

STATE OF NEW MEXICO

DORA CONSOLIDATED SCHOOL DISTRICT



ANNUAL FINANCIAL REPORT

JUNE 30, 2016

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INTRODUCTORY SECTION

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ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended June 30, 2016

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OFFICIAL ROSTER
June 30, 2016

Name

Board of Education

Title

Kenneth Cox

President

John Mohon

Vice President

Gary Simpson

Secretary

Jana Roberts

Member

Bill Prater

Member

School Officials

Steve Barron

Superintendent

Gowan Hays

Business Manager

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FINANCIAL SECTION

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Precision Accounting, LLC.

INDEPENDENT AUDITOR'S REPORT

Timothy M. Keller
New Mexico State Auditor
The Office of Management and Budget and
The Governing Board
Dora Consolidated School District
Dora, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the budgetary comparisons of the general fund and the major special revenue funds of the Dora Consolidated School District (the "District") as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the Dora Consolidated School District' basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the Dora Consolidated School District' nonmajor governmental funds and the budgetary comparisons for the major capital project funds, debt service funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents. We did not audit the 2015 Schedule of Employer Allocations and Pension Amounts of the State of New Mexico Educational Retirement Board (ERB), the administrator of the cost sharing pension plan for the District. The schedules and statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the District, is based solely on the report of the other auditors.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Dora Consolidated School District' preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Dora Consolidated School District' internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinions

The District was unable to provide a complete or accurate capital asset listing with depreciation expense for the year ended June 30, 2016. We were not able to apply other auditing procedures to provide evidence to verify the fairness of presentation of the capital assets and depreciation expense.

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Opinions

In our opinion, based on our report and the report of the other auditors, and except for the effects of the matter described in the Basis for Qualified Opinion paragraph, 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 Dora Consolidated School District, as of June 30, 2016, and the respective changes in financial position where applicable, cash flows 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 Dora Consolidated School District as of June 30, 2016, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital project funds, debt service funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *Management's Discussion and Analysis* on pages 13-18, the *Schedule of Proportionate Share of the Net Pension Liability* on page 115, the *Schedule of Contributions* on page 117, and the notes to the required supplementary information on page 119 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with the auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.


Other Information

Our audit was conducted for the purpose of forming opinions on the Dora Consolidated School District' financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The other schedules as required by 2.2.2 NMAC are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The other schedules required by 2.2.2 NMAC are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules as required by 2.2.2 NMAC are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Schedule of Vendor Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 12, 2016 on our consideration of the Dora Consolidated School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Dora Consolidated School District' internal control over financial reporting and compliance.


Precision Accounting, LLC
Albuquerque, New Mexico
September 12, 2016

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State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

As management of the Dora Consolidated Schools District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2016. Readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

In June 1999, GASB approved Statement #34 "Basic Financial Statements and Management Discussion and Analysis for State and Local Government". In June 2001, the GASB approved Statement #37 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus" and Statement #38 "Certain Financial Statement Note Disclosures". Statement #37 clarifies and modifies Statement #34 and should be implemented simultaneously with Statement #34. Statement #38 modifies, establishes and rescinds certain financial statement disclosure requirements. The District implemented the provisions of the above statements effective July 1, 2003.

Financial Highlights

Key financial highlights for fiscal year ended June 30, 2016 are as follows:

- The assets of the District exceeded its liabilities at the end of the fiscal year by \$5,210,342 (net position and deferred inflows of resources). Of this amount, \$7,379,731 is invested in capital assets, \$1,200,171 is restricted for Capital Projects, \$154,355 is restricted for Debt Service, \$342,884 for Special Revenue Funds, \$2,490 is restricted for General Fund, and \$(3,780,341) is unrestricted and may be used to meet the District's ongoing obligations. The deferred inflows of resources related to property taxes and the net pension liability is \$356,401.
- The District's total net position increased by \$46,676 which is reflected in the District's Statement of Activities.
- The District's liabilities increased by \$179,348 in fiscal year 2016 which due to the actuarial changes in the net pension liability.
- At June 30, 2016, the unreserved and undesignated fund balance for the general fund was \$701,664, which reflects an increase of \$200,333 from the previous fiscal year.
- As part of the implementation of GASB 34, total accumulated depreciation on capital assets as of June 30, 2016 is \$11,880,492. This includes current year depreciation in the amount of \$376,261.
- Capital Outlay expenditures were \$2,010,702 in the year ending June 30, 2016. The increase in capital outlay expenditures was associated with the district having major ongoing construction projects within the district for this school year. The Capital Outlay expenditures in this fiscal year included construction and/or renovation of the schools, and purchases of buses. The major portion of these capital purchases was funded utilizing Capital Outlay funds, such as Bond Building and SB-9.
- The District's general obligation bond debt balance is \$1,448,875. Series 2016 bond was issued in the fiscal year 2015 - 2016.

State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

Basic Financial Statements

In general, the purpose of financial reports is to provide external parties reading the financial statements with information that will help them to make decisions or draw conclusions about the reporting entity. There are many external parties that read and use the District's financial statements; however, these parties do not always have the same objectives. This annual report consists of a series of financial statements and notes to those statements. These statements are organized so that the reader may understand the District's overall financial position. In accordance with required reporting requirements, the District presents (1) government-wide financial statements and (2) fund financial statements.

Government-wide financial statements

The *government-wide financial statements* are designed to provide readers with a broad overview of the District's finances, in a manner similar to that of a private sector business.

The *statement of net position* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows only in future fiscal periods (e.g. uncollected taxes).

Both the *statement of net position* and the *statement of activities* distinguish functions of the District that are primarily supported by property taxes and state revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through fees and charges. The governmental activities of the District include education, pupil transportation, food service and community service. The District does not have any business-type activities.

The *government-wide financial statements* can be found on Exhibits A-1 and A-2 on pages 20 through 23 of the financial statements.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other school districts, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Government Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available as the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of government funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. A reconciliation to facilitate the comparison of the governmental funds and governmental activities has been provided.

State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

The District has four individual governmental fund groups. Information is presented separately in the governmental fund balance sheets and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the following funds: General Fund, Special Revenue Funds, Capital Projects Fund, and Debt Service Fund

The basic governmental fund financial statements can be found on Exhibits B-1 and B-2 on pages 24 through 31 of the financial statements.

Fiduciary Funds

Fiduciary Funds are used to account for resources held in trust for the benefit of parties outside the District. Fiduciary fund financial statements consist of a statement of fiduciary net assets and a statement of changes in fiduciary net assets. These funds are not reported in the government-wide financial statements.

The fiduciary fund financial statements can be found in Exhibit D on page 39 of the financial statements.

Overview of the District's Financial Position and Operations the District's overall financial position and operations for the current year as compared to the previous fiscal year are as follows:

DORA CONSOLIDATED SCHOOL DISTRICT'S NET POSITION
COMPARATIVE DATA

	Current Year 2016	Prior Year 2015
Assets		
Cash and Other Equivalents	\$ 1,668,345	\$ 1,630,813
Current and Other Assets	264,212	261,896
Capital Assets, Net	8,794,731	8,780,644
Deferred Outflows of Resources	<u>445,349</u>	<u>303,794</u>
TOTAL ASSETS	10,727,288	10,977,147
Liabilities		
Current Liabilities	240,950	268,367
Noncurrent Liabilities	<u>5,276,277</u>	<u>5,069,512</u>
TOTAL LIABILITIES	5,517,227	5,337,879
Deferred Inflows of Resources	356,401	386,6545
Net Position		
Net Investment in Capital Assets	7,379,731	8,780,644
Restricted:		
Debt Services	154,355	82,036
Capital Projects	1,200,171	1,206,090
Special Revenue Funds	342,884	-
General Funds	2,490	-
Unrestricted	<u>(3,780,341)</u>	<u>(4,816,156)</u>
TOTAL NET POSITION	\$ <u>5,299,290</u>	\$ <u>5,252,614</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ <u>11,172,918</u>	\$ <u>10,977,147</u>

State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

As noted in the schedule above, the District has \$(3,780,341) unrestricted funds in the current year. Unrestricted funds can be used at the *discretion* of the District and to meet ongoing obligations to creditors and stakeholders. .32% is restricted for the stated purposes. The remaining 1.39% of the District's net position is net investment in capital assets. This indicates that the accumulated depreciation along with the asset values exceed existing debt. The pension liability as required by GASB 68 has significantly impacted the net position on the financials.

Governmental activities increased the District's overall net position by \$1,760,950. This increase was the effect of the increase of current year capital expenditures, the principals payments made on bonds, and a decrease in accrued interest.

The major elements of the District's governmental activities contributing to the increase in the change in net position are listed on the next page.

DORA CONSOLIDATED SCHOOL DISTRICT'S CHANGES IN NET POSITION
COMPARATIVE DATA

Revenues:	2016	2015
Program Revenues		
Charges for Services	\$ 39,580	\$ 46,701
Operating Grants & Contributions	1,199,422	589,448
Capital Grants & Contributions	<u>219,668</u>	<u>195,300</u>
Total Program Revenues	1,458,670	931,449
General Revenues:		
Property Taxes		
General Purpose	14,235	14,193
Debt Service	135,294	102,806
Capital Projects	57,179	56,980
Grants & Contributions, not restricted	2,828,076	2,773,539
Unrestricted Investment Earnings	42	317
Loss on disposal of assets	<u>(3,864)</u>	<u>-</u>
Total General Revenues	<u>3,030,962</u>	<u>2,947,835</u>
TOTAL REVENUES	4,489,632	3,879,284
Expenditures:		
Direct Instruction	2,277,256	2,191,795
Students	124,414	171,589
Instruction	152,920	116,002
General Administration	221,061	220,952
School Administration	175,229	152,222
Central Services	136,032	152,464
Operation & Maintenance of Plant	582,621	486,071
Student Transportation	295,737	303,483
Other Support Services	-	8,203
Food Services	133,542	146,648
Capital Outlay	282,316	-
Bond Issue Costs	-	43,540
Interest on Long term debt	<u>61,828</u>	<u>36,959</u>
TOTAL EXPENDITURES	4,442,956	4,029,928
Change in Net Position	46,676	(250,644)
Net Position, Beginning of Year	<u>5,252,614</u>	<u>9,226,504</u>
Restatement	-	(3,723,246)
Net Position, End of Year	\$ <u>5,299,290</u>	\$ <u>5,252,614</u>

State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

State of New Mexico Capital Municipal Schools District

As noted above, the District is heavily dependent on federal and state aid, which comprises 63% of its total revenues. Correspondingly, the District spends 51% of total revenues on direct instruction and instructional support the two primary functions that indicate direct school spending.

General Fund Budgetary Highlights

Budget to actual comparison schedules are presented for all major funds and non major funds individually in Exhibit C-1 through C-3 and Schedules A-3 to A-23. In addition, budget to actual comparison schedules were presented for each individual fund in the supplementary information section of this report. These schedules are prepared on a cash basis which is the format allowed by the District's oversight agency, the New Mexico Public Education Department.

The final general fund expenditure budget was \$3,006,617 of which \$2,714,822 was expended in the current year. Budgets were not exceeded in any of the functions in the general fund.

Of the \$3,755,897 total District revenue budget, the District received 1.23% more in actual revenue for an increase of \$878,232 in actual revenue received over budgeted revenue. Conversely, the District expended only \$4,567,528 of its total expenditure budgets of \$5,505,589.

The original expenditure budget in the District's debt service fund did not increase for this year. Surplus cash balances were used to pay bond principal payments on old bond series. Even with this use of cash, the District maintains a strong financial position in the debt service fund.

Capital Assets and Debt Administration

Capital Assets

The District's current year investment in capital assets as of June 30, 2016 is \$7,379,731. The District's assets include land and land improvements, building and building improvements, equipment and furniture, and vehicles.

Depreciation calculated as a result of GASB 34 implementation resulted in an accumulated depreciation balance of \$11,880,492, of which \$376,261 is for depreciation in the current year. Additional information of the District's capital assets is presented in Note 7 on page 52 of the financial statements.

Long-term obligations

At the end of the current year, the district had \$1,504,666 in long-term debt related to governmental activities. Of this debt, 100% was related to general obligation bonds still outstanding at the end of the year. The debt position of the District is summarized below and is more fully analyzed in Note 8 on page 53 of the financial statements.

State of New Mexico
Dora Consolidated School District
Management's Discussion and Analysis
June 30, 2016

DORA CONSOLIDATED SCHOOL DISTRICT'S LONG-TERM OBLIGATION

Governmental Activities:

General Obligation Debt

	Balance at 6/30/15	Additions	Deletions	Balance at 6/30/16	Due within One Year
<i>TOTAL</i>	\$ 1,585,000	\$ 33,875	\$ 170,000	\$ 1,448,875	\$ 150,000

During the fiscal year, the District reduced total bond debt principle by \$170,000 in accordance with schedule bond payments.

Relevant Current Economic Factors, Decisions, and Conditions

The District had an increase in students during the 2015-2016 school year. Dora has been awarded both a Blue Ribbon, and received A's on our school report card for the past two years. The District feels this success has increased the amount of students that want to go to school in our District.

The District is currently making repairs to their parking lot to extend the life of the parking lot by easing the water runoff.

Request for Information

This financial report is designed to provide various interested parties with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or require additional information, contact the District's Finance Department as follows:

Gowan Hays, Business Manager
(575) 477-2211
Physical and Mailing Address:
100 School Street
Dora, NM 88115
e-mail: ghays@doraschools.com

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2016

Exhibit A-1
(Page 1 of 2)

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 1,668,345
Taxes Receivable	735,761
Due from other Governments	260,718
Prepaid assets	281
Inventory	465
Total current assets	<u>2,665,570</u>
Noncurrent assets:	
Capital assets:	
Other capital assets	20,675,223
Less accumulated depreciation	<u>(11,880,492)</u>
Total Capital assets	<u>8,794,731</u>
Total noncurrent assets	<u>8,794,731</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Post Measurement Date Contributions-Employer	241,478
Change in Proportion for Net Pension Liability	50,785
Change in Assmptions for Net Pension Liability	136,279
Total deferred outflows of resources	<u>428,542</u>
Total assets and deferred outflows of resources	<u><u>\$ 11,888,843</u></u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2016

Exhibit A-1
(Page 2 of 2)

	<u>Governmental Activities</u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 50,687
Accrued salaries and benefits	6,658
Accrued interest	33,605
Current portion of long-term debt	150,000
Total current liabilities	<u>240,950</u>
Noncurrent liabilities:	
Accrued compensated absences	49,133
Net Pension Liability	3,962,144
Bonds, loans and other payables:	
Due in more than one year	1,265,000
Total noncurrent liabilities	<u>5,276,277</u>
Total liabilities	5,517,227
DEFERRED INFLOWS OF RESOURCES	
Unavailable Revenue-Property Taxes	732,732
Actuarial Experience in Net Pension Liability	73,454
Investment Experience in Net Pension Liability	17,834
Change in Proportion in Net Pension Liability	136,722
Total deferred inflows of resources	<u>960,742</u>
NET POSITION	
Net Investment in Capital Assets	7,379,731
Unrestricted	(3,668,757)
Restricted for General Funds	2,490
Restricted for Special Revenue Funds	342,884
Restricted for Capital Projects Funds	1,200,171
Restricted for Debt Service Funds	154,355
Total net position	<u>5,410,874</u>
Total liabilities, deferred inflows of resources and net position	<u><u>\$ 11,888,843</u></u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
Governmental activities:		
Instruction:		
Direct instruction	\$ 2,165,672	\$ 441
Support services:		
Students	124,414	-
Instruction	152,920	-
General Administration	221,061	-
School Administration	175,229	-
Central Services	136,032	17,537
Operation & Maintenance of Plant	582,621	-
Student Transportation	295,737	-
Other Support Services	-	-
Food Services	133,542	21,602
Capital Outlay	282,316	-
Interest on long-term debt	61,828	-
Total governmental activities	<u>\$ 4,331,372</u>	<u>\$ 39,580</u>

Program Revenues		Net
Operating Grants and Contributions	Capital Grants and Contributions	(Expenses) Revenues and Changes in Net Position
\$ 887,592	\$ -	\$ (1,277,639)
-	219,668	95,254
-	-	(152,920)
-	-	(221,061)
-	-	(175,229)
-	-	(118,495)
-	-	(582,621)
261,778	-	(33,959)
-	-	-
50,052	-	(61,888)
-	-	(282,316)
-	-	(61,828)
<u>\$ 1,199,422</u>	<u>\$ 219,668</u>	<u>(2,872,702)</u>

General Revenues:

Property taxes:	
Levied for general purposes	14,235
Levied for debt service	135,294
Levied for capital projects	57,179
State aid not restricted	2,828,076
Gain/ (Loss) on disposal of assets	(3,864)
Unrestricted investment earnings	42
	<u>3,030,962</u>
Total general revenues	
Change in net position	158,260
Net position - beginning	5,252,614
Restatement	-
Beginning Net Position-restated	<u>5,252,614</u>
Net position - ending	<u>\$ 5,410,874</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016

	General Fund		
	Operational	Transportation	Instructional Materials
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 505,881	\$	\$ 24,494
Investments	-	-	-
Accounts receivable			
Taxes	202	-	-
Due from other governments	-	-	-
Other accounts receivable	-	-	-
Interfund receivable	217,188	-	-
Prepaid assets	94	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 723,365</u>	<u>\$ -</u>	<u>\$ 24,494</u>
LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable	\$ 17,533	\$ -	\$ 22,004
Accrued salaries and benefits	6,658	-	-
Interfund payable	-	-	-
Unearned revenue	-	-	-
<i>Total liabilities</i>	<u>24,191</u>	<u>-</u>	<u>22,004</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	-	-	-
<i>Total deferred inflow of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	2,490
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	699,174	-	-
<i>Total fund balances</i>	<u>699,174</u>	<u>-</u>	<u>2,490</u>
<i>Total liabilities deferred inflows of resources and fund balances</i>	<u>\$ 723,365</u>	<u>\$ -</u>	<u>\$ 24,494</u>

Bond Building	Capital Improvements SB-9	Other Governmental Funds	Total Governmental Funds
\$ 704,882	\$ 286,037	\$ 133,827	\$ 1,655,121
-	13,224	-	13,224
-	821	2,006	3,029
-	45,310	215,408	260,718
-	-	-	-
-	-	-	217,188
-	-	187	281
-	-	465	465
<u>\$ 704,882</u>	<u>\$ 345,392</u>	<u>\$ 351,893</u>	<u>\$ 2,150,026</u>
\$ 10,796	\$ -	\$ 354	\$ 50,687
-	-	-	6,658
-	-	217,188	217,188
-	-	-	-
<u>10,796</u>	<u>-</u>	<u>217,542</u>	<u>274,533</u>
-	-	-	-
-	-	-	-
-	-	465	465
-	-	-	2,490
-	-	140,431	140,431
694,086	-	(6,771)	687,315
-	345,392	226	345,618
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	699,174
<u>694,086</u>	<u>345,392</u>	<u>134,351</u>	<u>1,875,493</u>
<u>\$ 704,882</u>	<u>\$ 345,392</u>	<u>\$ 351,893</u>	<u>\$ 2,150,026</u>

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
June 30, 2016

Exhibit B-1
2 of 2)

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

Fund balances - total governmental funds	\$	1,875,493
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position		8,794,731
Other liabilities are not due and payable in the current period and therefore are not reported in the funds -		
accrued interest payable		(33,605)
Long-term liabilities, including bonds payable, compensated absences, and deferred inflows of resources are not due and payable in the current period and therefore are not reported in the funds		<u>(5,225,745)</u>
Net Position of Governmental Activities in the Statement of Net Position	\$	<u><u>5,410,874</u></u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	General Fund		
	Operational	Transportation	Instructional Materials
<i>Revenues:</i>			
Taxes			
Taxes levied/assessed	\$ 14,235	\$ -	\$ -
In lieu of taxes	-	-	-
Local sources			
Tuition	-	-	-
Investment income	10	-	-
Food services	-	-	-
District activities	441	-	-
Other revenue	38,834	-	-
State sources			
Unrestricted Grants	2,828,077	-	-
Restricted Grants	60,855	261,778	18,320
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	1,618	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>2,944,070</u>	<u>261,778</u>	<u>18,320</u>
<i>Expenditures:</i>			
Current:			
Instruction	1,506,937	-	40,304
Support Services			
Students	79,863	-	-
Instruction	152,385	-	-
General Administration	207,091	-	-
School Administration	175,229	-	-
Central Services	136,032	-	-
Operation & maintenance of plant	414,871	-	-
Student transportation	31,436	261,778	-
Other Support Services	2,523	-	-
Operation of Non-instructional Services			
Food services operations	15,386	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>2,721,753</u>	<u>261,778</u>	<u>40,304</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>222,317</u>	<u>-</u>	<u>(21,984)</u>
<i>Other financing sources (uses)</i>			
Transfers (In) Out	-	-	-
Proceeds from the Sale of Assets	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	222,317	-	(21,984)
<i>Fund balances - beginning of year</i>	476,857	-	24,474
<i>Fund balances - end of year</i>	<u>\$ 699,174</u>	<u>\$ -</u>	<u>\$ 2,490</u>

	Bond Building	Capital Improvements SB-9	Other Governmental Funds	Total Governmental Funds
\$	-	\$ 57,179	\$ 135,294	\$ 206,708
	-	-	121,400	121,400
	-	-	-	-
	20	11	1	42
	-	-	21,602	21,602
	-	-	17,387	17,828
	-	-	150	38,984
	-	-	-	-
	-	-	-	2,828,077
	-	45,310	525,594	911,857
	-	-	-	-
	-	-	-	1,618
	-	-	-	-
	-	-	236,775	236,775
	-	-	-	-
	-	-	-	-
	<u>20</u>	<u>102,500</u>	<u>1,058,203</u>	<u>4,384,891</u>
	-	-	206,415	1,753,656
	-	-	-	79,863
	-	-	366	152,751
	-	481	13,489	221,061
	-	-	-	175,229
	-	-	-	136,032
	-	-	167,750	582,621
	-	-	167,164	460,378
	-	-	-	2,523
	-	-	-	-
	-	-	118,156	133,542
	198,296	70,355	215,953	484,604
	-	-	170,000	170,000
	-	-	45,957	45,957
	<u>198,296</u>	<u>70,836</u>	<u>1,105,250</u>	<u>4,398,217</u>
	<u>(198,276)</u>	<u>31,664</u>	<u>(47,047)</u>	<u>(13,326)</u>
	-	-	-	-
	-	-	-	-
	-	-	-	-
	<u>(198,276)</u>	<u>31,664</u>	<u>(13,172)</u>	<u>(13,326)</u>
	892,362	313,728	147,523	1,854,944
\$	<u>694,086</u>	<u>345,392</u>	<u>134,351</u>	<u>1,841,618</u>

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the year Ended June 30, 2016

Exhibit B-2
 (Page 2 of 2)

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

Net change in fund balances - total governmental funds	\$	(13,326)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures:		
Current year capital expenditures		394,212
Depreciation expense		(376,261)
Current year capital deletions		3,864

The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

Change in deferred inflows		8,565
Increase in accrued interest		(15,871)
Increase in compensated absences		(12,923)
Principal payments on bonds		<u>170,000</u>

Changes in Net Position of Governmental Activities	\$	<u><u>158,260</u></u>
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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
OPERATIONAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ (10,250)	\$ (10,250)	53,633	\$ 63,883
State sources	(2,656,559)	(2,829,074)	2,888,931	5,718,005
Federal sources	-	-	1,618	1,618
Interest	-	-	10	10
<i>Total revenues</i>	<u>(2,666,809)</u>	<u>(2,839,324)</u>	<u>2,944,192</u>	<u>5,783,516</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,745,068	1,815,782	1,522,940	292,842
Support Services				
Students	151,509	151,509	79,863	71,646
Instruction	92,621	160,721	152,385	8,336
General Administration	216,451	218,651	204,561	14,090
School Administration	110,310	177,062	175,229	1,833
Central Services	140,158	140,358	136,090	4,268
Operation & maintenance of plant	476,016	504,016	395,367	108,649
Student transportation	27,425	45,425	30,478	14,947
Other Support Services	10,000	11,695	2,523	9,172
Operation of Non-instructional Services				
Food services operations	37,059	37,159	15,386	21,773
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,006,617</u>	<u>3,262,378</u>	<u>2,714,822</u>	<u>547,556</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,673,426)</u>	<u>(6,101,702)</u>	<u>229,370</u>	<u>6,331,072</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	5,673,426	6,101,702	-	(6,101,702)
<i>Total other financing sources (uses)</i>	<u>5,673,426</u>	<u>6,101,702</u>	<u>-</u>	<u>(6,101,702)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>229,370</u>	<u>229,370</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>493,699</u>	<u>493,699</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 723,069</u>	<u>\$ 723,069</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ 229,370	
<i>Adjustment to revenue for accruals and other deferrals</i>			(29)	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			(7,024)	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ 222,317</u>	

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -		\$ -
State sources	254,827	261,778	261,778	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>254,827</u>	<u>261,778</u>	<u>261,778</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	254,827	261,778	261,778	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>254,827</u>	<u>261,778</u>	<u>261,778</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ -	
<i>Adjustment to revenue for accruals and other deferrals</i>			-	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			-	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ -</u>	

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	6,431	11,870	18,320	6,450
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,431</u>	<u>11,870</u>	<u>18,320</u>	<u>6,450</u>
<i>Expenditures:</i>				
Current:				
Instruction	10,000	18,300	18,300	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>18,300</u>	<u>18,300</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,569)</u>	<u>(6,430)</u>	<u>20</u>	<u>6,450</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	3,569	6,430	-	(6,430)
<i>Total other financing sources (uses)</i>	<u>3,569</u>	<u>6,430</u>	<u>-</u>	<u>(6,430)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>20</u>	<u>20</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>24,474</u>	<u>24,474</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,494</u>	<u>\$ 24,494</u>
<i>Net change in fund balance (Non-GAAP Budgetary basis)</i>			\$ 20	
<i>Adjustment to revenue for accruals and other deferrals</i>			-	
<i>Adjustment to expenditures for payables, prepaids and other accruals</i>			(22,004)	
<i>Net change in fund balance (GAAP basis)</i>			<u>\$ (21,984)</u>	

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
June 30, 2016

Exhibit D

ASSETS

Current Assets

Cash \$ 146,570

Total assets \$ 146,570

LIABILITIES

Current Liabilities

Deposits held in trust for others \$ 146,570

Total liabilities \$ 146,570

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STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies

Dora Consolidated Schools (the District) provides kindergarten, elementary, middle and secondary educational services to school age residents of the District. The Dora Consolidated School District's School Board was created under the provision of Chapter 22, Article 5, Paragraph 4, New Mexico Statutes 1978 to provide public education for the children within the District. The School Board is authorized to establish policies and regulations for its own government consistent with the laws of the State of New Mexico and the regulations of the State Board of Education and the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years.

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of the Dora Consolidated Schools' management who is responsible for their integrity and objectivity. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures. The more significant of the government's accounting policies are described below.

A. *Financial Reporting Entity*

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statement No. 61. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the District has no component units, and is not a component unit of another governmental agency.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. *Measurement focus, basis of accounting, and financial statement presentation*

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

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

C. *Measurement focus, basis of accounting, and financial statement presentation* (continued)

The government reports the following major governmental funds:

The *Operational Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by district school tax levy, state equalization and earnings from investments. Expenditures include all costs associated with the daily operations of the schools except for those items included in other funds.

The *Transportation Fund* is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school age children.

The *Instructional Materials Fund* is used to account for the monies received from the State Department of Education for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Bond Building Fund* is used to account for the accumulation of resources for the funds provided from the District's bond issues. Resources are used for the purpose of erecting, remodeling, making additions to, or furnishing public school buildings and purchasing or improving public school grounds. Financing is provided by ad valorem taxes as specified by Article 15 of the Finance of Counties, Municipalities, and School Districts Act, and the payment of, general long-term debt principal, interest and related costs.

The *Capital Improvements SB-9 Fund* is to account for the revenues derived from a district tax levy and matched by the state. This fund is restricted to capital improvements only.

Additionally, the government reports the following fund types:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. There were no such transactions during the fiscal year ended June 30, 2016.

D. *Assets, Liabilities and Net Position or Equity*

Deposits and Investments: 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.

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

Investments for the District are reported at fair value. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Receivables and Payables: Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

The District receives monthly income from a tax levy in Roosevelt County. The funds are collected by the County Treasurers and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurers in July and August is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2016.

Certain Special Revenue funds are administered on a reimbursement method of funding; other funds are operated on a cash advance method of funding. The funds incurred the cost and submitted the necessary request for reimbursement or advance, respectively.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the New Mexico Public Education Department "State Adopted Instructional Material" list, while fifty percent of each allocation is available for purchases directly from vendors. The districts are allowed to carry forward unused allocations from year to year.

Inventory: Inventory is valued at cost utilizing the purchase basis of accounting. Inventory in the Cafeteria Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories. Non-commodity 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.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Information Technology Equipment including software is being capitalized and included in furniture, fixtures and equipment in accordance with NMAC 2.20.1.9 C (5). During the year the District received donated land with an assessed property value of \$24,761. Additionally, the District received donated supply assets of \$17,551 from the Department of Energy.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction. Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	20-50
Building & building improvements	20-50
Furniture, fixtures and equipment	3-15
Vehicles	3-15

Unearned Revenues: Accounting principles generally accepted in the United States of America require that grant revenue be recognized at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as unearned revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be “available” under the current financial resources measurement focus are reported as unearned revenues in the governmental fund financial statements.

Deferred inflows/outflows of resources: GASB 63 amended previous guidance on Unearned Revenues in the Government-Wide Financial Statements to include deferred outflow of resources, which is the consumption of net assets by the government that is applicable to a future reporting period and deferred inflow of resources, which is acquisition of net assets by the government that is applicable to a future reporting period.

Compensated Absences: The District permits 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 is required to be used by December 30th following the school year as it is earned. Compensated absences are not accumulative. Prior accrued vacation time not taken by December 30th will be canceled.

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

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond issuance costs are reflected as a current period expense per GASB 65.

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

Fund Equity: In the fund financial statements, governmental funds report reservations of fund balance that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. These designations are established to earmark resources for specific future use and to indicate that the fund equity does not represent available spendable resources.

Net investment in capital assets consists of net position including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of these assets.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

Restricted fund balance represents amounts that are constrained either by: 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or 2) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance represents amounts that are useable only for specific purposes by formal action of the government's highest level of decision-making authority.

Assigned fund balance represents amounts that are intended to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by the governing body or a subordinate high-level body or official whom the governing body has delegated.

Unassigned fund balance is the residual classification for the general fund and represents the amounts that have not been assigned to other funds, and that have not been restricted, committed, or assigned to specific purposes.

The District's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Reclassifications: Certain amounts presented in prior year data have been reclassified in order to be consistent with the current year's presentation.

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

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Educational Retirement Board (ERB) and additions to/deductions from ERB's fiduciary net position have been determined on the same basis as they are reported by ERB, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

E. *Revenues*

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$2,828,076 in state equalization guarantee distributions during the year ended June 30, 2016.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies (continued)

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for operational, debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$- in tax revenues in the governmental fund financial statements during the year ended June 30, 2016. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$261,778 in transportation distributions during the year ended June 30, 2016.

Instructional Materials: The District had allocations allowed by the State for the current year of \$18,320. Of the allocation, the District used \$18,320 to purchase textbooks during the year. Allocations received and utilized are reflected in revenue and expenditures of the General Fund.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

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

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 2. Stewardship, Compliance and Accountability (continued)

The School District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting is open for the general public unless a closed meeting has been called.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
6. Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

The School Board may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico Administrative Code 6.20.2.9 prohibits a school district from exceeding budgetary control at the function level.

The District is required to balance its budgets each year. Accordingly, amounts that are excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 3. Cash and Temporary Investments

State statutes authorize the investment of the District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2016.

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

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

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

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

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Dora Consolidated Schools' funds were not in an interest bearing account and therefore are subject to the Dodd Frank Act.

Deposits

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for a least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

Type	\$	The James Polk Stone Community Bank
Total Deposits	\$	1,990,399
Less: FDIC Coverage		(250,000)
Add: CD's		23,224
Total uninsured public funds		<u>1,763,623</u>
Collateral requirement (50%)		881,812
Pledged Securities		<u>1,112,657</u>
(Over) Under collateralized	\$	<u>(230,845)</u>

Custodial credit risk is the risk that in the event of a bank failure, the governments' deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2016, \$1,763,623 of the District's bank balance of \$1,990,399 was exposed to custodial credit risk as follows:

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 3. Cash and Temporary Investments (continued)

Custodial Credit Risk Deposits	
Account Balance	\$ 1,990,399
FDIC Insurance	250,000
Collateral held by pledging bank's trust department not in the District's name	1,112,657
Uninsured and uncollateralized	<u>627,742</u>
Total	<u>\$ 1,990,399</u>

Reconciliation of Cash and Temporary Investments

Governmental Funds - Balance Sheet

Cash and cash equivalents per Exhibit A-1	\$	1,655,121
Cash per Exhibit D-1		146,570
add Certificate of Deposit		13,224
Add outstanding checks and other reconciling items		<u>198,708</u>
Bank Balance of Deposits	\$	2,013,623

Custodial Credit Risk- Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk. New Mexico State Statutes require collateral pledged to be delivered for the securities underlying an overnight repurchase agreement, or a join safekeeping receipt to be issued to the District for at least on hundred two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution.

NOTE 4. Accounts Receivable

Accounts receivable as of June 30, 2016, are as follows:

	Other Governmental Funds	Total
Property taxes	\$ 3,029	\$ 3,029
Due from other governments:		
Title I	15,818	15,818
IDEA B Entitlement	4,689	4,689
IDEA B Risk Pool	20,453	20,453
2013 School Bus	167,164	167,164
NM Grown FFV	7,029	7,029
Dual Credit	255	255
Capital Improvements SB-9	<u>45,310</u>	<u>45,310</u>
	<u>\$ 263,747</u>	<u>\$ 263,747</u>

The above receivables are deemed 100% collectible.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 5. Accounts Payables

Accounts payable as of June 30, 2016, are as follows:

Payable to suppliers	\$ 50,687
Accrued salaries and benefits	6,658
Accrued interest	<u>33,605</u>
Total accounts payable and accrued expenses	<u><u>\$ 90,950</u></u>

NOTE 6. Interfund receivables, Payables, and Transfers

The District records temporary interfund receivables and payables to enable the funds to operate until grant monies are received.

The composition of interfund balances during the year ended June 30, 2016 is as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 217,188	\$ -
Nonmajor Funds:		
Title I Entitlement	-	15,818
IDEA B Entitlement	-	4,689
IDEA B Risk Pool	-	20,453
Dual Credit	-	255
School Busses	-	167,164
NM Grown FFV	-	258
Capital Outlay State	-	6,771
Debt Service	-	1,780
	<u>\$ 217,188</u>	<u>\$ 217,188</u>

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 7. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2016, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	Balance June 30, 2015	Additions, Adjustments and Transfers In	Deletions, Adjustments and Transfers Out	Balance June 30, 2016
Capital assets not being depreciated:				
Land	\$ 39,620	\$ 24,761	\$ -	\$ 64,381
Construction in Progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets not being depreciated	<u>39,620</u>	<u>24,761</u>	<u>-</u>	<u>64,381</u>
Capital assets being depreciated:				
Buildings and improvements	19,801,497	170,527	-	19,972,024
Furniture, Fixtures, & Equipment	213,246	12,760	95,988	130,018
Vehicles	<u>322,636</u>	<u>186,164</u>	<u>-</u>	<u>508,800</u>
Total capital assets being depreciated	<u>20,337,379</u>	<u>369,451</u>	<u>95,988</u>	<u>20,610,842</u>
Total capital assets	<u>20,376,999</u>	<u>394,212</u>	<u>95,988</u>	<u>20,675,223</u>
Less accumulated depreciation:				
Buildings and improvements	(11,200,382)	(341,294)	-	(11,541,676)
Furniture, Fixtures, & Equipment	(175,360)	(2,386)	92,124	(85,622)
Vehicles	<u>(220,613)</u>	<u>(32,581)</u>	<u>-</u>	<u>(253,194)</u>
Total accumulated depreciation	<u>11,596,355</u>	<u>(376,261)</u>	<u>92,124</u>	<u>(11,880,492)</u>
Total capital assets, net of depreciation	<u>\$ 8,780,644</u>	<u>\$ 17,951</u>	<u>\$ 3,864</u>	<u>\$ 8,974,731</u>

Capital assets, net of accumulated depreciation, at June 30, 2016 appear in the Statement of Net Position as follows:

Governmental activities	\$ 8,974,731
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Depreciation expense for the year ended June 30, 2016 was charged to the following functions and funds:

Governmental activities:	
Direct instruction	\$ 376,261
	<u>\$ 376,261</u>

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 8. Long-term Debt

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2016 are for governmental activities. 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.

Bonds outstanding at June 30, 2016, are comprised of the following:

Series	Date of Issue	Original Amount	Interest Rate	Balance
Series 2003	07/01/2003	\$ 85,000	4.00%-2.4%	\$ -
Series 2014	03/01/2014	750,000	3.0%-3.6%	690,000
Series 2015	01/29/2015	750,000	2.7%-3.0%	725,000
Series 2016	01/01/2016	150,000	0.0%	33,875
Total				<u>\$ 1,515,417</u>

The following is a summary of the long-term debt and the activity for the year ended June 30, 2016:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Due Within One Year
General obligation bonds					
General Obligation Bonds	\$1,585,000	\$ 33,875	\$170,000	\$1,448,875	\$150,000
Compensated Absences	42,868	18,078	5,155	55,791	6,658
	<u>\$1,627,868</u>	<u>\$ 51,953</u>	<u>\$175,155</u>	<u>\$1,504,666</u>	<u>\$156,658</u>

The annual requirements to amortize the General Obligation Bonds as of June 30, 2016, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2017	\$ 133,875	\$ 42,684	\$ 176,559
2018	105,000	39,635	144,635
2019	105,000	36,435	141,435
2020	105,000	33,255	135,255
2021	110,000	30,185	140,185
2022-2026	610,000	101,405	711,405
2027 and thereafter	280,000	13,170	293,170
Total	<u>\$ 1,448,875</u>	<u>\$ 296,769</u>	<u>\$ 2,059,280</u>

The general fund is typically used to liquidate long-term liabilities other than debt. The debt service fund liquidates general obligation bonds.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 9. Risk Management

The District is a member of the New Mexico Public School Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance.

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$750 deductible to each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor's Forgery, Credit Card Forgery, and Money Orders. A limit of \$100,000 applies to Money and Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2016, there have been no claims that have exceeded insurance coverage.

NOTE 10. Other Required Individual Fund Disclosures

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

- A. Deficit fund balance of individual funds.

Capital Outlay State	\$ (6,771)
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Deficit Fund Balances will be funded by general fund transfers or additional grant funds.

- B. Excess of expenditures over appropriations by fund and function.

Capital Improvements SB-9	\$103
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NOTE 12. Pension Plan – Educational Retirement Board (ERB)

Plan Description. ERB was created by the state's Educational Retirement Act, Section 22-11-1 through 22-11-52, NMSA 1978, as amended, to administer the New Mexico Educational Employees' Retirement Plan (Plan). The Plan is a cost-sharing, multiple employer plan established to provide retirement and disability benefits for certified teachers and other employees of the state's public schools, institutions of higher learning, and agencies providing educational programs. The Plan is a pension trust fund of the State of New Mexico. The New Mexico legislature has the authority to set or amend contribution rates.

ERB issues a publicly available report and a comprehensive annual financial report that can be obtained at www.nmerb.org.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 12. Pension Plan – Educational Retirement Board (ERB) (continued)

Benefits provided. A member's retirement benefit is determined by a formula which includes three component parts: the member's final average salary (FAS), the number of years of service credit, and a 0.0235 multiplier. The FAS is the average of the member's salaries for the last five years of service or any other consecutive five-year period, whichever is greater. A brief summary of Plan coverage provisions follows:

For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs: the member's age and earned service credit add up to the sum or 75 or more; the member is at least sixty-five years of age and has five or more years of earned service credit; or the member has service credit totaling 25 years or more.

Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010. The eligibility for a member who either becomes a new member on or after July 1, 2010, or at any time prior to that date refunded all member contributions and then became, or becomes, reemployed after that date is as follows: the member's age and earned service credit add up to the sum of 80 or more; the member is at least sixty-seven years of age and has five or more years of earned service credit; or the member has service credit totaling 30 years or more.

The benefit is paid as a monthly life annuity with a guarantee that, if the payments made do not exceed the member's accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. There are three benefit options available: single life annuity; single life annuity monthly benefit reduced to provide for a 100% survivor's benefit; or single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit.

Retired members and surviving beneficiaries receiving benefits receive an automatic cost of living adjustment (COLA) to their benefit each July 1, beginning in the year the member attains or would have attained age 65 or on July 1 of the year following the member's retirement date, whichever is later. Prior to June 30, 2013 the COLA adjustment was equal to one-half the change in the Consumer Price Index (CPI), except that the COLA shall not exceed 4% nor be less than 2%, unless the change in CPI is less than 2%, in which case, the COLA would equal the change in the CPI, but never less than zero. As of July 1, 2013, for current and future retirees the COLA was immediately reduced until the plan is 100% funded. The COLA reduction was based on the median retirement benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10% COLA reduction; their average COLA will be 1.8%. All other retirees will have a 20% COLA reduction; their average COLA will be 1.6%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5% COLA reduction; their average COLA will be 1.9%. All other retirees will have a 10% COLA reduction; their average will be 1.8%. Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

A member is eligible for a disability benefit provided (a) he or she has credit for at least 10 years of service, and (b) the disability is approved by ERB. The monthly benefit is equal to 2% of FAS times years of service, but not less than the smaller of (a) one-third of FAS or (b) 2% of FAS times year of service projected to age 60. The disability benefit commences immediately upon the member's retirement. Disability benefits are payable as a monthly life annuity, with a guarantee that, if the payments made do not exceed the member's accumulated contributions, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. If the disabled member survives to age 60, the regular optional forms of payment are then applied. A member with five or more years of earned service credit on deferred status may retire on disability retirement when eligible under the Rule of 75 or when the member attains age 65.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 12. Pension Plan- Educational Retirement Board (continued)

Contributions. The contribution requirements of defined benefit plan members and the District are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.9% of employees' gross annual salary to the Plan. Employees earning \$20,000 or less contributed 7.90% and employees earning more than \$20,000 contributed 10.10% of their gross annual salary. For fiscal years ended June 30, 2015 and June 30, 2016 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from the District were \$241,478 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2014. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. At June 30, 2016, the District reported a liability of \$3,962,144 for its proportionate share of the net pension liability. The District's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, the District's proportion was 0.06117 percent which was an increase of 0.00288% from its proportion measured at 0.06405 percent, as of June 30, 2015.

For the year ended June 30, 2016, the District recognized pension expense of \$265,724. At the June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 73,454
Changes of assumptions	136,279	-
Reallocation	-	136,722
Net difference between projected and actual earnings on pension plan investments	-	17,834
Changes in proportion and differences between District contributions and proportionate share of contributions	50,785	-
District contributions subsequent to the measurement date	<u>241,478</u>	<u>-</u>
Total	<u>\$ 428,542</u>	<u>\$ 228,010</u>

\$241,478 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2017	\$ (29,012)
2018	(30,086)
2019	(36,877)
2020	55,030
2021	-

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 12. Pension Plan- Educational Retirement Board (continued)

Actuarial assumptions. s described above, the total ERB pension liability and net pension liability are based on an actuarial valuation performed as of June 30, 2014. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2016. Specifically, the liabilities measured as of June 30, 2015 incorporate the following assumptions:

1. All members with an annual salary of more than \$20,000 will contribute 10.70% during the fiscal year ending June 30, 2016 and thereafter.
2. Members hired after June 30, 2013 will have an actuarially reduced retirement benefit if they retire before age 55 and their COLA will be deferred until age 67.
3. COLAs for most retirees are reduced until ERB attains a 100% funded status.
4. These assumptions were adopted by ERB on July 12, 2015 in conjunction with the six-year experience study period ending June 30, 2014.

For the purposes of projecting future benefits, it is assumed that the full COLA is paid in all future years. The actuarial methods and assumptions used to determine contribution rates included in the measurement are as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Remaining Period	Amortized – closed 30 years from June 30, 2012 to June 20, 2042
Asset Valuation Method	5 year smoothed market for funding valuation (fair value for financial valuation)
Inflation	3.00%
Salary Increases	Composition: 3% inflation, plus 1.25% productivity increase rate, plus step rate promotional increases for members with less than 10 years of service
Investment Rate of Return	7.75%
Retirement Age	Experience based table of age and service rates
Mortality	90% of RP-2000 Combined Mortality Table with White Collar Adjustment to 2014 using Scale AA (one year setback for females)

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan’s target asset allocation for 2014 and 2013 for 30-year return assumptions are summarized in the following table:

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 12. Pension Plan- Educational Retirement Board (continued)

Asset Class	2015	2014
	Long-Term Expected Real Rate of Return	Long-Term Expected Real Rate of Return
Cash	1.50%	1.50%
Treasuries	2.00%	2.00%
IG Corp Credit	3.50%	3.50%
MBS	2.25%	2.25%
Core Bonds	2.53%	2.53%
TIPS	2.50%	2.50%
High Yield Bonds	4.5%	4.5%
Bank Loans	5.00%	5.00%
Global Bonds (Unhedged)	1.25%	1.25%
Global Bonds (Hedged)	1.38%	1.38%
EMD External	5.00%	5.00%
EMD Local Currency	5.75%	5.75%
Large Cap Equities	6.25%	6.25%
Small/Mid Cap	6.25%	6.25%
International Equities (Unhedged)	7.25%	7.25%
International Equities (Hedged)	7.50%	7.50%
Emerging International Equities	9.50%	9.50%
Private Equity	8.75%	8.75%
Private Debt	8.00%	8.00%
Private Real Assets	7.75%	7.75%
Real Estate	6.25%	6.25%
Commodities	5.00%	5.00%
Hedge Funds Low Vol	5.50%	5.50%
Hedge Funds Mod Vol	5.50%	5.50%

Discount rate: A single discount rate of 7.75% was used to measure the total ERB pension liability as of June 30, 2016, June 30, 2015 and June 30, 2014. This single discount rate was based on the expected rate of return on pension plan investments of 7.75%. Based on the stated assumptions and the projection of cash flows, the Plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current pension plan members. Therefore the long term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The projection of cash flows used to determine this single discount rate assumed that Plan contributions will be made at the current statutory levels.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following table presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1- percentage-point higher (8.75 percent) than the current rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$ 5,331,329	\$3,962,144	\$ 2,811,886

Pension plan fiduciary net position. Detailed information about the ERB's fiduciary net position is available in the separately issued audited financial statements as of and for June 30, 2014 and 2013 which are publicly available at www.nmerb.org.

Payables to the pension plan. At June 30, 2016, the District had no outstanding amount of contributions to the pension plan and therefore, had no payables reported at fiscal year 2016.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 13. Post-Employment Benefits

Plan description: Dora Consolidated School District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit post-employment 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 Retiree Health Care Act on the person's behalf, unless that person retires before the employer's NMRHCA effective date, in which event the time period required for the employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; or (2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RCHA 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 RCHA or viewed on their website at www.nmrhca.stat.nm.us.

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plan 3, 4 or 5; municipal fire member coverage plan 3, 4, or 5; municipal detention office member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2014, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2014, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.0% of each employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15 (G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$34,745, \$34,780, and \$35,309, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 14. Contingent Liabilities

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

The District is involved in various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 15. 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 16. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2016 was \$5,772.

NOTE 17. Memorandum of Understanding/Joint Powers Agreement

REC

Purpose: 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 USDE under the Education of the Handicapped Act, Part B, PL 94-142 among others.

Participants: Regional Education Cooperative (REC) and Dora Consolidated School District

Responsible Party for Operation and Audit: Regional Education Cooperative

Beginning and Ending Date of Agreement: July 1, 2015 – June 30, 2016

Total Estimated Amount of Project and Actual Amount Contributed: The District paid the REC for services and costs totaling \$128,036.

NOTE 18. Construction Commitments

At June 30, 2016, the District had various construction commitments. Bond issue proceeds will be used to fund the projects.

STATE OF NEW MEXICO
Dora Consolidated School District
Notes to the Financial Statements
June 30, 2016

NOTE 19. Related Party Transactions

Maintenance:

The Dora Consolidated School District purchases goods and supplies from Butler Maintenance. Butler Maintenance is owned by the Maintenance Supervisor of Dora Consolidated Schools. Butler Maintenance was paid approximately \$13,865 during the fiscal year. Dora Consolidated School District purchased goods and services from Bill's Welding. Bill's Welding is owned by Bill Cathey who is a staff member of the District. Bill's Welding was paid approximately \$4,295.

Instructional Support:

Staff Member, Megan Hays, is the spouse to the Principal, Brandon Hays. Due to Mr. Hays being her direct supervisor, Superintendent, Mr. Barron, is performing her performance evaluation and acts as her direct supervisor.

Staff Member, Caitlin Hays, is the spouse to Business Manager, Gowan Hays. Due to Mr. Hays being the Business Manager and Payroll, Principal, Mr. Brandon Hays, signs off on Mrs. Hays time sheet and leave slips to verify her payroll.

NOTE 20. Subsequent Events Review

The Dora Consolidated School District has evaluated subsequent events through September 12, 2016 which is the date the financial statements were available to be issued. Nothing additional is required to be reported.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for Federal, State and Local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

Food Services – This fund is utilized to account for Federal and Local sources of income relating to the food service programs. The Food Services Fund is segregated into two categories, one being the Federal funds and the other being Non-Federal funds. Federal funds consist of the National School Lunch Program, which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. The Non-Federal funds consist of income derived from Snack-Bar facilities located in the District. Authority for the creation of this fund is NMSA 22-13-13. No minimum balance required according to legislation.

Athletics - This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC. No minimum balance required according to legislation.

Title I – This fund’s major objectives are to provide supplemental educational opportunities for academically disadvantaged children in the area where they reside. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; education need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for the creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383. No minimum balance required according to legislation.

IDEA B Entitlement – The purpose of this program is to account for revenue used to help maximize the resources in meeting the objective of handicapped children. The federal revenues in this fund are received from and administered by the New Mexico Department of Education. Authority for the creation of this fund is Part B of the Handicapped Act, Public Law 105-17. No minimum balance required according to legislation.

IDEA-B Risk Pool - The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17. No minimum balance required according to legislation.

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SPECIAL REVENUE FUNDS

Dual Credit (PED) – The purpose of this fund is to provide college credit for courses provided by high schools that meet the requirements. Authority is based on Memorandum of Understanding between the District, the schools within the agreements, and LEA. No minimum balance required according to legislation.

School Buses – The objective is to provide funds to purchase buses for student transportation. Funding is provided by the New Mexico Public Education Department. No minimum balance required according to legislation.

NM Grown Fresh Fruits & Vegetables – The purpose of this fund is to account for revenue and expenditures received from a state grants for the purpose of improving skills of young students in the area of reading. This fund was created by the authority of state grant provisions.

Wind Farm – The purpose of this fund is to account for proceeds in lieu of property taxes for land used for wind turbines.

Non-Major Debt Service – The purpose of this fund is to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

All funds are on a reimbursement basis, therefore there are no reverting fund requirements.

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CAPITAL PROJECTS FUNDS

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

The District has four separate funds classified as non-major Capital Projects Funds as follows:

Capital Improvements SB-9 – This fund is used to account for expenditures of property taxes levied and stat matching funds restricted to maintenance and capital improvement projects as adopted by school board resolution. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10.

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

ASSETS	Food Service	Athletics	Title I
<i>Current Assets</i>			
Cash and cash equivalents	\$ 1,387	\$ 11,040	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	15,818
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid assets	-	-	187
Inventory	465	-	-
	<u>1,852</u>	<u>11,040</u>	<u>16,005</u>
<i>Total assets</i>	<u>\$ 1,852</u>	<u>\$ 11,040</u>	<u>\$ 16,005</u>
 LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable	\$ 354	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	15,818
Unearned Revenue	-	-	-
	<u>354</u>	<u>-</u>	<u>15,818</u>
<i>Total liabilities</i>	<u>354</u>	<u>-</u>	<u>15,818</u>
 DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total deferred inflow of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>
 <i>Fund Balances</i>			
Fund Balance			
Non-spendable	465	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	1,033	11,040	187
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	<u>1,498</u>	<u>11,040</u>	<u>187</u>
<i>Total fund balances</i>	<u>1,498</u>	<u>11,040</u>	<u>187</u>
<i>Total liabilities deferred inflows of resources and fund balances</i>	<u>\$ 1,852</u>	<u>\$ 11,040</u>	<u>\$ 16,005</u>

IDEA-B Entitlement	IDEA-B Preschool	IDEA-B Puente para los Niños
\$ -	\$ -	\$ -
-	-	-
4,689	-	20,453
-	-	-
-	-	-
-	-	-
<u>4,689</u>	<u>-</u>	<u>20,453</u>
\$ -	\$ -	\$ -
-	-	-
4,689	-	20,453
-	-	-
<u>4,689</u>	<u>-</u>	<u>20,453</u>
-	-	-
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-	-	-
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-	-	-
-	-	-
<u>4,689</u>	<u>-</u>	<u>20,453</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	Teacher/ Principal Training	Rural Education Achievment Program	Dual Credit PED
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	255
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid assets	-	-	-
Inventory	-	-	-
	-	-	-
<i>Total assets</i>	\$ -	\$ -	\$ 255
LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued salaries and benefits	-	-	-
Interfund payable	-	-	255
Unearned Revenue	-	-	-
	-	-	-
<i>Total liabilities</i>	-	-	255
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	-	-	-
	-	-	-
<i>Total deferred inflow of resources</i>	-	-	-
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	-	-	-
<i>Total fund balances</i>	-	-	-
<i>Total liabilities deferred inflows of resources and fund balances</i>	\$ -	\$ -	\$ 255

<u>2010 GO Bond Library</u>	<u>GO Bond Library Audio & Visual</u>	<u>NM Reads to Lead</u>	<u>2013 Pre K Classrooms</u>
\$	- \$	- \$	- \$
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$</u>	<u>- \$</u>	<u>- \$</u>	<u>- \$</u>
\$	- \$	- \$	- \$
-	-	-	-
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
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<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$</u>	<u>- \$</u>	<u>- \$</u>	<u>- \$</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2016

	School Busses	NM Grown FFV	Parent Advocacy
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	-
Investments	-	-	-
Accounts receivable			
Taxes	-	-	-
Due from other governments	167,164	7,029	-
Other accounts receivable	-	-	-
Interfund receivable	-	-	-
Prepaid assets	-	-	-
Inventory	-	-	-
	<u>167,164</u>	<u>7,029</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 167,164</u>	<u>\$ 7,029</u>	<u>\$ -</u>
LIABILITIES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	-
Accrued salaries and benefits	-	-	-
Interfund payable	167,164	258	-
Unearned Revenue	-	-	-
	<u>167,164</u>	<u>258</u>	<u>-</u>
<i>Total liabilities</i>	<u>167,164</u>	<u>258</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total deferred inflow of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>			
Fund Balance			
Non-spendable	-	-	-
Restricted for:			
General Fund	-	-	-
Special Revenue Funds	-	6,771	-
Capital Projects Funds	-	-	-
Debt Service Funds	-	-	-
Committed for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Assigned for:			
General Fund	-	-	-
Special Revenue Funds	-	-	-
Capital Projects Funds	-	-	-
Unassigned for:			
General Fund	-	-	-
	<u>-</u>	<u>6,771</u>	<u>-</u>
<i>Total fund balances</i>	<u>-</u>	<u>6,771</u>	<u>-</u>
<i>Total liabilities deferred inflows of resources and fund balances</i>	<u>\$ 167,164</u>	<u>\$ 7,029</u>	<u>\$ -</u>

NM Highway Department	Wind Farm	Capital Outlay State	Ed Tech Equipment Act	Debt Service	Total Nonmajor Governmental Funds
\$ -	\$ 121,400	\$ -	\$ -	\$ -	133,827
-	-	-	-	-	-
-	-	-	-	2,006	2,006
-	-	-	-	-	215,408
-	-	-	-	-	-
-	-	-	-	-	187
-	-	-	-	-	465
<u>\$ -</u>	<u>\$ 121,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,006</u>	<u>\$ 351,893</u>
\$ -	\$ -	\$ -	\$ -	\$ -	354
-	-	6,771	-	1,780	217,188
-	-	-	-	-	-
-	-	6,771	-	1,780	217,542
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	465
-	121,400	-	-	-	140,431
-	-	(6,771)	-	-	(6,771)
-	-	-	-	226	226
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	121,400	(6,771)	-	226	134,351
<u>\$ -</u>	<u>\$ 121,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,006</u>	<u>\$ 351,893</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	Food Services	Athletics	Title I
<i>Revenues</i>			
Taxes			
Taxes levied/assessed	\$ -	\$ -	-
In lieu of taxes	-	-	-
Local sources			
Tuition	-	-	-
Investment income	1	-	-
Food services	21,602	-	-
District activities	-	17,387	-
Other revenue	-	150	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	6,278	-	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	43,774	-	55,446
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>71,655</u>	<u>17,537</u>	<u>55,446</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	24,243	42,917
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	12,342
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	117,898	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>117,898</u>	<u>24,243</u>	<u>55,259</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(46,243)</u>	<u>(6,706)</u>	<u>187</u>
<i>Other financing sources (uses)</i>			
Transfers (In) Out	-	-	-
Proceeds from the Sale of Assets	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(46,243)	(6,706)	187
<i>Fund balances - beginning of year</i>	<u>47,741</u>	<u>17,746</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 1,498</u>	<u>\$ 11,040</u>	<u>\$ 187</u>

IDEA-B Entitlement	IDEA-B Preschool	IDEA-B Puente para los Ninos
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
68,100	7,788	48,660
-	-	-
-	-	-
<u>68,100</u>	<u>7,788</u>	<u>48,660</u>
68,100	7,788	48,660
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>68,100</u>	<u>7,788</u>	<u>48,660</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>68,100</u>	<u>7,788</u>	<u>48,660</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	Teacher/ Principal Training	Rural Education Achievement Program	Dual Credit PED
<i>Revenues:</i>			
Taxes			
Taxes levied/assessed	\$ -	\$ -	\$ -
In lieu of taxes	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	-	-	1,700
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	13,007	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>13,007</u>	<u>-</u>	<u>1,700</u>
<i>Expenditures:</i>			
Current:			
Instruction	13,007	-	1,700
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>13,007</u>	<u>-</u>	<u>1,700</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers (In) Out	-	-	-
Proceeds from the Sale of Assets	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

2010 GO Bond Library	GO Bond Library Audio & Visual	NM Reads to Lead	2013 Pre K Classrooms
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	366	-	167,750
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	366	-	167,750
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	366	-	167,750
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
\$ -	\$ -	\$ -	\$ -

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	School Busses	NM Grown FFV	Parent Advocacy
<i>Revenues:</i>			
Taxes			
Taxes levied/assessed	\$ -	\$ -	\$ -
In lieu of taxes	-	-	-
Local sources			
Tuition	-	-	-
Investment income	-	-	-
Food services	-	-	-
District activities	-	-	-
Other revenue	-	-	-
State sources			
Unrestricted Grants	-	-	-
Restricted Grants	167,164	7,029	-
Federal sources			
Unrestricted Grants	-	-	-
Unrestricted -state passthrough	-	-	-
Restricted Grants	-	-	-
Restricted -state passthrough	-	-	-
Department of Interior	-	-	-
Other items	-	-	-
<i>Total revenues</i>	<u>167,164</u>	<u>7,029</u>	<u>-</u>
<i>Expenditures:</i>			
Current:			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & maintenance of plant	-	-	-
Student transportation	167,164	-	-
Other Support Services	-	-	-
Operation of Non-instructional Services			
Food services operations	-	258	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>167,164</u>	<u>258</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>6,771</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Transfers (In) Out	-	-	-
Proceeds from the Sale of Assets	-	-	-
Bond Proceeds	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	6,771	-
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 6,771</u>	<u>\$ -</u>

NM Highway Department	Wind Farm	Capital Outlay State	Ed Tech Equipment Act	Debt Service	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	135,294	\$ 135,294
-	121,400	-	-	-	121,400
-	-	-	-	-	-
-	-	-	-	-	1
-	-	-	-	-	21,602
-	-	-	-	-	17,387
-	-	-	-	-	150
-	-	-	-	-	-
34,824	-	140,483	-	-	525,594
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	236,775
-	-	-	-	-	-
-	-	-	-	-	-
<u>34,824</u>	<u>121,400</u>	<u>140,483</u>	<u>-</u>	<u>135,294</u>	<u>1,058,203</u>
-	-	-	-	-	206,415
-	-	-	-	-	-
-	-	-	-	-	366
-	-	-	-	1,147	13,489
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	167,750
-	-	-	-	-	167,164
-	-	-	-	-	-
-	-	-	-	-	118,156
34,824	-	147,254	33,875	-	215,953
-	-	-	-	170,000	170,000
-	-	-	-	45,957	45,957
<u>34,824</u>	<u>-</u>	<u>147,254</u>	<u>33,875</u>	<u>217,104</u>	<u>1,105,250</u>
-	121,400	(6,771)	(33,875)	(81,810)	(47,047)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	33,875	-	33,875
-	-	-	33,875	-	33,875
-	121,400	(6,771)	-	(81,810)	(13,172)
-	-	-	-	82,036	147,523
<u>\$ -</u>	<u>\$ 121,400</u>	<u>\$ (6,771)</u>	<u>\$ -</u>	<u>\$ 226</u>	<u>\$ 134,351</u>

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
FOOD SERVICE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-3

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 19,822	\$ 19,822	\$ 21,602	\$ 1,780
State sources	-	-	6,278	6,278
Federal sources	58,041	58,041	49,545	(8,496)
Interest	-	-	1	1
<i>Total revenues</i>	77,863	77,863	77,426	(437)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	146,439	146,439	122,258	24,181
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	146,439	146,439	122,258	24,181
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	(68,576)	(68,576)	(44,832)	23,744
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	68,576	68,576	-	(68,576)
<i>Total other financing sources (uses)</i>	68,576	68,576	-	(68,576)
<i>Net change in fund balances</i>	-	-	(44,832)	(44,832)
<i>Cash balances - beginning of year</i>	-	-	46,219	46,219
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ 1,387	\$ 1,387
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (44,832)	
Adjustment to revenue for accruals and other deferrals			(1,257)	
Adjustment to expenditures for payables, prepaids and other accruals			(154)	
Net change in fund balance (GAAP basis)			\$ (46,243)	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
ATHLETICS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 16,000	\$ 16,000	\$ 17,537	\$ 1,537
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,000</u>	<u>16,000</u>	<u>17,537</u>	<u>1,537</u>
<i>Expenditures:</i>				
Current:				
Instruction	33,274	33,274	24,243	9,031
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>33,274</u>	<u>33,274</u>	<u>24,243</u>	<u>9,031</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>(17,274)</u>	<u>(17,274)</u>	<u>(6,706)</u>	<u>10,568</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	17,274	17,274	-	(17,274)
<i>Total other financing sources (uses)</i>	<u>17,274</u>	<u>17,274</u>	<u>-</u>	<u>(17,274)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,706)</u>	<u>(6,706)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>17,746</u>	<u>17,746</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,040</u>	<u>\$ 11,040</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (6,706)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (6,706)</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
TITLE I SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	54,140	59,390	69,373	9,983
Interest	-	-	-	-
<i>Total revenues</i>	54,140	59,390	69,373	9,983
<i>Expenditures:</i>				
Current:				
Instruction	36,239	44,193	43,104	1,089
Support Services				
Students	-	-	-	-
Instruction	-	2,450	-	2,450
General Administration	7,901	12,347	12,342	5
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	44,140	58,990	55,446	3,544
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	10,000	400	13,927	13,527
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(10,000)	(400)	-	400
<i>Total other financing sources (uses)</i>	(10,000)	(400)	-	400
<i>Net change in fund balances</i>	-	-	13,927	13,927
<i>Cash balances - beginning of year</i>	-	-	(29,745)	(29,745)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (15,818)	\$ (15,818)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 13,927	
Adjustment to revenue for accruals and other deferrals			(13,740)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ 187	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
IDEA B ENTITLEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	50,953	88,606	88,411	(195)
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,953</u>	<u>88,606</u>	<u>88,411</u>	<u>(195)</u>
<i>Expenditures:</i>				
Current:				
Instruction	49,953	83,686	68,098	15,588
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>49,953</u>	<u>83,686</u>	<u>68,098</u>	<u>15,588</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>1,000</u>	<u>4,920</u>	<u>20,313</u>	<u>15,393</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(1,000)	(4,920)	-	4,920
<i>Total other financing sources (uses)</i>	<u>(1,000)</u>	<u>(4,920)</u>	<u>-</u>	<u>4,920</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,313</u>	<u>20,313</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(25,002)</u>	<u>(25,002)</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,689)</u>	<u>\$ (4,689)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 20,313	
Adjustment to revenue for accruals and other deferrals			(20,313)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
IDEA B PRESCHOOL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-7

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	7,460	10,530	7,788	(2,742)
Interest	-	-	-	-
<i>Total revenues</i>	7,460	10,530	7,788	(2,742)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,460	10,530	7,788	2,742
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	7,460	10,530	7,788	2,742
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
IDEA B PUENTE PARA LOS NINOS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	50,926	50,563	(363)
Interest	-	-	-	-
<i>Total revenues</i>	-	50,926	50,563	(363)
<i>Expenditures:</i>				
Current:				
Instruction	-	50,920	48,660	2,260
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	50,920	48,660	2,260
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	6	1,903	1,897
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	(6)	-	6
<i>Total other financing sources (uses)</i>	-	(6)	-	6
<i>Net change in fund balances</i>	-	-	1,903	1,903
<i>Cash balances - beginning of year</i>	-	-	(22,356)	(22,356)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (20,453)	\$ (20,453)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,903	
Adjustment to revenue for accruals and other deferrals			(1,903)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
TEACHER/PRINCIPAL TRAINING & RECRUITING SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-9

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	4,269	17,880	13,007	(4,873)
Interest	-	-	-	-
<i>Total revenues</i>	4,269	17,880	13,007	(4,873)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,269	17,880	13,007	4,873
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	4,269	17,880	13,007	4,873
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
RURAL EDUCATION ACHIEVEMENT PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-10

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	19,502	19,502	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	19,502	19,502	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(19,502)	(19,502)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	19,502	-	(19,502)
<i>Total other financing sources (uses)</i>	-	19,502	-	(19,502)
<i>Net change in fund balances</i>	-	-	(19,502)	(19,502)
<i>Cash balances - beginning of year</i>	-	-	19,502	19,502
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (19,502)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			19,502	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
DUAL CREDIT PED SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-11

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,700	1,662	(38)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,700	1,662	(38)
<i>Expenditures:</i>				
Current:				
Instruction	-	1,700	1,700	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	1,700	1,700	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(38)	(38)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(38)	(38)
<i>Cash balances - beginning of year</i>	-	-	(217)	(217)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (255)	\$ (255)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (38)	
Adjustment to revenue for accruals and other deferrals			38	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
2010 GO BOND SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
GO BOND LIBRARY AUDIO & VISUAL SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-13

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	6,613	6,613	366	(6,247)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,613</u>	<u>6,613</u>	<u>366</u>	<u>(6,247)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	6,982	6,982	366	6,616
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>6,982</u>	<u>6,982</u>	<u>366</u>	<u>6,616</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(369)</u>	<u>(369)</u>	<u>-</u>	<u>369</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	369	369	-	(369)
<i>Total other financing sources (uses)</i>	<u>369</u>	<u>369</u>	<u>-</u>	<u>(369)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NM READS TO LEAD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	50,000	50,000	49,970	(30)
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>49,970</u>	<u>(30)</u>
<i>Expenditures:</i>				
Current:				
Instruction	617	5,254	5,250	4
Support Services				
Students	-	44,746	44,720	26
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>617</u>	<u>50,000</u>	<u>49,970</u>	<u>30</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>49,383</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(49,383)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(49,383)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
2013 PRE K CLASSROOMS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-15

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	167,750	167,750	167,750	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>167,750</u>	<u>167,750</u>	<u>167,750</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	167,750	167,750	167,750	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service:</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>167,750</u>	<u>167,750</u>	<u>167,750</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SCHOOL BUSES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	167,750	167,750	167,164	586
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>167,750</u>	<u>167,750</u>	<u>167,164</u>	<u>586</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(167,750)</u>	<u>(167,750)</u>	<u>(167,164)</u>	<u>586</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	167,750	167,750	-	(167,750)
<i>Total other financing sources (uses)</i>	<u>167,750</u>	<u>167,750</u>	<u>-</u>	<u>(167,750)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(167,164)</u>	<u>(167,164)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (167,164)</u>	<u>\$ (167,164)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (167,164)	
Adjustment to revenue for accruals and other deferrals			167,164	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
NM GROWN FFV SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	267	258	9
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>267</u>	<u>258</u>	<u>9</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(267)</u>	<u>(258)</u>	<u>9</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	267	-	(267)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>267</u>	<u>-</u>	<u>(267)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(258)</u>	<u>(258)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (258)</u>	<u>\$ (258)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (258)	
Adjustment to revenue for accruals and other deferrals			7,029	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ 6,771</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
PARENT ADVOCACY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	1,998	1,998
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	1,998	1,998
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	-	-	1,998	1,998
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	1,998	1,998
<i>Cash balances - beginning of year</i>	-	-	(1,998)	(1,998)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 1,998	
Adjustment to revenue for accruals and other deferrals			(1,998)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
TITLE I SPECIAL REVENUE FUND
NM HIGHWAY DEPARTMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-19

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	109,824	94,974	(14,850)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	109,824	94,974	(14,850)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	109,824	34,824	75,000
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	109,824	34,824	75,000
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	60,150	60,150
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	60,150	60,150
<i>Cash balances - beginning of year</i>	-	-	(60,150)	(60,150)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 60,150	
Adjustment to revenue for accruals and other deferrals			(60,150)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
WIND FARM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 121,400	\$ 121,400	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	121,400	121,400	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	-	121,400	121,400	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	(121,400)	-	121,400
<i>Total other financing sources (uses)</i>	-	(121,400)	-	121,400
<i>Net change in fund balances</i>	-	-	121,400	121,400
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ 121,400	\$ 121,400
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 121,400	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ 121,400	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
CAPITAL OUTLAY STATE CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

Statement A-21

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	215,483	215,483
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	215,483	215,483
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	150,000	147,254	2,746
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	150,000	147,254	2,746
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(150,000)	68,229	218,229
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	150,000	-	(150,000)
<i>Total other financing sources (uses)</i>	-	150,000	-	(150,000)
<i>Net change in fund balances</i>	-	-	68,229	68,229
<i>Cash balances - beginning of year</i>	-	-	(75,000)	(75,000)
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ (6,771)	\$ (6,771)
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 68,229	
Adjustment to revenue for accruals and other deferrals			(75,000)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ (6,771)	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
BOND BUILDING CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	20	20
<i>Total revenues</i>	-	-	20	20
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	901,122	187,500	713,622
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	901,122	187,500	713,622
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(901,122)	(187,480)	713,642
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	-	901,122	-	(901,122)
<i>Total other financing sources (uses)</i>	-	901,122	-	(901,122)
<i>Net change in fund balances</i>	-	-	(187,480)	(187,480)
<i>Cash balances - beginning of year</i>	-	-	892,362	892,362
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ 704,882	\$ 704,882
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (187,480)	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			(10,796)	
Net change in fund balance (GAAP basis)			\$ (198,276)	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ 60,969	\$ 60,969	\$ 57,478	\$ (3,491)
State sources	-	45,310	42,027	(3,283)
Federal sources	-	-	-	-
Interest	-	-	11	11
<i>Total revenues</i>	<u>60,969</u>	<u>106,279</u>	<u>99,516</u>	<u>(6,763)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	378	378	481	(103)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	164,838	71,251	93,587
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>378</u>	<u>165,216</u>	<u>71,732</u>	<u>93,484</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>60,591</u>	<u>(58,937)</u>	<u>27,784</u>	<u>86,721</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	(60,591)	58,937	-	(58,937)
<i>Total other financing sources (uses)</i>	<u>(60,591)</u>	<u>58,937</u>	<u>-</u>	<u>(58,937)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>27,784</u>	<u>27,784</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>271,477</u>	<u>271,477</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 299,261</u>	<u>\$ 299,261</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ 27,784	
Adjustment to revenue for accruals and other deferrals			2,163	
Adjustment to expenditures for payables, prepaids and other accruals			896	
Net change in fund balance (GAAP basis)			<u>\$ 30,843</u>	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
ED TECH EQUIPMENT ACT CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts			
	Original	Final	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Services				
Food services operations	-	-	-	-
Capital outlay	-	35,000	33,875	1,125
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	35,000	33,875	1,125
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(35,000)	(33,875)	1,125
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	33,875	33,875
Designated Cash	-	35,000	-	(35,000)
<i>Total other financing sources (uses)</i>	-	35,000	33,875	(1,125)
<i>Net change in fund balances</i>	-	-	-	-
<i>Cash balances - beginning of year</i>	-	-	-	-
<i>Cash balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balance (Non-GAAP Budgetary basis)			\$ -	
Adjustment to revenue for accruals and other deferrals			-	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			\$ -	

STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
DEBT SERVICE FUND

Statement A-25

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original	Final		
<i>Revenues:</i>				
Local and county sources	\$ 215,958	\$ 215,958	135,521	\$ (80,437)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>215,958</u>	<u>215,958</u>	<u>135,521</u>	<u>(80,437)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	6,765	6,765	1,146	5,619
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & maintenance of plan	-	-	-	-
Student transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-instructional Service:				
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt Service:				
Principal	211,353	211,233	170,000	41,233
Interest	45,958	46,078	45,957	121
<i>Total expenditures</i>	<u>264,076</u>	<u>264,076</u>	<u>217,103</u>	<u>46,973</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(48,118)</u>	<u>(48,118)</u>	<u>(81,582)</u>	<u>(33,464)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bonds	-	-	-	-
Designated Cash	48,118	48,118	-	(48,118)
<i>Total other financing sources (uses)</i>	<u>48,118</u>	<u>48,118</u>	<u>-</u>	<u>(48,118)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(81,582)</u>	<u>(81,582)</u>
<i>Cash balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>79,802</u>	<u>79,802</u>
<i>Cash balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,780)</u>	<u>\$ (1,780)</u>
Net change in fund balance (Non-GAAP Budgetary basis)			\$ (81,582)	
Adjustment to revenue for accruals and other deferrals			(2,234)	
Adjustment to expenditures for payables, prepaids and other accruals			-	
Net change in fund balance (GAAP basis)			<u>\$ (83,816)</u>	

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FIDUCIARY FUNDS

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT

FIDUCIARY FUNDS

Agency Funds

Agency Funds – To account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds.

Dora Consolidated School District has the following funds classified as Agency Funds:

Activity – To account for assets held by the District until distributed to various organizations at the schools.

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
For the Year Ended June 30, 2016

Schedule B

	Balance				Balance
	June 30, 2015	Additions	Deletions		June 30, 2016
General Fund	\$ 1,543	\$ 614	\$ 1,600	\$	557
FFA	10,868	20,109	17,060		13,917
Student Council	226	300	292		234
Yearbook	5,857	3,065	3,767		5,155
District III- Athletic	13,813	-	-		13,813
Enmu Services	157	-	-		157
Drama	48	-	-		48
Art	373	-	-		373
Epac	3,831	3,165	3,514		3,482
BPA Region III	992	-	992		-
National Honor Society	2,684	1,153	678		3,159
Flower Fund	42	845	581		307
BPA	2,154	14,825	13,673		3,305
Spirit Squad	1,009	1,555	768		1,796
Girls Basketball	2,464	10,049	4,973		7,540
Boys Basketball	2,287	9,622	5,784		6,125
Principals Fund	1,255	5,366	230		6,391
3-4 Year Old Program	234	-	124		110
Math/Science	845	475	-		1,320
2nd Grade- Pennies	123	-	-		123
Library	658	1,748	1,927		479
H/S Accelerated Reader	279	-	-		279
District 7 Baseball	97	-	-		97
Track	1,564	5,462	3,980		3,046
Elem. Accelerated Reader	3,007	8,874	5,923		5,958
Music	1,383	-	138		1,245
Athletics Concession Stand	29,169	22,858	24,522		27,505
Clint Clark Scholarship & Investments	13,017	10,253	10,000		13,270
FCA	668	-	73		595
FFA Special Account	139	60	199		-
Careers	200	-	-		200
Baseball	147	1,563	1,311		400
Clean & Beautiful Awards	144	-	-		144
Football	2,443	9,002	6,464		4,981
Educational Enchancement	1,153	200	200		1,153
James Polk Stone Tournament	2,800	10,111	10,111		2,800
Relay For Life	403	-	-		403
Volleyball	-	7,626	6,000		1,626
Softball	-	2,940	1,951		990
Class Of 2001	20	-	-		20
Class Of 2007	95	-	95		-
Class Of 2012	8	-	-		8
Class Of 2013	633	-	-		633
Class Of 2014	2,045	-	1,895		150
Class Of 2015	20	-	20		-
Class Of 2016	1,677	276	1,852		101
Class Of 2017	3,511	4,107	6,485		1,132
Class Of 2018	1,855	3,958	2,219		3,595
Class Of 2019	3,228	1,616	679		4,165
Class Of 2020	184	7,279	4,044		3,419
Class Of 2021	-	260	-		260
Total Assets	\$ 121,352	\$ 169,336	\$ 144,122	\$	146,565
Total Liabilities	\$ 121,352	\$ 169,336	\$ 144,122	\$	146,565

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PENSION LIABILITY
REQUIRED SUPPLEMENTARY INFORMATION

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Required Supplemental Information
 June 30, 2016

REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 Educational Retirement Board (ERB) Plan
 Last 10 fiscal years*

	2016	2015
District's proportion of net pension liability (asset)	0.061170%	0.064050%
District's proportionate share of the net pension liability (asset)	\$ 3,490,196	\$ 3,654,512
District's covered-employee payroll	\$ 1,670,137	\$ 1,738,812
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	208.98%	210.17%
Plan fiduciary net position as a percentage of total pension liability	63.97%	66.54%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the State of New Mexico will present information for those years for which information is available

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
 Required Supplemental Information
 June 30, 2016

REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CONTRIBUTIONS
EDUCATIONAL RETIREMENT BOARD (ERB) Pension PLAN
LAST 10 FISCAL YEARS*

	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 241,478	\$ 241,695
Contributions in relation to the contractually required contribution	\$ 241,478	\$ 241,695
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's Covered-employee payroll	\$ 1,670,137	\$ 1,738,812
Contributions as a percentage of covered-employee payroll	14.46%	13.90%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
Required Supplemental Information
For the Year Ended June 30, 2016

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

Changes of benefit terms. The COLA and retirement eligibility benefits changes in recent years are described in the ***Benefits Provided*** subsection of the financial statement note disclosure ***General Information on the Pension Plan***.

Changes of assumptions.

ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study presented to the Board of Trustees on June 12, 2015, ERB implemented the following changes in assumptions for fiscal year 2015.

1. Fiscal year 2015 valuation assumptions that changed based on this study:
 - a. Lower wage inflation from 4.25% to 3.75%
 - b. Minor changes to demographic assumptions
 - c. Remove population growth assumptions for porjections

2. Assumptions that were not changed:
 - a. Investment return will remain at 7.75%
 - b. Inflation will remain at 3.00%
 - c. Maintain payroll growth at 3.50%

See also the **Actuarial Assumptions** subsection of the financial statement note disclosure **General Information on the Pension Plan**.

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SUPPORTING SCHEDULES

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
June 30, 2016

Schedule I

Name of Depository	Description of Pledged Collateral	Market Value June 30, 2016	Name and Location of Safekeeper
Stone Community Bank	Luna Co NM SD #1 BQ 550340DN0, 3.65%, 8/1/18	\$ 200,496	Texas Independent Bank Dallas, TX
Stone Community Bank	Clovis NM Muni SD #1 BQ GO 189414HE8, 2.5%, 8/1/17	331,903	Texas Independent Bank Dallas, TX
Stone Community Bank	Clovis NM Muni SD #1 BQ GO 189414JW6, 3.0%, 8/1/16	100,231	Texas Independent Bank Dallas, TX
Stone Community Bank	FNMA Call Quarterly Step 3136G0UZ2, 2.5%, 8/16/17	480,027	Texas Independent Bank Dallas, TX
	Total Collateral Pledged	\$ <u>1,112,657</u>	

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STATE OF NEW MEXICO
DORA CONSOLIDATED SCHOOL DISTRICT
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
June 30, 2016

Schedule II

Deposit or Investment Account Type	James Polk Stone Community Bank	Total
Operational Checking- Non-interest Bearing	\$ 1,851,776	\$ 1,851,776
Certificate of Deposit- Interest Bearing	13,224	13,224
Activity Checking- Non-interest Bearing	138,624	138,624
Activity Certificate of Deposit- Interest Bearing	10,000	10,000
Total On Deposit	<u>2,013,624</u>	<u>2,013,624</u>
Reconciling Items	<u>(198,708)</u>	<u>(198,708)</u>
Reconciled Balance June 30, 2016	<u>\$ 1,814,916</u>	<u>\$ 1,814,916</u>
Reconciliation to financial statements:		
Cash and cash equivalents:		
Total cash and cash equivalents per Statement of Net Position	\$	1,668,345
Total cash and cash equivalents per Fiduciary Statement of Assets and Liabilities		<u>146,570</u>
Total Cash & Cash Equivalents	\$	<u>1,814,916</u>

STATE OF NEW MEXICO
Dora Consolidated School District
Cash Reconciliation
June 30, 2016

	Operational Account	Transportation Account	Instructional Materials Account	Food Services Account	Athletics Account	Non-Instructional Fund
Cash per June 30, 2015 audit report	\$ 489,821	\$ -	\$ 24,474	\$ 46,219	\$ 17,746	\$ 121,348
Interfund loans	(217,188)	-	-	-	-	-
	<u>272,633</u>	<u>-</u>	<u>24,474</u>	<u>46,219</u>	<u>17,746</u>	<u>121,348</u>
Add:						
2015-16 revenues	<u>3,665,819</u>	<u>310,675</u>	<u>47,853</u>	<u>126,681</u>	<u>35,834</u>	<u>178,587</u>
Total cash available	3,938,452	310,675	72,327	172,900	53,580	299,935
Less:						
2015-16 expenditures	(3,432,536)	(310,675)	(47,833)	(171,543)	(42,540)	(163,370)
Reinstate cash for payroll liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2016	<u>\$ 505,916</u>	<u>\$ -</u>	<u>\$ 24,494</u>	<u>\$ 1,357</u>	<u>\$ 11,040</u>	<u>\$ 136,565</u>
Bank balance end of year	\$ 702,570	\$ -	\$ 24,494	\$ 1,357	\$ 11,040	\$ 138,624
Adjustments for voided checks	-	-	-	-	-	-
Outstanding Checks	<u>(196,654)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,059)</u>
Cash June 30, 2016	<u>\$ 505,916</u>	<u>\$ -</u>	<u>\$ 24,494</u>	<u>\$ 1,357</u>	<u>\$ 11,040</u>	<u>\$ 136,565</u>

Federal Flowthrough Fund	Federal Direct Fund	State Flowthrough Fund	State Direct Fund	Bond Building Fund	Local Or State Fund
\$ (77,102)	\$ 19,502	\$ (2,215)	\$ (60,150)	\$ 892,362	\$ -
40,960	-	167,677	-	-	-
<u>(36,142)</u>	<u>19,502</u>	<u>165,462</u>	<u>(60,150)</u>	<u>892,362</u>	<u>-</u>
315,047	1	232,717	130,943	895,014	121,400
278,905	19,503	398,179	70,793	1,787,376	121,400
(278,905)	(19,503)	(398,179)	(70,793)	(1,082,494)	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,882</u>	<u>\$ 121,400</u>
\$ -	\$ -	\$ -	\$ -	\$ 704,882	\$ 121,400
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,882</u>	<u>\$ 121,400</u>

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STATE OF NEW MEXICO
Dora Consolidated School District
Cash Reconciliation
June 30, 2016

Schedule III
(Page 2 of 2)

	Special Capital Outlay State	Capital Improv SB9	Ed Tech Equipment Act	Debt Service Fund	Total
Cash per June 30, 2015 audit report	\$ (75,000)	\$ 258,257	\$ -	\$ 79,802	\$ 1,735,064
Interfund loans	6,771	-	-	1,780	-
	<u>(68,229)</u>	<u>258,257</u>	<u>-</u>	<u>81,582</u>	<u>1,735,064</u>
Add:					
2015-16 revenues	<u>290,483</u>	<u>352,951</u>	<u>33,875</u>	<u>271,537</u>	<u>7,009,417</u>
Total cash available	222,254	611,208	33,875	353,119	8,744,481
Less:					
2015-16 expenditures	(222,254)	(325,171)	(33,875)	(353,119)	(6,952,790)
Reinstate cash for payroll liability	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2016	<u>\$ -</u>	<u>\$ 286,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,791,691</u>
Bank balance end of year	\$ -	\$ 286,037	\$ -	\$ -	\$ 1,990,404
Adjustments for voided checks	-	-	-	-	-
Outstanding Checks	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(198,713)</u>
Cash June 30, 2016	<u>\$ -</u>	<u>\$ 286,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,791,691</u>

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Dora Consolidated School District
Schedule of Vendor Information for purchases exceeding \$60,000 (excluding GRT) For the
Year Ended June 30, 2016

Agency Number	Agency Name	Agency Type	RFP/RFPW (if applicable)	Type of Procurement	Vendor Name	Did Vendor Win Contract?	\$ Amount of Awarded Contract	\$ Amount of Amended Contract	Physical address of vendor (City, State)	Did the Vendor provide documentation of eligibility for in-state preference?	Did the Vendor provide documentation of eligibility for veterans' preference?	Brief Description of the Scope of Work	If the procurement is attributable to a Component Unit, Name of Component Unit
N/A	7024 Dora Consolidated School District	Schools	N/A	Competitive (RFP or RFB)	CES	Winner	673,115.00	\$0.00	N/A	No	No	Construction projects	N/A
N/A	7024 Dora Consolidated School District	Schools	N/A	Competitive (RFP or RFB)	BURKETT, MICKEY, OR ALICIA	Winner	220,484	\$0.00	N/A	No	No	Bus contractor	N/A

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COMPLIANCE SECTION

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*
INDEPENDENT AUDITOR'S REPORT**

Timothy M. Keller
New Mexico State Auditor
The Office of Management and Budget and
The Governing Board
Dora Consolidated School District
Dora, NM

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons of the General fund and Special Revenue funds, of the Dora Consolidated School District as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Dora Consolidated School District's basic financial statements, and the combining and individual and related budgetary comparisons of the Dora Consolidated School District, presented as supplemental information, except for the effects of the matter described with the Basis for Qualified Opinion Paragraph and have issued our report thereon dated September 12, 2016.

Internal Control Over Financial Reporting

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

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

Our consideration of the 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 significant deficiencies or material weaknesses and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we identified the following deficiencies in internal control that we consider to be material weaknesses. The material weaknesses are described as 2015-008, 2016-001, 2016-003, 2016-004 , 2016-006, 2016-007, 2016-008, 2016-009 and 2016-010. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies

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in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies. The significant deficiencies are described as 2012-001, 2016-002, 2016-005.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dora Consolidated School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under Government Auditing Standards and which is described in the accompanying schedule of findings as item 2012-001, 2015-008 2016-001, 2016-002, 2016-003, 2016-004, 2016-005, 2016-006, 2016-007, 2016-008, 2016-009 and 2016-010.

Dora Consolidated School District's Response to Findings

The Dora Consolidated School District's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. The Dora Consolidated School District's response was not subjected to auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Dora Consolidated School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Dora Consolidated School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Precision Accounting LLC

Precision Accounting LLC
Albuquerque, New Mexico
September 12, 2016

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STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

***2012-001 Excess expenditures over budget -Compliance and Internal Control (Significant Deficiency)-
Repeated and Revised***

CONDITION: During our testwork of budgetary compliance, we noted one fund that had expenditures in excess of budget. The Capital Improvements SB-9 was over budget by \$103. The expenditure was related to county collection costs associated with Property taxes. The District made progress with this finding from the prior year however, one (1) fund exceeded its budget for the county cost collection.

CRITERIA: NMAC 6.20.2.9 requires that actual expenditures do not exceed budgeted expenditures by function or fund.

EFFECT: The District appears to be out of compliance with State regulations related to the budgetary process.

CAUSE: The District estimated the expenditures based on prior year collections and monitors this on a quarterly basis. A budget amendment was sent to the budget department but did not obtain approval for the adjustment, and therefore the excess expenditure over budget for the SB-9 fund existed at year end.

RECOMMENDATION: We recommend that the District implement controls to monitor the spending of funds and to make budget adjustments whenever necessary.

CLIENT RESPONSE: The Business Manager will monitor the budget more closely and amend it as necessary. The Business Manager is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2015-008 Certification of Inventory-Compliance and Internal Control-Material Weakness

CONDITION: The District did not certify the inventory for the fiscal year ended June 30, 2016. Progress was made from the prior year with classroom inventory, however, the maintenance department failed to provide an inventory listing.

CRITERIA: Section 12-6-10(A) NMSA 1978 requires each agency to conduct an annual physical inventory of movable chattels and equipment on the inventory list at the end of each fiscal year. The agency shall certify the correctness of the inventory after the physical inventory. This certification should be provided to the agency's auditors. In addition according to NMAC 2.20.1.16 (E) the results of the physical inventory shall be recorded in a written inventory report, certified as to correctness and signed by the governing authority of the agency.

CAUSE: Despite the District's procedure to have all staff inventory their rooms/areas, the Maintenance Supervisor stated that he was unaware that he needed to complete an inventory list of the assets accounted for by the maintenance department.

EFFECT: Items that cost less than \$5,000 could be misappropriated. Not having an inventory listing may result in missing, stolen, or sold items not being identified resulting in a loss to the District. Replacing items cost the District funds that could be spent on educating the students.

RECOMMENDATION: We recommend a physical inventory of every area be taken annually and certified as to its correctness to ensure proper safeguarding of District assets. The certification should be made available to the auditors.

CLIENT RESPONSE: The Superintendent will ensure that an annual inventory is conducted. The Maintenance Supervisor will certify the maintenance inventory at the end of each school year. The District is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-001 Noncompliance with procurement process through management overrides (Material Weakness)

CONDITION: During our test work of cash disbursements, we noted six (6) payment vouchers where the procurement process was not properly executed; five (5) of the payment vouchers contained prepayment for goods and services that have not been rendered or received by the District and one (1) payment voucher that did not have appropriate supporting documentation. One (1) voucher where the purchased requisition was dated after the invoice had been received. These exceptions totaled to \$73,660 and when projected to the population of \$1,699,688 would result in a 4.36% error rate.

CRITERIA: NMSA 1978 § 30-23-2 states “Paying or receiving public money for services not rendered consist of knowingly making or receiving payment made from public funds where such payment purports to be for wages, salary or remuneration for personal services which have not in fact been rendered.” Additionally, NMSA 1978, section 6-5-8, states that purchases for goods and services, other than personnel, must be accompanied by supporting invoices and documentation, and the New Mexico Procurement Code (13-1-28 to 13-1-199 NMSA 1978) states that purchase orders should be approved by management prior to purchases, including purchase order revisions as necessary.

CAUSE: The cause may be related to what appears to be a management override of the approval process for purchasing invoices, where the purchasing invoices are either conducted on the same day or where the purchasing invoices did not contain adequate supporting documentation.

EFFECT: Without adequate supporting documentation on the approval for purchases, there can be risks for unsupported or improper purchases with public funding and the potential to negatively affect fund budgets.

RECOMMENDATION: The District is encouraged to have all personnel in charge of preparing, reviewing, and approving disbursements perform a review of all supporting documents to ensure accuracy and appropriate payments for purchases and reimbursements.

CLIENT RESPONSE: The Business Manager will no longer make payments without all necessary supporting documentation. The Business Manager is confident that this finding will be resolved by the end of the current fiscal year. The Superintendent is in support of the Buasiness Manager's decision to only make payments with necessary supporting documents.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-002 Noncompliance with Travel and Per Diem and DFA Rule 95-1 (Significant Deficiency)

CONDITION: During the course of the audit we noted nine (9) travel reimbursement vouchers out of fifty (50) travel reimbursement vouchers tested that contained exceptions. The exceptions are as follows:

- Three (3) transactions where the amount for employee meal reimbursements exceeded the \$30.00 per day limit as stated per DFA Rule 95-1. This totaled to \$171.52.
- One (1) travel voucher did not contain adequate appropriate supporting documentation to support the meal reimbursement. This totaled to \$41.98.
- Three (3) student travel reimbursement voucher where the amount spent per student exceeded the amount of \$7.00 per student. This totaled to \$426.39.
- Two (2) vouchers where the District paid for meals during travel that was for routine meetings in the normal course of business. This totaled to \$100.00.

These exceptions totaled \$739.39 this amount projected across the entire population totaling \$1462.79, this equate to an error rate of 18 percent. Lastly, we noted that the District has been using both per diem rates and actual expenses.

CRITERIA: Per Department of Finance Authority Rule 95-1 any actual travel reimbursement expenses must contained documentation of itemized receipts.

DFA 95-1 suggests that an agency should adopt a consistent travel reimbursement method, either by using per diem rates or actual expenditures when reimbursing travel expenditures and that deviation from the normal practice is approved by the board on a case by case basis.

Public officers or employees who occasionally and irregularly travel shall be reimbursed for travel which does not require overnight lodging, but extends beyond a normal work day as follows:

- (a) For less than 2 hours of travel beyond normal work day, none;
- (b) For 2 hours, but less than 6 hours beyond the normal work day, \$12.00;
- (c) For 6 six hours, but less than 12 hours beyond the normal work day, \$20.00;
- (d) for 12 hours or more beyond the normal work day, \$30.00;
- (e) "Occasionally and irregularly" means not on a regular basis and infrequently as determined by the agency. For example, an employee is not entitled to per diem rates under this subparagraph if the employee either travels once a week or travels every fourth Thursday of the month. However, the employee is entitled to per diem rates under this subparagraph if the employee either travels once a month with irregular destinations and at irregular times or travels four times in one month and then does not travel again in the next two months, so long as this is not a regular pattern.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-002 Noncompliance with Travel and Per Diem and DFA Rule 95-1 (Significant Deficiency) continued

(f) “Normal work day” means 8 hours within a nine-hour period for all public officers and employees both salaried and non-salaried, regardless of the officers’ or employees’ regular work schedule.

In addition, the District has a policy that states that for student travel, student meals should not exceed \$7 dollars per student.

CAUSE: A lack of understanding of the mileage and per diem act and management override of the approval process over reimbursement methods for travel and per diem reimbursements expenditures.

EFFECT: Lack of proper supporting documentation and inconsistent reimbursement methods for travel reimbursement expenditures could result in District processing payment for unauthorized or erroneous reimbursements.

RECOMMENDATION: The District is required to have all personnel in charge of reviewing and approving travel reimbursements, perform a review of all supporting documents, including authorizations for such travels, to be reimbursed. We recommend the District adopt one consistent method for performing the reimbursement of travel reimbursement expenses and that the approving personnel obtain an understanding of the travel and per diem act.

CLIENT RESPONSE: The Board and Superintendent plans to adopt a consistent travel reimbursement method by using actuals. The District will also adopt a policy to increase the student meals from the current 7 dollars per student to up to 12 dollars per student. The District is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-003 Conflict of Interest with Related Party Transactions (Material Weakness)

CONDITION: We noted transactions during the course of our audit, where the District's Maintenance Supervisor, purchases supply and maintenance items for the District through an apparent business in his name and then sales those items to the District at a markup. We noted that there was a signed conflict of interest statement by the Maintenance Supervisor that was attached to the transactions conducted, indicating knowledge of the conflict of interest.

CRITERIA: The Governmental Conduct Act, NMSA 1978, Section 10-16-13.2 Subsection A states "A public officer or employee shall not sell, offer to sell, coerce the sale of or be a party to a transaction to sell goods, services, construction or items of tangible personal property directly or indirectly through the public officer's or employee's family or a business in which the public officer or employee has a substantial interest."

CAUSE OF CONDITION: It appears that the superintendent authorized the related party transactions without having appropriate, sufficient evidence to support that the lowest cost had been obtained.

EFFECT OF CONDITION: The District appears to be out of compliance with the Governmental Conduct Act, NMSA 1978, Section 10-16-13.2 Subsection A. The District may also at risk of processing payment for transactions that could potentially result in a loss to the District and that could beneficial self-interest.

RECOMMENDATION: We recommend that the District cease conducting business transactions with employees of the District. The District should implement controls to monitor related party transactions. All transactions of purchases on behalf of the District or sales of District assets should have proper quotes or be advertised to ensure that they are arms- length and are conducted at a fair market value.

CLIENT RESPONSE: The Superintendent plans to stop conducting business with related parties. The District will obtain proper quotes for future transactions. The District is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-004 Inadequate Accounting Records for Fuel Inventory (Material Weakness)

CONDITION: During the course of the audit we noted that the District was not maintaining adequate monthly fuel logs to indicate the usage of fuel and the beginning and ending inventory of fuel.

CRITERIA: 2.20.5.8 (C)(1) NMAC requires that”an internal control structure exists and is functioning properly” which would purport to include controls over fuel inventory and related transactions. The Transportation Director for the District stated that he had created the logs and that the maintenance department were required to complete the logs each time the fuel pumps are accessed.

CAUSE: The District does not appear have the proper policies and procedures in place to ensure the fuel logs and fuel reports are completed on a regular and ongoing basis. The District is not monitoring the use of these logs.

EFFECT: Lack of proper supporting documentation for fuel inventory restocks and consumptions may not allow the District to maintain accurate fuel inventory records and does not provide an audit trail for these commodities.

RECOMMENDATION: We recommend the District establish policies and procedures to ensure that fuel logs and fuel reports for fuel purchases, restocks and consumption, are being maintained and accounted for on a regular and ongoing basis and that the District is monitoring the procedures to ensure the accuracy of financial reporting.

CLIENT RESPONSE: The Transportation Director will implement a new fuel inventory listing to be used by the maintenance department. This will include a log taken daily of fuel used and be checked on a monthly basis. The District will monitor the fuel logs more closely in the future. The District is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-005 Noncompliance with NMAC 2.2.2.10 (h) and IRS regulations for Personal Use of District Vehicles (Significant Deficiency)

CONDITION: Audit procedures indicate that the District did not include personal use of District's vehicles with employees' taxable earnings the year ended June 30, 2016, nor did the District require reimbursement for personal use of District vehicles.

CRITERIA: According to the 2016 State Audit Rule 2.2.2.10 (H), personal use of a government agency vehicle is always taxable income to the employee unless the vehicle is a qualified non-personal use vehicle provided to the employee as a "working condition fringe benefit."

CAUSE: The Superintendent stated that personal use of a District Vehicle was a part of his contract and that it fell under an exemption. The Board President also stated that this was to be included as non-taxable as a part of the contract.

EFFECT: The personal use of District's vehicles without reporting such use as taxable income to the employees places the District in noncompliance with the State Audit Rule and IRS regulations.

RECOMMENDATION: We recommend that the District implement proper internal controls to track the personal use of District vehicles and to ensure that the taxable fringe benefit is properly set up in the Visions software to be added the employees W-2 wages to ensure they are in accordance with State Audit Rule 2.2.2.10 (H) and the Internal Revenue Service Code.

CLIENT RESPONSE: The Business Manager has taken the proper steps to set up in the fringe benefit in our accounting system. The Business Manager is confident this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-006 Capital Asset Listing (Material Weakness)

CONDITION: Due to the discrepancies in the capital assets, the auditor was unable to determine if the beginning capital assets were properly stated. 1) The District's capital asset listing did not agree to the 2015 ending audited balances for capital assets and accumulated depreciation by \$95,988 and \$92,124, respectively. The district stated that they did not have any dispositions of assets during 2015-2016 fiscal year. We were told by the Superintendent that the District removes fully depreciated assets. 2) Donated assets, noted in the board minutes, are not included on the capital asset listing or on a supply inventory listing.

CRITERIA: Each Agency is required to maintain a capital assets list as per section 12-6-10 NMSA, 1978. Secondly, Subsection A, Section 13-6-1, NMSA 1978 states that if any agency is to dispose of tangible personal property, the agency should notify the Office of the State Auditor regarding the disposition.

CAUSE: It appears that prior management did not maintain an accurate capital assets listing identifying all of the capital asset additions, deletion and/or transfers.

EFFECT: Without a complete and accurate capital asset inventory list, there is a greater risk of undetected misappropriation of assets and there is a potential for the misuse of public funds.

RECOMMENDATION: The District should take an inventory of its assets to ensure completeness and should maintain the listing of all District's capital assets and related depreciation. These lists will also aid in safeguarding the District's assets.

CLIENT RESPONSE: The Superintendent will ensure that the District will take an inventory of all assets and maintain this listing with our Auditors. The Superintendent is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-007 Disposition of Capital Assets (Material Weakness)

CONDITIONS: 1) During the course of the audit we noted that the District obtained board approval for a silent auction. The District stated that this auction did not occur during the fiscal year 2015-2016. The District was unable to provide the auditors with a listing of the inventory held for sale. 2) There was no notification to the Office of the State Auditor regarding the disposition of the capital asset inventory. 3) A comparison of titles and bills of sale between District vehicles and the capital asset listing reflects vehicles that the District sold that were not listed on the capital asset listing. 4) There was no indication of the sale of these assets being advertised to the public. 5) It appears that the District accepted the low bid on a sale rather than the high bid. 6) The auditor was unable to identify if the proceeds were recorded in the general ledger.

CRITERIA: Each Agency is required to maintain a capital asset list as per section 12-6-10 NMSA, 1978. Subsection A, Section 13-6-1, NMSA 1978 states that if any agency is to dispose of tangible personal property, the agency should notify the Office of the State Auditor regarding the disposition and dispose of the items by means of competitive sealed bid or public auction or a state agency, though the federal property assistance bureau of the general services department. The District should designate a committee of at least three officials to approve and oversee the disposition.

CAUSE: Unknown

EFFECT: Without a complete and accurate capital asset inventory list, the auditor cannot apply audit procedures to validate the capital assets which may result in a modified audit report. Additionally, the absence of supply and capital asset listings creates a greater risk of undetected misappropriation of assets. This results in non-compliance of Section 13-6-1, NMSA 1978 and 12-6-10, NMSA 1978.

RECOMMENDATION: The District should take an inventory of its assets to ensure completeness and should maintain the listing of all District's capital assets and related depreciation. At least 30 days prior to disposal, the District should compile a list and submit it to the State Auditor's Office to notify them of their intent to dispose of assets. The District should become familiar with Section 13-6-1, NMSA 1978 with regards to the disposition of assets and follow the procedures outlined in the statute to ensure compliance. These procedures will aid in safeguarding the District's assets.

CLIENT RESPONSE: The Business Manager will notify the State Auditor's Office 30 days prior to disposal of any assets. The Business Manager is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-008 Lack of sufficient, appropriate audit evidence for invoices (Material Weakness)

CONDITION: The District processed various transactions for different vendors, where the invoicing for goods and services appeared to be generic computer generated invoices using a very similar invoicing format for the following: headers and footers, columns, shading, and numbering sequence.

CRITERIA: NMSA 1978, section 6-5-8, states that purchases for goods and services, other than personnel, must be accompanied by supporting invoices and documentation, and the New Mexico Procurement Code (13-1-28 to 13-1-199 NMSA 1978) states that purchase orders should be approved by management prior to purchases, including purchase order revisions as necessary.

CAUSE OF CONDITION: It appears that the maintenance supervisor and the superintendent authorized transactions without having appropriate, sufficient evidence to support that the invoices were for actual and appropriate purchases.

EFFECT OF CONDITION: The District appears to be out of compliance with the NMSA 1978, section 6-5-8 for processing invoice payments that do not appear to have sufficient, appropriate documentation. The District may also at risk of processing payment for transactions that are inaccurate or erroneous.

RECOMMENDATION: We recommend that the District implement controls to ensure that goods or services are properly requisitioned and a purchase order is prepared prior to the date of the invoice and also that the District received the goods or services they are being billed for.

CLIENT RESPONSE: The District will not process invoices without all proper supporting documents. The District will insure that all good and/or services are received in full before payment is dispersed. The District is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-009 Proper quotes or bids are not being obtained (Material Weakness)

CONDITION: During our test work of bids for service contracts, we identified seven (7) transactions for purchases greater than \$5,000, where the procurement process for obtaining quotes/ bids was not properly conducted. This amount totaled to \$100,041. No written quotes/bid proposals for the goods and services provided was documented or performed by the District.

CRITERIA: NMAC section 1.4.1, NMSA 1978 sections 13-1-1 to 13-1-199 and NMSA 1978 section 13-1-95.2 states that all purchasing of goods and services for greater than \$5,000 needs to be accompanied three (3) written quotes.

CAUSE: It appears that management provided approval for purchases of goods over \$5000.00 that did not have a minimum of three (3) written quotes.

EFFECT: The District appears to be in noncompliance with NMAC section 1.4.1, NMSA 1978 sections 13-1-1 to 13-1-199 with regards to the regulations of the procurement processes.

RECOMMENDATION: The District should have all personnel in charge of reviewing and approving purchases to perform a review of the state statute regarding procurement rules and regulations ensuring compliance with procurements of services and other purchases. Adequate documentation should be obtained and included as support to ensure the best price was paid for the purchase/service.

CLIENT RESPONSE: The Business Manager will obtain a minimum of three written quotes for all purchases of goods over \$5,000. The Business Manager will obtain proper supporting documents to ensure the best price was paid for goods and/or services. The Business Manager is confident that this finding will be resolved by the end of the current fiscal year.

STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

2016-010 Audit Committee does not comply with Section 22-8-12.3 (Material Weakness)

CONDITION: The District's school board acts as the audit committee.

CRITERIA: NMSA 1978, statute 22-8-12.3 requires local school boards and governing authorities of charter schools to establish finance sub committees and audit committees. The school board should appoint at least two members of the board as the audit committee, a volunteer member who is a parent of a student attending the school district and one volunteer member who has experience in accounting and finance matters. The Superintendent and the School District Business Manager shall serve as the ex-officio members of the committee.

CAUSE: Unknown

EFFECT: The District does not appear to meet the requirements of Section 22-8-12.3 for establishing an audit committee.

RECOMMENDATION: We recommend the District appoint an audit committee that meets the requirements as set forth above.

CLIENT RESPONSE: The Board and Superintendent has established an audit committee that will meet on a yearly basis. A finance sub-committee will be established before the end the current school year.

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STATE OF NEW MEXICO
Dora Consolidated School District
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2016

C. PRIOR YEAR AUDIT FINDINGS

2012-001 Budget Violations-Compliance and Internal Control- Significant Deficiency-**Repeated and Revised**

2012-002 PED Cash Reports-Compliance and Internal Control- Significant Deficiency-**Cleared**

2014-002 Payroll Compliance and Internal Control Significant Deficiency-**Cleared**

2015-001 941 Tax Deposits- Compliance and Internal Control- Significant Deficiency-**Cleared**

2015-002 Stale Dated Checks-Compliance and Internal Control- Significant Deficiency-**Cleared**

2015-003 Clearing Account not reconciling to Zero-Compliance and Internal Control-Significant Deficiency-**Cleared**

2015-004 Variances on Bank Reconciliations- Compliance and Internal Control- Significant Deficiency-**Cleared**

2015-005 Background Checks-Compliance and Internal Control- Significant Deficiency-Cleared

2015-006 I-9's Compliance and Internal Control-Significant Deficiency-**Cleared**

2015-007 New Hire Reporting- Compliance and Internal Control- Significant Deficiency-**Cleared**

2015-008 Certification of Inventory-Compliance and Internal Control- Significant Deficiency-**Repeated and Revised**

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STATE OF NEW MEXICO
Dora Consolidated School District
OTHER DISCLOSURES
Year Ended June 30, 2016

A. AUDITOR PREPARED FINANCIAL STATEMENTS

Gowan Hays, the Chief Financial Officer, is capable of understanding and accepting responsibility for the GAAP basic financial statements. Although the District is responsible for the content of the financial statements, they have contracted with the auditor to prepare the GAAP-basis financial statements and footnotes for inclusion in the annual audit report.

B. EXIT CONFERENCE

The contents of this report were discussed on September 8, 2016. The following individuals were in attendance.

Dora Consolidated School District

Mr. Steve Barron, Superintendent (via phone)
Gowan Hayes, Business Manager
Kenneth Cox, Board President

Precision Accounting LLC

Melissa R. Santistevan, CPA, CFE, CGMA
Daniel Perea, Senior Accountant
Alexandra Yebra, Staff Accountant
Zachary Hayes, Staff Accountant
Raymond Bailie, Staff Accountant