\$ 10,646	\$ 984
Total Revenues	<u>9,662</u>	<u>9,662</u>	<u>10,646</u>	<u>984</u>
Expenditures				
Instruction				
Supplies	10,662	10,662	13,311	(2,649)
Total Instruction	<u>10,662</u>	<u>10,662</u>	<u>13,311</u>	<u>(2,649)</u>
Total Expenditures	<u>10,662</u>	<u>10,662</u>	<u>13,311</u>	<u>(2,649)</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,000)	(1,000)	(2,665)	(1,665)
Cash Balance Beginning of Year	<u>19,287</u>	<u>19,287</u>	<u>19,287</u>	<u>0</u>
Cash Balance End of Year	\$ <u>18,287</u>	\$ <u>18,287</u>	\$ <u>16,622</u>	\$ <u>(1,665)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(2,665)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(2,665)</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 98,280	\$ 151,474	\$ 60,253	\$ (91,221)
Total Revenues	<u>98,280</u>	<u>151,474</u>	<u>60,253</u>	<u>(91,221)</u>
Expenditures				
Instruction				
Personnel Services	0	14,000	19,415	(5,415)
Employee Benefits	0	14,135	12,870	1,265
Professional & Tech Services	5,500	12,870	1,995	10,875
Other Purchased Services	0	0	106	(106)
Supplies	11,000	17,230	10,597	6,633
Fixed Assets	5,000	5,000	0	5,000
Supply Assets	1,000	1,000	767	233
Total Instruction	<u>22,500</u>	<u>64,235</u>	<u>45,750</u>	<u>18,485</u>
Support Services-Students				
Personnel Services	0	1,250	1,250	0
Employee Benefits	0	356	1,173	(817)
Professional & Tech Services	0	4,606	0	4,606
Total Support Services-Students	<u>0</u>	<u>6,212</u>	<u>2,423</u>	<u>3,789</u>
Support Services-General Administration				
Personnel Services	26,000	26,000	10,260	15,740
Employee Benefits	8,524	9,529	1,931	7,598
Professional & Technical Service	6,000	6,000	0	6,000
Supplies	1,000	1,000	225	775
Supply Assets	2,000	2,000	1,195	805
Total Support Services-General	<u>43,524</u>	<u>44,529</u>	<u>13,611</u>	<u>30,918</u>
Support Services-School Administration				
Personnel Services	0	2,000	1,007	993
Employee Benefits	0	5,404	1,025	4,379
Total Support Services-School	<u>0</u>	<u>7,404</u>	<u>2,032</u>	<u>5,372</u>
Central Services				
Professional & Technical Services	0	1,000	0	1,000
Other Purchased Services	13,412	8,250	1,796	6,454
Supplies	0	1,000	0	1,000
Total Central Services	<u>13,412</u>	<u>10,250</u>	<u>1,796</u>	<u>8,454</u>
Total Expenditures	\$ <u>79,436</u>	\$ <u>132,630</u>	\$ <u>65,612</u>	\$ <u>67,018</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

Excess (Deficiency) of Revenues Over Expenditures	\$	18,844	\$	18,844	\$	(5,359)	\$	(24,203)
Cash Balance Beginning of Year		<u>(18,844)</u>		<u>(18,844)</u>		<u>(18,844)</u>		<u>0</u>
Cash Balance End of Year	\$	<u>0</u>	\$	<u>0</u>	\$	<u>(24,203)</u>	\$	<u>(24,203)</u>
Reconciliation of Budgetary Basis to GAAP Basis								
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis	\$				\$	(5,359)		
Net Change in Due from Grantor						5,192		
Net Change in Account Payables						167		
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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-RURAL EDUCATION ACHIEVEMENT PROGRAM-25233
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 25,527	\$ 30,430	\$ 30,685	\$ 255
Total Revenues	<u>25,527</u>	<u>30,430</u>	<u>30,685</u>	<u>255</u>
Expenditures				
Instruction				
Supplies	6,265	6,265	4,883	1,382
Fixed Assets	5,000	5,000	0	5,000
Supply Assets	10,000	10,000	17,894	(7,894)
Total Instruction	<u>21,265</u>	<u>21,265</u>	<u>22,777</u>	<u>(1,512)</u>
Support Services-Instruction				
Professional & Technical Service	0	4,606	30,633	(26,027)
Supply Assets	0	0	1,418	(1,418)
Total Support Services-Instruction	<u>0</u>	<u>4,606</u>	<u>32,051</u>	<u>(27,445)</u>
Central Services				
Supply Assets	0	0	76	(76)
Total Central Services	<u>0</u>	<u>0</u>	<u>76</u>	<u>(76)</u>
Total Expenditures	<u>21,265</u>	<u>25,871</u>	<u>54,904</u>	<u>(29,033)</u>
Excess (Deficiency) of Revenues Over Expenditures	4,262	4,559	(24,219)	(28,778)
Cash Balance Beginning of Year	<u>(4,262)</u>	<u>(4,262)</u>	<u>(4,262)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 297</u>	<u>\$ (28,481)</u>	<u>\$ (28,778)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (24,219)	
Net Change in Due from Grantor			24,219	
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
DORA CONSOLIDATED SCHOOL DISTRICT
Statement of Fiduciary Assets and Liabilities-Agency Funds
June 30, 2012

	<u>Agency Funds</u>
Assets	
Cash and Cash Equivalents	\$ 75,694
Total Assets	<u>\$ 75,694</u>
Liabilities	
Deposits Held for Others	\$ 75,694
Total Liabilities	<u>\$ 75,694</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 DORA CONSOLIDATED SCHOOL DISTRICT NO.39 (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. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. 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.

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Notes to the Financial Statements
June 30, 2012

General Fund - The General Fund consist of three sub funds. 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 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 account is accounted for using the economic resources measurement focus and the accrual basis of accounting.

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.

MAJOR SPECIAL REVENUE FUNDS

Title I (24101). To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the Elementary and Secondary Act of 1965, Chapter I of Title I, as amended, Public Laws 100-297, 20 U.S.C. 2701. The fund was created by the authority of federal grant provisions.

Rural Education Achievement Program (25233) To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

MAJOR CAPITAL PROJECTS

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

MAJOR DEBT SERVICE

Debt Service (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 Assets 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 Net Assets at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities 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, 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 provider's 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.

Entitlement and shared revenues (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

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.

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Notes to the Financial Statements
June 30, 2012

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 Superintendent of Public Instruction) the local school board submits to the District Budget Planning Unit (SBPU) 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 SBPU 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 SBPU 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 SBPU.
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 SBPU.
7. Legal budget control for expenditures is 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.

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DORA CONSOLIDATED SCHOOL DISTRICT
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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 Assets 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.

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Notes to the Financial Statements
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Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Cafeteria 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 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	10-40 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.

Short -Term Debt

Short-term debt results from borrowings characterized by anticipation notes, use of lines of credit, and similar loans. The District does not have any activity in short-term debt.

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 Assets

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets use are either:

STATE OF NEW MEXICO
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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 assets are available it will first be applied to restricted resources.

Fund Balances of Fund Financial Statements

Reserved fund balance indicates that portion of fund equity which has been segregated for specific purposes.

Unreserved fund balance indicates that portion of fund equity which is available for budgeting in future periods.

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non routine permanent transfers of equity are reported as residual equity transfers. All other inter-fund transfers are reported as operating transfers.

Deferred Revenue

The District reports deferred revenues on its Statement of Net Assets and Fund Balance Sheet. Deferred 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 deferred revenue is removed from the combined balance sheet and the revenue is recognized. Deferred 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

All 12-month or full time employees that have been employed 1-9 years are entitled to 10 working days and 10 or more years 15 working days. Vacation time must be taken by December 30th following the school year as it is earned, and it is not accumulative. Prior accrued vacation time not taken by December 30 will be canceled.

Estimates

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: CASH 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.

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DORA CONSOLIDATED SCHOOL DISTRICT
Notes to the Financial Statements
June 30, 2012

<u>Name of Account</u>	Balance Per Bank 6/30/12	Reconciled Balance	Type	
Debt Service	\$ 109,250	\$ 109,250	Checking	Interest
Bond Account	1	1	Checking	Interest
Capital Improvements	155,996	150,439	Checking	Interest
Dora Schools Capital Imp.	13,202	13,202	Savings	Interest
Operational	829,468	809,242	Checking	Interest
Payroll Clearing	96,952	1,341	Checking	Non-Interest
Federal	0	0	Checking	Non-Interest
Athletic Fund	21,300	21,039	Checking	Interest
Lunch Fund	97,638	96,929	Checking	Interest
Activity Fund	33,201	32,013	Checking	Interest
TOTAL Deposited	<u>1,357,008</u>	<u>\$ 1,233,456</u>		
Less: FDIC Coverage	<u>(250,000)</u>			
Uninsured Amount	1,107,008			
50% collateral requirement	553,504			
Pledged securities	655,155			
Over (Under) requirement	<u>\$ 101,651</u>			

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

The following securities are pledged at **Portales National Bank**

<u>Description</u>	<u>CUSIP #</u>	Par/ <u>Market Value</u>	<u>Maturity Date</u>	*	<u>Location</u>
FHLB	313374AX8	\$ 305,155	2/27/2016	*	TIB
Bernalillo NM Mun Sch Dist BQ GO	085279PR2	100,000	8/1/2013	*	TIB
Roswell NM ISD	778550HJ5	50,000	8/1/2015	*	TIB
San Juan Cnty NM ISD BQ NONC GO	798359JC0	200,000	8/1/2014	*	TIB
		<u>\$ 655,155</u>			

* Texas Independent Bank,
Dallas, Texas

<u>Name of Account</u>	Balance Per Bank 6/30/12	Reconciled Balance	Type	
Clinton Clark Scholarship	\$ 1,388	\$ 1,388	CD	Interest
Clinton Clark Scholarship	11,482	11,482	CD	Interest
TOTAL Deposited	<u>12,870</u>	<u>\$ 12,870</u>		
Less: FDIC Coverage	<u>(12,870)</u>			
Uninsured Amount	0			
50% collateral requirement	0			
Pledged securities	0			
Over (Under) requirement	<u>\$ 0</u>			

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Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 262,870
Collateralized:	
Collateral held by the pledging bank in District's name	655,155
Uninsured and uncollateralized	451,853
Total Deposits	<u>\$ 1,369,878</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, 2012 \$451,853 of the District's bank balance of \$1,369,878 was exposed to custodial credit risk.

New Mexico State Treasurer

<u>Name of Account</u>	<u>Balance</u>
Dora SB-9 RCF	\$ 85,677
Dora Oper RCF	2,910
Dora Oper RCF	36,622
Dora Food Service RCF	529
Dora Activity RCF	30,811
TOTAL Deposited	<u>\$ 156,549</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 investment portfolio is posted on the State Treasurer's Office website, www.nmsto.gov, and available for review by participants at any time.

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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. As of June 30, 2012, the LGIP WAM(R) is 60 days and WAM(F) is 83 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 BALANCES AND ACTIVITY

Loans and transfers to and from funds during the year ending June 30, 2012 were as follows:

Interfund Balances		Amount:
From:	To:	
Operational Fund	Title I	\$ 24,203
	Rural Education Achievement	28,481
	Debt Service	13,271
	Other Governmental Funds	35,671
	Total Interfund Balances	<u>\$ 101,626</u>

The above loans were to cover shortfalls. They will be paid back within one year.

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2012:

	General Fund 11000	Senate Bill Nine 31700	Debt Service 41000
Property Taxes Receivable:			
Available	\$ 579	2,321	4,193
Unavailable	0	0	0
TOTAL Property Taxes Receivable	<u>\$ 579</u>	<u>\$ 2,321</u>	<u>\$ 4,193</u>

NOTE E: DUE FROM OTHER GOVERNMENT UNITS

Amounts due from other agencies and units of government were as follows as of June 30, 2012:

Federal Agencies	\$ 85,288
State Agencies	3,142
Total	<u>\$ 88,430</u>

NOTE F: DEFERRED 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, 2012:

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	Other Government Funds	Total
Property Taxes	\$ 0	\$ 0
Federal Revenues	0	0
TOTAL Deferred Revenues	<u>\$ 0</u>	<u>\$ 0</u>

NOTE G: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2012, is as follows:

	Balance 6/30/11	Increases	Decreases	Balance 6/30/12
Governmental Activities				
Capital Assets, not being Depreciated				
Land	\$ 39,620	\$ 0	\$ 0	\$ 39,620
Total Capital Assets, not being Depreciated	<u>39,620</u>	<u>0</u>	<u>0</u>	<u>39,620</u>
Capital Assets, being Depreciated				
Buildings & Improvements	17,229,939	0	0	17,229,939
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	<u>461,403</u>	<u>0</u>	<u>0</u>	<u>461,403</u>
Total Capital Assets, being Depreciated	<u>17,691,342</u>	<u>0</u>	<u>0</u>	<u>17,691,342</u>
Total Capital Assets	<u>17,730,962</u>	<u>0</u>	<u>0</u>	<u>17,730,962</u>
Less Accumulated Depreciation				
Buildings & Improvements	10,237,414	210,422	0	10,447,836
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	<u>280,239</u>	<u>28,479</u>	<u>0</u>	<u>308,718</u>
Total Accumulated Depreciation	<u>10,517,653</u>	<u>238,901</u>	<u>0</u>	<u>10,756,554</u>
Capital Assets, net	<u>\$ 7,213,309</u>	<u>\$ (238,901)</u>	<u>\$ 0</u>	<u>\$ 6,974,408</u>

The deletions are old buildings that have been removed in the construction process of the new school buildings.

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 210,422
Operation of Plant	28,479
Total depreciation expenses	<u>\$ 238,901</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Notes to the Financial Statements
June 30, 2012

NOTE H: LONG TERM DEBT

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

	Balance 6/30/11	Additions	Reductions	Balance 6/30/12	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 395,000	\$ 0	\$ 75,000	\$ 320,000	\$ 75,000
Other Liabilities					
Compensated					
Absences	29,630	8,589	10,693	27,526	0
Total Other	29,630	8,589	10,693	27,526	0
Liabilities					
Long-Term					
Liabilities	\$ 424,630	\$ 8,589	\$ 85,693	\$ 347,526	\$ 75,000

General Obligation Bonds.

The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Series	Date of Issue	Original Amount	Interest Rate	Balance
2003	7/1/03	850,000	4.00%-2.40%	\$ 320,000
				\$ 320,000

The annual requirements to amortize the 2001 Series general obligation bonds as of June 30, 2012, including interest payments are as follows:

	Principal	Interest	Total
2013	\$ 75,000	\$ 10,873	\$ 85,873
2014	80,000	8,040	88,040
2015	80,000	4,960	84,960
2016	85,000	1,700	86,700
	\$ 320,000	\$ 25,573	\$ 345,573

NOTE I: COMMITMENTS

The District has no construction commitments at June 30, 2012.

NOTE J: PENSION PLAN

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

Effective July 1, 2011 plan members are required by statute to continue 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2012, 2011, and 2010, were \$329,489, \$341,014, and \$324,379 respectively, which equal the amount of the required contributions for each fiscal year.

NOTE K: RETIREE HEALTH CARE ACT CONTRIBUTIONS

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.

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 June 30, 2012

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

The Retiree Health Care Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the RHCA, Albuquerque State Government Center, 401 Roma, NW, Suite 200, Albuquerque, New Mexico 87102.

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

For employees who are not members of an enhanced retirement plan the contribution rates will be:

Fiscal Year	Employer Contribution Rate	Employee Contribution Rate
2013	2.000%	1.000%

Also, employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The District's contributions to the RHCA for the years ended June 30, 2012, 2011 and 2010 were \$45,059, \$42,001 and \$33,172 respectively, which equal the required contributions for each year.

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

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 Notes to the Financial Statements
 June 30, 2012

Liability and Civil Rights and Personal Injury
 Contract School Bus Coverage; and
 Crime

NOTE N: 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 O: JOINT POWERS AGREEMENTS

A joint powers agreement was entered into with the Regional Education Cooperative No. 6 (REC). The purpose of the agreement is to allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the United States Department of Education under the Education of the Handicapped Act, Part B, PL 94-142 among others.

There are ten schools that participate in the REC, they are Dora, Elida, Floyd, Fort Sumner, Grady, House, Logan, Melrose, San Jon, and Texico. The agreement became effective on July 1, 1995 and is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The REC funds include IDEA, Part B Entitlement and IDEA Preschool. The REC has not reimbursed the District or paid expenditures on behalf of the District. The REC assisted in writing the SPED Federal grants.

The financial statements for the REC were prepared by an IPA. The audit report is available at the REC located at 1500 South Ave K, Station 9, Portales, New Mexico 88130.

NOTE P: BUDGET VIOLATIONS

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

The following funds had budget violations as of June 30, 2012.

	Original	Final	Actual	Variance
General Fund-Instructional				
Materials-14000				
Instruction	\$ 10,662	\$ 10,662	\$ 13,311	\$ (2,649)
Rural Education Achievement-25233				
Instruction	21,265	21,265	22,777	(1,512)
Support Services-Instruction	0	4,606	32,051	(27,445)
Central Services	0	0	76	(76)
Senate Bill Nine-31700				
Support Services-General Administration	\$ 0	\$ 0	\$ 310	\$ (310)

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

STATE OF NEW MEXICO
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 CAPITAL PROJECT FUND-SENATE BILL NINE-31700
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Taxes	\$ 48,524	\$ 48,524	\$ 60,245	\$ 11,721
Investment Income	200	200	23	(177)
State Grant	63,701	63,701	33,299	(30,402)
Total Revenues	<u>112,425</u>	<u>112,425</u>	<u>93,567</u>	<u>(18,858)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	0	0	310	(310)
Total Support Services-General Administration	<u>0</u>	<u>0</u>	<u>310</u>	<u>(310)</u>
Capital Outlay				
Purchased Property Services	148,724	148,724	50,688	98,036
Supplies	20,000	20,000	8,128	11,872
Fixed Assets	126,735	126,735	0	126,735
Supply Assets	50,000	50,000	3,373	46,627
Total Capital Outlay	<u>345,459</u>	<u>345,459</u>	<u>62,189</u>	<u>283,270</u>
Total Expenditures	<u>345,459</u>	<u>345,459</u>	<u>62,499</u>	<u>282,960</u>
Excess (Deficiency) of Revenues Over Expenditures	(233,034)	(233,034)	31,068	264,102
Cash Balance Beginning of Year	<u>218,251</u>	<u>218,251</u>	<u>218,251</u>	<u>0</u>
Cash Balance End of Year	<u>\$ (14,783)</u>	<u>\$ (14,783)</u>	<u>\$ 249,319</u>	<u>\$ 264,102</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 31,068	
Net change in Taxes Receivable			(444)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 30,624</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
DEBT SERVICE-41000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 88,423	\$ 88,423	113,009	\$ 24,586
Investment Income	100	100	19	(81)
Total Revenues	<u>88,523</u>	<u>88,523</u>	<u>113,028</u>	<u>24,505</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	884	884	558	326
Total Support Services-General Administration	<u>884</u>	<u>884</u>	<u>558</u>	<u>326</u>
Debt Service				
Debt Service				
Principal	75,000	75,000	75,000	0
Interest	13,423	13,423	13,423	0
Total Debt Service	<u>88,423</u>	<u>88,423</u>	<u>88,423</u>	<u>0</u>
Total Expenditures	<u>89,307</u>	<u>89,307</u>	<u>88,981</u>	<u>326</u>
Excess (Deficiency) of Revenues Over Expenditures	(784)	(784)	24,047	24,831
Cash Balance Beginning of Year	<u>85,203</u>	<u>85,203</u>	<u>85,203</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 84,419</u>	<u>\$ 84,419</u>	<u>\$ 109,250</u>	<u>\$ 24,831</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 24,047	
Net Change in Taxes Receivable			<u>(1,771)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 22,276</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

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.

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

IDEA Part 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.

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.

Enhancing Ed Thru Tech (24149). To account for revenues and expenditures received from a federal grant to be used to encourage elementary and secondary schools and community-based agencies to create, develop, and offer service learning opportunities for school-age youth. The fund was created by the authority of the National and Community Service Act of 1990, as amended.

Improving Teacher Quality (24154). Teacher/Principal Training & Recruiting (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).

Safe & Drug Free (24157). To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources. Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 USC

Title I-Stimulus (24201). To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

IDEA, Part B Entitlement Stimulus (24206). 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 American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

NONMAJOR SPECIAL REVENUE FUNDS

IDEA Preschool Recovery Act (24209). To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding these programs are authorized under the Individuals with Disabilities Education Act, Part B (IDEA-B) as amended on December 3, 2004 (Pub. L. No. 108-446; 20 USC 1400 et seq.) and ARRA. Implementing regulations for these programs are 34 CFR part 300. The fund was created by the authority of federal grant provisions.

Job-Stimulus (25255). To account for revenues and expenditures received from the federal government for the purpose of job creation. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

Microsoft (26170). To account for funds received from a settlement with Microsoft. Funds can be spent for technology. The fund was created by grant provisions.

Dual Credits Instructional Materials (27103). To provide funding to the District to purchase college books for students attending college classes and obtaining dual credits. The fund was created by grant provisions.

2010 GO Student Library (27106). 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.

Technology for Education (27117). To account for funds received from the Technology for Education Grant created by the 1994 State Legislation to establish funding of any costs associated with educational technology. Funding provided by the State of New Mexico. (NMSA 22-15A-1-10).

School Improvement Act (27138). To account for revenues and expenditures from a state grant as part of the Incentives for School Improvement Act: awarded based on the improvement in CTBS 5/Terra Nova or New Mexico High School Competency Examination scores. The fund was created by state grant provisions. (NMSA 22-13 A-1).

Beginning Teacher Mentoring (27154). 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).

Library Book Fund (27549). To account for funds received from the New Mexico Public Education Department for purchasing library books. The fund was created by state grant provisions.

Healthier Schools (28156) To account for revenues and expenditures from a grant to provide for a safer and healthier environment for the District. The fund was created by grant provisions.

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	Food Service 21000	Athletics 22000	IDEA B Entitlement 24106
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 97,458	\$ 21,039	\$ 0
Receivables			
Due From Grantor	0	0	17,179
Inventory	1,843	0	0
Total Assets	<u>\$ 99,301</u>	<u>\$ 21,039</u>	<u>\$ 17,179</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	17,179
Total Liabilities	<u>0</u>	<u>0</u>	<u>17,179</u>
Fund Balances			
Nonspendable-Inventory	1,843	0	0
Restricted-Reported In			
Special Revenue Funds	97,458	21,039	0
Total Fund Balances	<u>99,301</u>	<u>21,039</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 99,301</u>	<u>\$ 21,039</u>	<u>\$ 17,179</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	IDEA Preschool <u>24109</u>	Enhancing Ed Thru Tech <u>24149</u>	Improving Teacher Quality <u>24154</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	6,643	0	8,782
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 6,643</u>	<u>\$ 0</u>	<u>\$ 8,782</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 75
Interfund Balances	<u>6,643</u>	<u>0</u>	<u>8,707</u>
Total Liabilities	<u>6,643</u>	<u>0</u>	<u>8,782</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 6,643</u>	<u>\$ 0</u>	<u>\$ 8,782</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	Safe & Drug Free <u>24157</u>	Title I Stimulus <u>24201</u>	Entitlement Stimulus <u>24206</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	Preschool Stimulus <u>24209</u>	Job Stimulus <u>25255</u>	Microsoft <u>26170</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	Duel Credit Instructional Materials <u>27103</u>	2010 GO Student Library <u>27106</u>	Technology for Education <u>27117</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	436	2,706	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 436</u>	<u>\$ 2,706</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	<u>436</u>	<u>2,706</u>	<u>0</u>
Total Liabilities	<u>436</u>	<u>2,706</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 436</u>	<u>\$ 2,706</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	School Improvement Act <u>27138</u>	Beginning Teacher Mentoring <u>27154</u>	Library Book Fund <u>27549</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	0	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
Combining Balance Sheet
June 30, 2012

	Healthier Schools <u>28156</u>	Total <u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 0	\$ 118,497
Receivables		
Due From Grantor	0	35,746
Inventory	<u>0</u>	<u>1,843</u>
Total Assets	<u>\$ 0</u>	<u>\$ 156,086</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	\$ 0	\$ 75
Interfund Balances	<u>0</u>	<u>35,671</u>
Total Liabilities	<u>0</u>	<u>35,746</u>
Fund Balances		
Nonspendable-Inventory	0	1,843
Restricted-Reported In		
Special Revenue Funds	<u>0</u>	<u>118,497</u>
Total Fund Balances	<u>0</u>	<u>120,340</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 156,086</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Food Service 21000	Athletics 22000	IDEA B Entitlement 24106
Revenues			
Investment Income	\$ 29	\$ 11	\$ 0
Fees	27,278	18,987	0
State & Local Grants	0	0	0
Federal Grants	52,340	0	76,079
Other	27	411	0
Total Revenues	<u>79,674</u>	<u>19,409</u>	<u>76,079</u>
Expenditures			
Current			
Instruction	0	21,384	75,506
Support Services-General Administrative	0	0	573
Food Service Operations	67,016	0	0
Total Expenditures	<u>67,016</u>	<u>21,384</u>	<u>76,079</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>12,658</u>	<u>(1,975)</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	12,658	(1,975)	0
Fund Balances at Beginning of Year	<u>86,643</u>	<u>23,014</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 99,301</u>	<u>\$ 21,039</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	IDEA Preschool 24109	Enhancing Ed Thru Tech 24149	Improving Teacher Quality 24154
Revenues			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	6,834	0	8,782
Other	0	0	0
Total Revenues	<u>6,834</u>	<u>0</u>	<u>8,782</u>
Expenditures			
Current			
Instruction	6,834	0	8,782
Support Services-General Administrative	0	0	0
Food Service Operations	0	0	0
Total Expenditures	<u>6,834</u>	<u>0</u>	<u>8,782</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	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 Balances at 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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Safe & Drug Free <u>24157</u>	Title I Stimulus <u>24201</u>	Entitlement Stimulus <u>24206</u>
Revenues			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	0	0	2,570
Other	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>2,570</u>
Expenditures			
Current			
Instruction	0	0	2,570
Support Services-General Administrative	0	0	0
Food Service Operations	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>2,570</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	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 Balances at 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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Preschool Stimulus 24209	Job Stimulus 25255	Microsoft 26170
Revenues			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	0	1,141	0
Other	0	0	0
Total Revenues	<u>0</u>	<u>1,141</u>	<u>0</u>
Expenditures			
Current			
Instruction	0	1,141	1,455
Support Services-General Administrative	0	0	0
Food Service Operations	0	0	0
Total Expenditures	<u>0</u>	<u>1,141</u>	<u>1,455</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>(1,455)</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	(1,455)
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>1,455</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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Duel Credit Instructional Materials 27103	2010 GO Student Library 27106	Technology for Education 27117
Revenues			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	827	2,706	0
Federal Grants	0	0	0
Other	0	0	0
Total Revenues	<u>827</u>	<u>2,706</u>	<u>0</u>
Expenditures			
Current			
Instruction	827	2,706	3,055
Support Services-General Administrative	0	0	0
Food Service Operations	0	0	0
Total Expenditures	<u>827</u>	<u>2,706</u>	<u>3,055</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>(3,055)</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	(4,151)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(4,151)</u>
Net Change in Fund Balance	0	0	(7,206)
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>7,206</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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	School Improvement Act 27138	Beginning Teacher Mentoring 27154	Library Book Fund 27549
Revenues			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	0	0	0
Other	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures			
Current			
Instruction	0	0	220
Support Services-General Administrative	0	0	0
Food Service Operations	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>220</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>(220)</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	(1,946)	(8,209)	(191)
Total Other Sources (Uses)	<u>(1,946)</u>	<u>(8,209)</u>	<u>(191)</u>
Net Change in Fund Balance	(1,946)	(8,209)	(411)
Fund Balances at Beginning of Year	<u>1,946</u>	<u>8,209</u>	<u>411</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
DORA CONSOLIDATED SCHOOL DISTRICT
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Healthier Schools 28156	Total
Revenues		
Investment Income	\$ 0	\$ 40
Fees	0	46,265
State & Local Grants	0	3,533
Federal Grants	0	147,746
Other	0	438
Total Revenues	<u>0</u>	<u>198,022</u>
Expenditures		
Current		
Instruction	0	124,480
Support Services-General Administrative	0	573
Food Service Operations	0	67,016
Total Expenditures	<u>0</u>	<u>192,069</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>5,953</u>
Other Financing Sources (Uses)		
Transfers In/(Out)	<u>(363)</u>	<u>(14,860)</u>
Total Other Sources (Uses)	<u>(363)</u>	<u>(14,860)</u>
Net Change in Fund Balance	(363)	(8,907)
Fund Balances at Beginning of Year	<u>363</u>	<u>129,247</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 120,340</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-FOOD SERVICE-21000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 50	\$ 50	\$ 29	\$ (21)
Fees	20,900	20,900	27,278	6,378
Federal Grant	50,000	50,000	47,444	(2,556)
Miscellaneous	0	0	27	27
Total Revenues	<u>70,950</u>	<u>70,950</u>	<u>74,778</u>	<u>3,828</u>
Expenditures				
Food Service Operations				
Professional & Technical Service	1,000	1,000	1,107	(107)
Other Purchased Services	0	0	1,162	(1,162)
Supplies	130,749	130,749	59,974	70,775
Fixed Assets	5,000	5,000	0	5,000
Supply Assets	1,000	1,000	0	1,000
Total Food Service Operations	<u>137,749</u>	<u>137,749</u>	<u>62,243</u>	<u>75,506</u>
Total Expenditures	<u>137,749</u>	<u>137,749</u>	<u>62,243</u>	<u>75,506</u>
Excess (Deficiency) of Revenues Over Expenditures	(66,799)	(66,799)	12,535	79,334
Cash Balance Beginning of Year	<u>84,923</u>	<u>84,923</u>	<u>84,923</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 18,124</u>	<u>\$ 18,124</u>	<u>\$ 97,458</u>	<u>\$ 79,334</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 12,535	
Net change in Inventory			123	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 12,658</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-ATHLETICS-22000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 30	\$ 30	\$ 11	\$ (19)
Fees	15,000	15,000	18,987	3,987
Miscellaneous	0	0	411	411
Total Revenues	<u>15,030</u>	<u>15,030</u>	<u>19,409</u>	<u>4,379</u>
Expenditures				
Other Support Services				
Professional & Technical Services	5,000	5,000	5,730	(730)
Purchased Property Services	2,500	2,500	0	2,500
Student Travel	17,700	17,700	16,663	1,037
Supplies	5,697	5,697	15	5,682
Fixed Assets	5,000	5,000	0	5,000
Supply Assets	4,830	4,830	0	4,830
Total Other Support Services	<u>40,727</u>	<u>40,727</u>	<u>22,408</u>	<u>18,319</u>
Total Expenditures	<u>40,727</u>	<u>40,727</u>	<u>22,408</u>	<u>18,319</u>
Excess (Deficiency) of Revenues Over Expenditures	(25,697)	(25,697)	(2,999)	22,698
Cash Balance Beginning of Year	<u>24,038</u>	<u>24,038</u>	<u>24,038</u>	<u>0</u>
Cash Balance End of Year	\$ <u>(1,659)</u>	\$ <u>(1,659)</u>	\$ <u>21,039</u>	\$ <u>22,698</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,999)	
Net Change in Account Payables			<u>1,024</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(1,975)</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 86,475	\$ 108,835	\$ 83,565	\$ (25,270)
Total Revenues	<u>86,475</u>	<u>108,835</u>	<u>83,565</u>	<u>(25,270)</u>
Expenditures				
Instruction				
Personnel Services	38,636	44,623	49,006	(4,383)
Employee Benefits	21,173	37,016	26,350	10,666
Professional & Technical Service	500	500	0	500
Other Purchased Services	0	30	0	30
Supplies	1,500	1,400	149	1,251
Total Instruction	<u>61,809</u>	<u>83,569</u>	<u>75,505</u>	<u>8,064</u>
Support Services-General Administration				
Professional & Technical Service	0	600	573	27
Total Support Services-General Administration	<u>0</u>	<u>600</u>	<u>573</u>	<u>27</u>
Total Expenditures	<u>61,809</u>	<u>84,169</u>	<u>76,078</u>	<u>8,091</u>
Excess (Deficiency) of Revenues Over Expenditures	24,666	24,666	7,487	(17,179)
Cash Balance Beginning of Year	<u>(24,666)</u>	<u>(24,666)</u>	<u>(24,666)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(17,179)</u>	\$ <u>(17,179)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 7,487	
Net change in Due from Grantor			<u>(7,487)</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-IDEA PRESCHOOL-24109
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 7,387	\$ 15,407	\$ 192	\$ (15,215)
Total Revenues	<u>7,387</u>	<u>15,407</u>	<u>192</u>	<u>(15,215)</u>
Expenditures				
Instruction				
Personnel Services	0	8,020	3,667	4,353
Employee Benefits	7,387	7,387	2,976	4,411
Supplies	<u>0</u>	<u>0</u>	<u>192</u>	<u>(192)</u>
Total Instruction	<u>7,387</u>	<u>15,407</u>	<u>6,835</u>	<u>8,572</u>
Total Expenditures	<u>7,387</u>	<u>15,407</u>	<u>6,835</u>	<u>8,572</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(6,643)	(6,643)
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>\$ (6,643)</u>	<u>\$ (6,643)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,643)	
Net Change in Due from Grantor			<u>6,643</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-ENHANCING ED THRU TECH-24149
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Students				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services-Students	<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	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	<u>10,579</u>	<u>10,579</u>	<u>10,579</u>	<u>0</u>
Total Other Sources (Uses)	<u>10,579</u>	<u>10,579</u>	<u>10,579</u>	<u>0</u>
Net Change in Fund Balance	10,579	10,579	10,579	0
Cash Balance Beginning of Year	<u>(10,579)</u>	<u>(10,579)</u>	<u>(10,579)</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			\$ <u>0</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-IMPROVING TEACHER QUALITY-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 12,230	\$ 16,998	\$ 1,883	\$ (15,115)
Total Revenues	<u>12,230</u>	<u>16,998</u>	<u>1,883</u>	<u>(15,115)</u>
Expenditures				
Instruction				
Professional & Tech Services	6,000	6,568	5,226	1,342
Other Purchased Services	3,500	6,200	2,125	4,075
Supplies	347	1,847	1,356	491
Supply Assets	500	500	0	500
Total Instruction	<u>10,347</u>	<u>15,115</u>	<u>8,707</u>	<u>6,408</u>
Support Services-General Administration				
Professional & Tech Services	0	0	0	0
Total Support Services-General Administration	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>10,347</u>	<u>15,115</u>	<u>8,707</u>	<u>6,408</u>
Excess (Deficiency) of Revenues Over Expenditures	1,883	1,883	(6,824)	(8,707)
Cash Balance Beginning of Year	<u>(1,883)</u>	<u>(1,883)</u>	<u>(1,883)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(8,707)</u>	\$ <u>(8,707)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,824)	
Net Change in Due from Grantor			6,899	
Net Change in Accounts Payable			(75)	
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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-SAFE & DRUG FREE-24157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
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	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	1,201	1,201	1,201	0
Total Other Sources (Uses)	<u>1,201</u>	<u>1,201</u>	<u>1,201</u>	<u>0</u>
Net Change in Fund Balance	1,201	1,201	1,201	0
Cash Balance Beginning of Year	<u>(1,201)</u>	<u>(1,201)</u>	<u>(1,201)</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-TITLE I STIMULUS-24201
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	0	0	0	0
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	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	1,766	1,766	1,766	0
Total Other Sources (Uses)	<u>1,766</u>	<u>1,766</u>	<u>1,766</u>	<u>0</u>
Net Change in Fund Balance	1,766	1,766	1,766	0
Cash Balance Beginning of Year	<u>(1,766)</u>	<u>(1,766)</u>	<u>(1,766)</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	
Net Change in Due from Grantor			0	
Net Change in Deferred Revenue			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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-ENTITLEMENT STIMULUS-24206
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 6,620	\$ 39,846	\$ 15,118	\$ (24,728)
Total Revenues	<u>6,620</u>	<u>39,846</u>	<u>15,118</u>	<u>(24,728)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	20,500	7,343	13,157
Other Purchased Services	0	11,620	0	11,620
Supplies	0	0	450	(450)
Supply Assets	0	1,106	705	401
Total Instruction	<u>0</u>	<u>33,226</u>	<u>8,498</u>	<u>24,728</u>
Total Expenditures	<u>0</u>	<u>33,226</u>	<u>8,498</u>	<u>24,728</u>
Excess (Deficiency) of Revenues Over Expenditures	6,620	6,620	6,620	0
Cash Balance Beginning of Year	<u>(6,620)</u>	<u>(6,620)</u>	<u>(6,620)</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			\$ 6,620	
Net Change in Due from Grantor			(12,548)	
Net Change in Account Payables			5,928	
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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-PRESCHOOL STIMULUS-24209
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 1,199	\$ 2,769	\$ 1,199	\$ (1,570)
Total Revenues	<u>1,199</u>	<u>2,769</u>	<u>1,199</u>	<u>(1,570)</u>
Expenditures				
Instruction				
Supplies	0	1,570	0	1,570
Total Instruction	<u>0</u>	<u>1,570</u>	<u>0</u>	<u>1,570</u>
Total Expenditures	<u>0</u>	<u>1,570</u>	<u>0</u>	<u>1,570</u>
Excess (Deficiency) of Revenues Over Expenditures	1,199	1,199	1,199	0
Cash Balance Beginning of Year	<u>(1,199)</u>	<u>(1,199)</u>	<u>(1,199)</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			\$ 1,199	
Net Change in Due from Grantor			<u>(1,199)</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-JOB STIMULUS-25255
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 27,710	\$ 23,559	\$ 23,559	\$ 0
Total Revenues	<u>27,710</u>	<u>23,559</u>	<u>23,559</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	0	0	0	0
Employee Benefits	5,292	1,141	1,141	0
Total Instruction	<u>5,292</u>	<u>1,141</u>	<u>1,141</u>	<u>0</u>
Total Expenditures	<u>5,292</u>	<u>1,141</u>	<u>1,141</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	22,418	22,418	22,418	0
Cash Balance Beginning of Year	<u>(22,418)</u>	<u>(22,418)</u>	<u>(22,418)</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			\$ 22,418	
Net change in Due from Grantor			<u>(22,418)</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-MICROSOFT-26170
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	1,455	1,455	1,455	0
Total Instruction	<u>1,455</u>	<u>1,455</u>	<u>1,455</u>	<u>0</u>
Total Expenditures	<u>1,455</u>	<u>1,455</u>	<u>1,455</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,455)	(1,455)	(1,455)	0
Cash Balance Beginning of Year	<u>1,455</u>	<u>1,455</u>	<u>1,455</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			\$ (1,455)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (1,455)</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-DUAL CREDITS INSTRUCTIONAL MATERIAL-27103
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 5,595	\$ 5,595	\$ 391	\$ (5,204)
Total Revenues	<u>5,595</u>	<u>5,595</u>	<u>391</u>	<u>(5,204)</u>
Expenditures				
Instruction				
Supplies	5,595	5,595	827	4,768
Total Instruction	<u>5,595</u>	<u>5,595</u>	<u>827</u>	<u>4,768</u>
Total Expenditures	<u>5,595</u>	<u>5,595</u>	<u>827</u>	<u>4,768</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(436)	(436)
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>\$ (436)</u>	<u>\$ (436)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (436)	
Net change in Due from Grantor			<u>436</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-2010 GO STUDENT LIBRARY-27106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 4,241	\$ 4,241	\$ 0	\$ (4,241)
Total Revenues	<u>4,241</u>	<u>4,241</u>	<u>0</u>	<u>(4,241)</u>
Expenditures				
Instruction				
Supplies	3,500	3,500	309	3,191
Supply Assets	741	741	2,397	(1,656)
Total Instruction	<u>4,241</u>	<u>4,241</u>	<u>2,706</u>	<u>1,535</u>
Total Expenditures	<u>4,241</u>	<u>4,241</u>	<u>2,706</u>	<u>1,535</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(2,706)	(2,706)
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>\$ (2,706)</u>	<u>\$ (2,706)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,706)	
Net change in Due from Grantor			<u>2,706</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
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-TECHNOLOGY FOR EDUCATION-27117
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	2,206	2,206	1,245	961
Supply Assets	5,000	5,000	1,810	3,190
Total Instruction	<u>7,206</u>	<u>7,206</u>	<u>3,055</u>	<u>4,151</u>
Total Expenditures	<u>7,206</u>	<u>7,206</u>	<u>3,055</u>	<u>4,151</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,206)</u>	<u>(7,206)</u>	<u>(3,055)</u>	<u>4,151</u>
Other Financing Sources (Uses)				
Transfers	0	0	(4,151)	(4,151)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(4,151)</u>	<u>(4,151)</u>
Net Change in Cash Balance	(7,206)	(7,206)	(7,206)	0
Cash Balance Beginning of Year	<u>7,206</u>	<u>7,206</u>	<u>7,206</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				
Net Change in Cash Balance			\$ (7,206)	
Net Change in Fund Balance			\$ (7,206)	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-SCHOOL IMPROVEMENT ACT-27138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Instruction	0	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(1,946)	(1,946)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(1,946)</u>	<u>(1,946)</u>
Net Change in Cash Balance	0	0	(1,946)	(1,946)
Cash Balance Beginning of Year	<u>1,946</u>	<u>1,946</u>	<u>1,946</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,946</u>	<u>\$ 1,946</u>	<u>\$ 0</u>	<u>\$ (1,946)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 0	
Net Change in Fund Balance			\$ 0	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING 27154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
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	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(8,209)	(8,209)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(8,209)</u>	<u>(8,209)</u>
Net Change in Cash Balance	0	0	(8,209)	(8,209)
Cash Balance Beginning of Year	<u>8,209</u>	<u>8,209</u>	<u>8,209</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 8,209</u>	<u>\$ 8,209</u>	<u>\$ 0</u>	<u>\$ (8,209)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 0	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-LIBRARY BOOK FUND-27549
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
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	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(411)	(411)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(411)</u>	<u>(411)</u>
Net Change in Cash Balance	0	0	(411)	(411)
Cash Balance Beginning of Year	<u>411</u>	<u>411</u>	<u>411</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 411</u>	<u>\$ 411</u>	<u>\$ 0</u>	<u>\$ (411)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 0	
Net Change in Fund Balance			\$ 0	

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SPECIAL REVENUE FUND-HEALTHIER SCHOOLS-28156
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
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	0	0	0	0
Other Financing Sources (Uses)				
Transfers	0	0	(363)	(363)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(363)</u>	<u>(363)</u>
Net Change in Cash Balance	0	0	(363)	(363)
Cash Balance Beginning of Year	<u>363</u>	<u>363</u>	<u>363</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 363</u>	<u>\$ 363</u>	<u>\$ 0</u>	<u>\$ (363)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 0	
Net Change in Fund Balance			\$ 0	

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

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND

Activity Trust Fund

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 AGENCY FUNDS - ACTIVITY
 Schedule of Changes in Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2012

	Balance 06/30/11	Additions	Deletions	Balance 06/30/12
ASSETS				
23800 General Fund	\$ 93	\$ 1,227	\$ 979	\$ 341
23801 FFA	848	26,317	26,880	285
23802 Student Council	703	420	188	935
23803 Yearbook	5,009	6,255	6,640	4,624
23804 District III-Athletics	14,231	0	818	13,413
23805 ENMU Services	157	0	0	157
23806 Drama	48	0	0	48
23807 Art	257	160	144	273
23808 EPAC	1,640	608	0	2,248
23810 Cafeteria Account	410	0	0	410
23811 National Honor Society	628	638	0	1,266
23812 Flower Fund	384	30	50	364
23813 BPA	3,913	24,628	25,803	2,738
23814 Cheerleaders	670	1,898	1,701	867
23815 Girl's Athletics	443	6,304	5,306	1,441
23816 Boy's Athletics	1	5,836	3,558	2,279
23817 Resource Room	37	0	0	37
23818 Principal's Account	580	404	116	868
23819 3-4 Year Old Program	242	0	0	242
23820 Math/Science	345	300	0	645
23822 2nd Grade-Pennies	123	0	0	123
23822 Library	653	2,663	5,157	(1,841)
23824 H/S Accelerated Reader	279	0	0	279
23825 District 7 Baseball	97	0	0	97
23827 Student Travel	100	0	0	100
23828 Music	1,630	0	0	1,630
23829 Rodeo Team	7,351	0	7,351	0
23830 Concession Stand	5,943	21,416	12,489	14,870
23831 Clinton Clark Scholarship	12,965	405	500	12,870
23832 FCA	0	700	0	700
23833 FFA Special Account	139	0	0	139
23834 Careers	200	0	0	200
23835 Baseball	0	3,329	2,504	825
23836 Elem Accelerated Reader	4,380	3,460	2,942	4,898
23837 Stockes Scholarship	0	800	0	800
23838 Clean & Beautiful Award	144	0	0	144
23839 Football	644	920	1,078	486
23841 Dora Booster Club	552	0	0	552
23842 Zune	250	0	0	250
23843 Education Enhancement	168	0	0	168
23844 James Polk Stone Tournament	0	8,340	6,653	1,687
23901 Class of 2001	20	0	0	20
23907 Class of 2007	95	0	0	95
23912 Class of 2012	\$ 705	\$ 1,476	\$ 2,181	\$ 0

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 AGENCY FUNDS - ACTIVITY
 Schedule of Changes in Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2012

	Balance 06/30/11	Additions	Deletions	Balance 06/30/12
23913 Class of 2013	\$ 2,198	\$ 4,114	\$ 4,703	\$ 1,609
23914 Class of 2014	238	88	158	168
23915 Class of 2015	354	55	0	409
23916 Class of 2016	712	150	0	862
23917 Class of 2017	0	73	0	73
Total Assets	<u>\$ 70,579</u>	<u>\$ 123,014</u>	<u>\$ 117,899</u>	<u>\$ 75,694</u>
 LIABILITIES				
Deposits Held for Others	<u>\$ 70,579</u>	<u>\$ 123,014</u>	<u>\$ 117,899</u>	<u>\$ 75,694</u>
Total Liabilities	<u>\$ 70,579</u>	<u>\$ 123,014</u>	<u>\$ 117,899</u>	<u>\$ 75,694</u>

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

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Cash Reconciliations - All Funds
For the Year Ended June 30, 2012

		Beginning Cash 06/30/11	Revenues	Expenditures	Transfers	Ending Cash 06/30/12
Operational	11000	\$ 723,203	\$ 2,787,512	\$ 2,603,729	\$ 14,860	\$ 921,846
Transportation	13000	2	223,418	223,418	0	2
Instructional Materials	14000	19,287	10,646	13,311	0	16,622
Food Services	21000	84,923	74,777	62,242	0	97,458
Athletics	22000	24,036	19,409	22,407	0	21,038
Agency Funds	23000	70,579	123,014	117,899	0	75,694
Federal Flowthrough	24000	(66,756)	162,209	165,730	13,546	(56,731)
Federal Direct	25000	(26,680)	54,244	56,044	0	(28,480)
State/Local Grants	26000	1,455	0	1,455	0	0
State Flowthrough	27000	17,773	390	6,807	(14,497)	(3,141)
State Direct	28000	363	0	0	(363)	0
Senate Bill 9	31700	218,250	93,567	62,499	0	249,318
Debt Service	41000	85,203	113,028	88,982		109,249
Total		\$ <u>1,151,638</u>	\$ <u>3,662,214</u>	\$ <u>3,424,523</u>	\$ <u>13,546</u>	\$ <u>1,402,875</u>

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

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*

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Dora Consolidated School District

Mr. Balderas and Members of the Board

We have audited 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, the budgetary comparisons for the major capital project fund, major debt service fund and the combining individual funds and related budgetary comparisons presented as supplemental information of the Dora Consolidated School District, (District), as of and for the year ended June 30, 2012, and have issued our report thereon dated October 29, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the board is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and correct on a timely basis.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be significant deficiencies in internal control over financial reporting; 12-1, 12-2, 12-3, 12-4, and 12-5. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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 instances 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; 12-1, 12-2, 12-3, 12-4, and 12-5.

The District's responses to the findings identified in our audit as described in the accompanying Schedule of Findings and Responses. We did not audit the District's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal grantors and is not intended to be and should not be used by anyone other than these specified parties.

 CPA PC

October 29, 2012

Financial Statement Audit Findings

Prior Year Audit Findings

10-3	ERB Reporting	<u>Status</u> Resolved
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Current Year Audit Findings

12-1 Budget Violations-Compliance and Internal Control-Significant Deficiency Condition

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

	Budget		Actual	Over Budget
	Original	Final		
General Fund-Instructional Materials-14000				
Instruction	\$ 10,662	\$ 10,662	\$ 13,311	\$ (2,649)
Rural Education Achievement-25233				
Instruction	21,265	21,265	22,777	(1,512)
Support Services-Instruction	0	4,606	32,051	(27,445)
Central Services	0	0	76	(76)
Senate Bill Nine-31700				
Support Services-General Administration	\$ 0	\$ 0	\$ 310	\$ (310)

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

The users of the financial statements such as legislators, creditors, bondholders, state and federal grantors, etc., do not have timely audit reports and financial statements for their review. Late audit report could have an effect on state and federal funding.

Recommendation

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

Response

District will ensure that approval from State Department does not extend to the end of the month in June or journal entries will be made to move expenditures to approved funds.

12-2 PED Cash Reports-Compliance and Internal Control-Significant Deficiency

Condition

The District's PED Cash Report at year end does not agree with the audited cash balances.

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

Receipts had not been entered into the general ledger causing the cash balance reported to PED to be less than the actual reconciled amount.

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

We recommend all revenues and reconcile the bank statements to the general ledger monthly.

Response

District will work with auditor on adjustments prior to June 30th.

12-3 Stale Date Transactions-Compliance and Internal Control-Significant Deficiency

Condition

The District is in violation of state statutes regarding stale-dated checks. The District maintained 10 checks that were dated over one year old at June 30, 2012. The checks totaled \$530.19 respectively.

Criteria

Section 6-10-57(A), NMSA 1978. If checks are unpaid for one year the fiscal officer should cancel them in accordance with section 6-10-57(A), NMSA 1978.

Cause

The District did not implement an internal control policy to account for stale dated outstanding checks and did not clear these checks on a timely basis.

Effect

Carrying numerous bank reconciling items could result in a misstatement in the accounting records or related misappropriation of funds.

Recommendation

We recommend that the District implement a procedure to review the outstanding check listings for all bank accounts and track stale-dated checks. If checks on the outstanding check listings are greater than one year old we recommend these checks be voided.

Response

District will void stale dated checks after reconciliation of bank account at the end of each month.

12-4 Expenditure Issues-Compliance and Internal Control-Significant Deficiency

Condition

During our sampling we noted:

- 1) The District was not consistent whether they pay per diem or actual cost for meals.
- 2) One check written for \$800.00 did not have adequate supporting documentation.

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

Management was not aware that all employee's travel should be reimbursed in the same manner.

Effect

Without proper documentation and following the procurement act, there are not adequate controls over expenditures which could result in over spending.

Recommendation

All travel should be adequately documented and reimbursed in accordance with District's travel policy.

Response

A new travel reimbursement form is created to outline specific times for departure and arrivals. The District will reimburse a flat meal per diem in the amount of \$30.00 as established by State procurement. 2.) The District has requested more information on all requisitions to be put on purchase order for clear use of District expense.

12-5 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 Senate Bill Nine Fund of \$(14,783) and in the Athletics Funds of \$(1,659).

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 budgeted expenditures.

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

Greater attention should be given to the budget monitoring process end of the year cash balance estimates.

Response

The District will review the estimated cash balances and issue a BAR if necessary.

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 October 29, 2012. Those present were Steve Barron-Superintendent, Roberta Trujillo-Business Manager, Gary Simpson-Board Secretary, Brandon Hays-Principal, Audrey Powell-Parent, Patsy Ward-Teacher and Technology, and De'Aun Willoughby CPA.