

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ANNUAL FINANCIAL REPORT**  
**June 30, 2012**

**Harshwal & Company LLP**  
**Certified Public Accountants**  
**500 Marquette Avenue NW, Suite 710**  
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# **INTRODUCTORY SECTION**

**STATE OF NEW MEXICO  
ESPANOLA PUBLIC SCHOOL DISTRICT  
TABLE OF CONTENTS**

<b>INTRODUCTORY SECTION</b>	<b><u>Page</u></b>
Table of Contents	i
Official Roster	1
 <b>FINANCIAL SECTION</b>	
Independent Auditors' Report	3
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Assets	7
Statement of Activities	8
Fund Financial Statements:	
Balance Sheet – Governmental Funds	10
Reconciliation of the Balance Sheet to the Statement of Net Assets	12
Statement of Revenues, Expenditures, and Changes in Fund Balances– Governmental Funds	13
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual –	
Operational Fund- 11000	16
Transportation Fund- 13000	17
Instructional Materials Fund-14000	18
Statement of Fiduciary Assets and Liabilities – Agency Funds	19
Notes to the Financial Statements	20
 <b>SUPPLEMENTARY INFORMATION</b>	
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	55
Special Revenue Funds	
Combining Balance Sheet – Nonmajor Special Revenue Funds	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	82
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:	
Food Services - 21000	98
Athletics - 22000	99
Activity Transportation - 23000	100
EVHS - TV Productions - 23780	101
Title I - IASA - 24101	102
Entitlement IDEA- B -24106	103
Discretionary IDE -B - 24107	104
Preschool IDEA-B - 24109	105
IDEA-B Early Intervention - 24112	106

**STATE OF NEW MEXICO  
ESPANOLA PUBLIC SCHOOL DISTRICT  
TABLE OF CONTENTS**

<b>SUPPLEMENTARY INFORMATION (Continued)</b>	<b><u>Page</u></b>
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual (Continued):	
Education of Homeless - 24113	107
Title II IASA (Math/Science) - 24115	108
Fresh Fruit and Vegetables - 24118	109
IDEA - B "Risk Pool" - 24120	110
Title 111- English Language Acquisition - 24153	111
Title 11 - Teacher/Principle Training & Recruiting - 24154	112
Title IV- Safe & Drug Free Schools & Community - 24157	113
Title I- Rural & Low-Income Schools - 24160	114
Title I School Improvement - 24162	115
Immigrant Funding - Title III - 24163	116
Reading First - 24167	117
Carl D Perkins Spec. Proj. - Current - 24174	118
Carl D Perkins Secondary - Redistribution - 24176	119
Title I Federal Stimulus - 24201	120
ARRA IDEA-B - 24206	121
ARRA IDEA-B Preschool - 24209	122
Early Intervention Services - 24212	123
Education of Homeless Federal Stimulus - 24213	124
Enhancing Ed. Thru Tech. - Fed Stimulus - 24249	125
Title I - Sch. Improvement Federal Stimulus - 24262	126
Alcohol Abuse Reduction - 25111	127
Impact Aid Sp Ed (Title VIII) - 25145	128
Impact Aid Indian Education - 25147	129
Title XIX Medicaid 3/21 Years - 25153	130
Indian Education (Title VII) EASIE Grant - 25184	131
SEG Federal Stimulus - 25250	132
Education Job Fund - 25255	133
Enlac-UNM - 26103	115
LANL Foundation - 26113	135
PNM Foundation Inc. - 26123	136
NNM Network Teacher Incentive Funds - 26182	137
Dual Credit Instructional Materials - 27103	138
2008 Go Bond Student Library Fund (SB-333) - 27105	139
2010 Go Bonds Library Fund - 27106	140
Technology For Education PED - 27117	141
Incentive For School Improvement Act PED -27138	142
Libraries - Go Bonds - Laws of 2004 - 27145	143
Beginnng Teacher Mentoring Program - 27154	144
Breakfast For Elementary Students - 27155	145
Rural Ed Bureau - Summer Enrichment Prog. - 27165	146
Kindergarten - Three Plus - 27166	147
Summer Reading Math & Science Institutes - 27548	148

**STATE OF NEW MEXICO  
ESPANOLA PUBLIC SCHOOL DISTRICT  
TABLE OF CONTENTS**

<b>SUPPLEMENTARY INFORMATION (Continued)</b>	<b><u>Page</u></b>
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual (Continued):	
Go Library Books -27549	149
NM Highway Department (Road) - 28120	150
AP New Mexico Incentive Funding - 28168	151
Private Dir Grants (Categorical) - 29102	152
School Based Health Center-NMHD - 29130	153
Capital Project Funds	155
Combining Balance Sheet – Nonmajor Capital Projects Funds	156
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	158
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:	
Bond Building Capital Projects Fund - 31100	160
Public Schools Capital Outlay - 31200	161
Special Capital Outlay- State - 31400	162
Capital Improvement SB-9 - 31700	163
Ed. Technology Equipment Act - 31900	164
Ed. Tech. Bond - Series Sept. 2007 - 31910	165
Debt Service Funds	
Combining Balance Sheet – Nonmajor Debt Service Funds	168
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds	169
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:	
Debt Service Fund -41000	170
Deferred Sick Leave - 42000	171
Total Ed.Tech. Debt. Service Sub - Fund - 43000	172
<b>COMPONENT UNIT</b>	
Component Unit – Balance Sheet	174
Component Unit – Reconciliation of the Balance Sheet	178
Component Unit – Statement of Revenues, Expenses and Changes in Fund Balance	179
Component Unit – Reconciliation of Revenues, Expenses and Changes in Fund Balance	183
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual (Non-GAAP Budgetary Basis) and Actual:	
Operational Fund- 11000	184
Instructional Materials Fund- 14000	185
Non-Instructional Support Special Revenue Fund	186
Entitlement IDEA-B Special Revenue Fund- 24106	187
Title XIX Medicaid- 25153	188
SEG Federal Stimulus- 25250	191

**STATE OF NEW MEXICO  
ESPANOLA PUBLIC SCHOOL DISTRICT  
TABLE OF CONTENTS**

<b>COMPONENT UNIT (Continued)</b>	<b><u>Page</u></b>
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual (Non-GAAP Budgetary Basis) and Actual:	
Education Jobs Fund- 25255	192
2008 GO Bond Library Fund- 27105	189
2010 GO Bond Library Fund- 27106	190
Libraries – SB301 GO Bonds Special Revenue Fund- 27170	193
Public School Capital Outlay Capital Projects Fund- 31200	194
Public School Capital Outlay Capital Projects Fund- 31400	195
Schedule of Cash and Investments	196
Cash Reconciliation	197
 <b>SUPPORTING SCHEDULES</b>	
Schedule of Changes in Assets and Liabilities - Agency Funds	201
Schedule of Collateral Pledged by Depository	202
Schedule of Cash and Temporary Investment Accounts	203
Cash Reconciliation	204
 <b>COMPLIANCE SECTION</b>	
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	210
 <b>FEDERAL FINANCIAL ASSISTANCE</b>	
Report on Compliance That Could Have A Direct And Material Effect On Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	
Schedule of Expenditures of Federal Awards	215
Schedule of Findings and Questioned Costs	216

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**OFFICIAL ROSTER**  
**JUNE 30, 2012**

<b>Name</b>	<b>Title</b>
<b>Board of Education</b>	
Floyd E. Archuleta	President
Andrew J. Chavez	Vice President
Ralph Medina	Secretary
Pablo Lujan	Member
Jose I. "Coco" Archuleta	Member
<b>School Officials</b>	
Mr. Arthur Blea	Superintendent
Ms. Jeannette Trujillo	Director of Finance

## **FINANCIAL SECTION**



## INDEPENDENT AUDITORS' REPORT

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Espanola Public School District  
Espanola, New Mexico

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general funds and major special revenue fund of Espanola Public School District (the "District"), New Mexico, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project fund, debt service fund and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2012 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the Management's Discussion and Analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

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

**Harshwal & Company LLP**  
**Certified Public Accountants**

*Harshwal & Company LLP*

**Albuquerque, New Mexico**  
**November 14, 2012**

# **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT- WIDE  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	<b>Governmental activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 15,666,461	\$ 163,544
Property taxes receivables	1,767,616	
Due from other governments	3,147,292	11,827
Interfund balances	23,711	(71,484)
Inventory	36,447	58,253
Total current assets	20,641,527	162,140
Noncurrent assets		
Bond issuance costs (net of amortization)	92,302	-
Capital assets		
Land & land improvements	7,538,943	
Construction in progress	1,785,450	
Buildings and building improvements	135,966,130	
Furniture, fixtures and equipment	4,847,721	15,770
Less: accumulated depreciation	(103,558,925)	(11,698)
Total noncurrent assets	46,671,621	4,072
Total assets	67,313,148	166,212
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Cash deficit	3,240,656	
Accounts payable	236,953	
Accrued compensated absences	61,912	
Accrued payroll liabilities	1,264,441	9,024
Deferred revenue	260,414	
Accrued interest	80,447	
Current portion of long-term debt	2,325,000	
Total current liabilities	7,469,823	9,024
Non current liabilities:		
Bond underwriter premiums (net of amortization)	3,472	
Bond due in more than one year	16,600,000	
Accrued compensated absences	282,043	
Total non-current liabilities	16,885,515	
Total liabilities	24,355,338	9,024
Invested in capital assets, net of related debt	44,064,578	4,072
Restricted for:		
Debt service	3,366,832	
Capital projects	8,583,314	(174,272)
Unrestricted	(13,056,914)	327,388
Total net assets	\$ 42,957,810	157,188
Total liabilities and net assets	\$ 67,313,148	\$ 166,212

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program revenues</u>		<u>Net (expenses) revenues and changes in net assets</u>	<u>Component unit</u>
		<u>Charges for service</u>	<u>Operating grants and contributions</u>		
<b>Primary government</b>					
Governmental activities:					
Instruction	\$ 21,344,201	\$ 236,908	\$ 5,204,286	\$ (15,903,007)	
Support services :					
Students	4,216,599		670,671	(3,545,928)	
Instruction	642,898			(642,898)	
General administration	1,131,217			(1,131,217)	
School administration	2,269,236		393,613	(1,875,623)	
Other support services	175,651			(175,651)	
Central services	1,131,206			(1,131,206)	
Operation & maintenance of plant	5,466,463			(5,466,463)	
Student transportation	1,545,343		1,467,275	(78,068)	
Food services operation	2,342,982	50,816	2,078,700	(213,466)	
Depreciation unallocated	2,211,502			(2,211,502)	
Interest on long-term debt	<u>313,275</u>			<u>(313,275)</u>	
Total primary government	<u>\$ 42,790,573</u>	<u>\$ 287,724</u>	<u>\$ 9,814,545</u>	<u>(32,688,304)</u>	<u>0</u>
<b>Component unit</b>	<u>\$ 1,914,408</u>	<u>\$ 33,503</u>	<u>\$ 25,097</u>		<u>(1,855,808)</u>
<b>General revenues:</b>					
Property taxes:					
Levied for general purposes				90,542	
Levied for debt service				8,715	
Levied for capital projects				1,957,034	
State equalization guarantee				29,193,161	1,692,046
Unrestricted investment earnings				80,263	
Miscellaneous					<u>73,605</u>
Total general revenues				<u>31,329,715</u>	<u>1,765,651</u>
Change in net assets				(1,358,589)	(90,157)
Net assets - beginning of year				<u>45,723,806</u>	<u>247,345</u>
Restatement of net assets				<u>(1,407,407)</u>	0
Adjusted net assets- beginning				<u>44,316,399</u>	<u>247,345</u>
Net assets - end of year				<u>\$ 42,957,810</u>	<u>\$ 157,188</u>

The accompanying notes are an integral part of these financial statements

**GOVERNMENTAL  
FUND FINANCIAL STATEMENT**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

	11000 - OPERATIONAL	13000 - PUPIL TRANSPORTATION	14000 - TOTAL INSTRUCTIONAL MATERIALS SUBFUND
<b>ASSETS</b>			
Current assets			
Cash and temporary investments	\$ 2,722,341		\$ 26,161
Accounts receivable:			
Taxes	50,127		
Dues from other governments			
Interfund receivables	120,476	205	
Inventory	36,447		
Total assets	2,929,391	205	26,161
<b>LIABILITIES AND FUND BALANCES</b>			
Current liabilities:			
Cash deficit		9,195	
Accounts payable	33,745		
Accrued payroll liabilities	1,263,873	171	
Interfund payables	432,111		
Deferred revenue- other			
Deferred revenue-taxes	47,135		
Total liabilities	1,776,864	9,366	0
Fund balances			
Non-spendable:			
Inventories	36,447		
Restricted for:			
Capital projects			
Debt service			
Food service			
Grant activities			
Instructional materials			26,161
Transportation		(9,161)	
Assigned to:			
Subsequent year's budget	1,116,080		
Unassigned			
Total fund balance	1,152,527	(9,161)	26,161
Total liabilities and fund balance	\$ 2,929,391	\$ 205	\$ 26,161

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

	31100 - BOND BUILDING	41000 - DEBT SERVICES	OTHER GOVERNMENTAL FUNDS	TOTAL PRIMARY GOVERNMENT
<b>ASSETS</b>				
Current assets				
Cash and temporary investments	\$ 8,672,425	\$ 2,797,594	\$ 1,447,940	\$ 15,666,461
Accounts receivable:				
Taxes		1,461,498	255,991	1,767,616
Dues from other governments			3,147,292	3,147,292
Interfund receivables			838,414	959,095
Inventory				36,447
	<u>8,672,425</u>	<u>4,259,092</u>	<u>5,689,637</u>	<u>21,576,911</u>
Total assets	<u>8,672,425</u>	<u>4,259,092</u>	<u>5,689,637</u>	<u>21,576,911</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Current liabilities:				
Cash deficit			3,231,461	3,240,656
Accounts payable			203,208	236,953
Accrued payroll liabilities			397	1,264,441
Interfund payables	92,513		410,760	935,384
Deferred revenue- other			260,414	260,414
Deferred revenue-taxes		1,374,242	240,673	1,662,050
	<u>92,513</u>	<u>1,374,242</u>	<u>4,346,913</u>	<u>7,599,898</u>
Total liabilities	<u>92,513</u>	<u>1,374,242</u>	<u>4,346,913</u>	<u>7,599,898</u>
Fund balances				
Non-spendable:				
Inventories				36,447
Restricted for:				
Capital projects	8,579,912		3,402	8,583,314
Debt service		2,884,850	481,982	3,366,832
Food service				
Grant activities				
Instructional materials				26,161
Transportation				(9,161)
Assigned to:				
Subsequent year's budget			(29,551)	1,086,529
Unassigned			886,891	886,891
	<u>8,579,912</u>	<u>2,884,850</u>	<u>1,342,724</u>	<u>13,977,013</u>
Total fund balance	<u>8,579,912</u>	<u>2,884,850</u>	<u>1,342,724</u>	<u>13,977,013</u>
Total liabilities and fund balance	<u>\$ 8,672,425</u>	<u>\$ 4,259,092</u>	<u>\$ 5,689,637</u>	<u>\$ 21,576,911</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	<u>Governmental fund</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 13,977,013
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	46,579,319
Other long-term assets are not available to pay for current period expenditures and therefore are not reported in the funds	
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	1,662,050
Bond issuance costs, including original issue discounts and premiums are not financial resources and, therefore, are not reported in the funds:	
Bond issuance costs net of accumulate amortization	92,302
Bond underwriter premiums net of accumulated amortization	(3,472)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued compensated absences	(343,955)
Accrued interest payable	(80,447)
General obligation bonds	<u>(18,925,000)</u>
Net Assets-Total Governmental Activities	<u>\$ 42,957,810</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	11000 - OPERATIONAL	13000 - PUPIL TRANSPORTATION	14000 - TOTAL INSTRUCTIONAL MATERIALS SUBFUND	31100 - BOND BUILDING
<b>REVENUES:</b>				
Property taxes	\$ 90,542			
State grants	29,327,290	\$ 1,467,275	\$ 175,757	
Federal grants	768,188			
Charges for services	169,028			
Miscellaneous	161,967			
Interest	46,724			\$ 33,539
<i>Total revenues</i>	30,563,739	1,467,275	175,757	33,539
<b>EXPENDITURES:</b>				
Current:				
Instruction	16,992,700		176,283	
Support services:				
Student	3,731,514			
Instruction	507,659			
General administration	1,126,099			
School administration	1,936,575			
Central services	916,774			
Operation & maintenance of plant	5,329,627			
Student transportation	16,778	1,459,461		
Other support service	175,651			
Food services operations	328,000			
Community service				
Capital outlay	151,332			3,410,817
Debt service:				
Principal				
Interest				
Bond Issue Costs				79,115
<i>Total expenditures</i>	31,212,709	1,459,461	176,283	3,489,932
Excess (deficiency) of revenues over (under) expenditures	(648,970)	7,814	(526)	(3,456,393)
Other financing sources (uses):				
Proceeds from bond issues	0	0	0	9,900,000
<i>Total other financing sources (uses)</i>	0	0	0	9,900,000
Net changes in fund balances	(648,970)	7,814	(526)	6,443,607
Fund balances - beginning of year	1,801,497	(16,975)	26,687	2,136,305
Fund balances- end of year	\$ 1,152,527	\$ (9,161)	\$ 26,161	\$ 8,579,912

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	41000 - DEBT SERVICES	OTHER GOVERNMENTAL FUNDS	TOTAL PRIMARY GOVERNMENT
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
Property taxes	\$ 2,489,139	\$ 386,822	\$ 2,966,503
State grants		162,095	31,132,417
Federal grants		6,856,485	7,624,673
Charges for services		118,697	287,725
Miscellaneous		88,651	250,618
Interest			80,263
	<u>2,489,139</u>	<u>7,612,750</u>	<u>42,342,199</u>
<i>Total revenues</i>			
<b>EXPENDITURES:</b>			
Current:			
Instruction		4,175,218	21,344,201
Support services:			
Student		485,085	4,216,599
Instruction		135,239	642,898
General administration	24,644	74,608	1,225,351
School administration		332,661	2,269,236
Central services		214,432	1,131,206
Operation & maintenance of plant		136,836	5,466,463
Student transportation		69,104	1,545,343
Other support service			175,651
Food services operations		2,014,982	2,342,982
Community service			
Capital outlay		389,890	3,952,039
Debt service:			
Principal	2,055,000	350,000	2,405,000
Interest	434,497	20,738	455,235
Bond Issue Costs			79,115
	<u>2,514,141</u>	<u>8,398,793</u>	<u>47,251,319</u>
<i>Total expenditures</i>			
Excess (deficiency) of revenues over (under) expenditures	<u>(25,002)</u>	<u>(786,043)</u>	<u>(4,909,120)</u>
Other financing sources (uses):			
Proceeds from bond issues	<u>193,251</u>	<u>0</u>	<u>10,093,251</u>
<i>Total other financing sources (uses)</i>	<u>193,251</u>	<u>0</u>	<u>10,093,251</u>
Net changes in fund balances	168,249	(786,043)	5,184,131
Fund balances - beginning of year	<u>2,716,601</u>	<u>2,128,767</u>	<u>8,792,882</u>
Fund balances- end of year	<u>\$ 2,884,850</u>	<u>\$ 1,342,724</u>	<u>\$ 13,977,013</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUNDS BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENTS OF ACTIVITIES**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Governmental fund</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 5,184,131
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.	
Depreciation expense	(2,211,502)
Capital outlays	3,952,039
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:	
Proceeds from bond issuance	(10,093,251)
Change in deferred revenue related to property taxes receivable	(910,211)
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 assets. 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:	
Bond issuance costs	79,115
Decrease (Increase) in accrued interest payable	141,956
Increase in accrued compensated absences	94,134
Principal payments on bonds	<u>2,405,000</u>
Change in Net Assets-total Governmental Activities	<u>\$ (1,358,589)</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**OPERATIONAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Property taxes	\$ 87,989	\$ 87,989	\$ 87,548	\$ (441)
State grants	29,222,988	29,222,988	29,327,290	104,302
Federal Grants	693,985	693,985	768,188	74,203
Charges of services	103,000	103,000	169,028	66,028
Miscellaneous	25,000	25,000	161,967	136,967
Investment Income	<u>77,615</u>	<u>77,615</u>	<u>46,724</u>	<u>(30,891)</u>
<i>Total revenues</i>	<u>30,210,577</u>	<u>30,210,577</u>	<u>30,560,745</u>	<u>350,168</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	17,086,775	16,996,775	16,973,110	23,665
Support services:				
Student	3,596,501	3,963,501	3,731,514	231,987
Instruction	561,070	561,070	507,659	53,411
General administration	990,656	1,097,432	1,126,099	(28,667)
School administration	1,901,014	1,901,014	1,936,575	(35,561)
Central services	1,062,950	1,062,950	916,774	146,176
Operation & maintenance of plant	5,570,804	5,582,449	5,366,243	216,206
Student transportation	29,500	29,500	16,778	12,722
Other support service	605,528	605,528	150,180	455,348
Food services operations	270,000	328,000	328,000	
Capital Outlay			<u>151,163</u>	<u>(151,163)</u>
<i>Total expenditures</i>	<u>31,674,798</u>	<u>32,128,219</u>	<u>31,204,095</u>	<u>924,124</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,464,221)</u>	<u>(1,917,642)</u>	<u>(643,350)</u>	<u>(2,560,992)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	<u>(1,464,221)</u>	<u>(1,917,642)</u>	<u>0</u>	<u>1,917,642</u>
<i>Total other financing sources (uses)</i>	<u>(1,464,221)</u>	<u>(1,917,642)</u>	<u>0</u>	<u>1,917,642</u>
<i>Net changes in fund balances</i>	0	0	(643,350)	(643,350)
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>2,857,317</u>	<u>2,857,317</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>2,213,967</u>	<u>\$ 2,213,967</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(643,350)	
Adjustments to revenues			<u>2,994</u>	
Adjustments to expenditures			<u>(8,614)</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ (648,970)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PUPIL TRANSPORTATION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
State grants	\$ <u>1,377,174</u>	\$ <u>1,377,174</u>	\$ <u>1,467,275</u>	\$ <u>90,101</u>
<i>Total revenues</i>	<u>1,377,174</u>	<u>1,377,174</u>	<u>1,467,275</u>	<u>90,101</u>
<i>EXPENDITURES:</i>				
Current:				
Student transportation	<u>1,377,174</u>	<u>1,467,277</u>	<u>1,459,461</u>	<u>7,816</u>
<i>Total expenditures</i>	<u>1,377,174</u>	<u>1,467,277</u>	<u>1,459,461</u>	<u>7,816</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(90,103)</u>	<u>7,814</u>	<u>97,917</u>
<i>Net changes in fund balances</i>	0	(90,103)	7,814	97,917
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(16,975)</u>	<u>(16,975)</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ (90,103)</u></u>	<u><u>(9,161)</u></u>	<u><u>\$ 80,942</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>7,814</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u><u>\$ 7,814</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**INSTRUCTIONAL MATERIALS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ <u>156,901</u>	\$ <u>156,901</u>	\$ <u>175,757</u>	\$ <u>18,856</u>
<i>Total revenues</i>	<u>156,901</u>	<u>156,901</u>	<u>175,757</u>	<u>18,856</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>183,508</u>	<u>208,105</u>	<u>176,283</u>	<u>31,822</u>
<i>Total expenditures</i>	<u>183,508</u>	<u>208,105</u>	<u>176,283</u>	<u>31,822</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(26,607)</u>	<u>(51,204)</u>	<u>(526)</u>	<u>50,678</u>
<i>Net changes in fund balances</i>	(26,607)	(51,204)	(526)	50,678
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>26,687</u>	<u>26,687</u>
<i>Fund balances - end of year</i>	<u>\$ (26,607)</u>	<u>\$ (51,204)</u>	<u>26,161</u>	<u>\$ 77,365</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>(526)</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ (526)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

	<u>Agency fund</u>
<b>ASSETS</b>	
Cash	
Due from other funds	\$ <u>134,830</u>
<i>Total assets</i>	<u>134,830</u>
<b>LIABILITIES</b>	
Deposits held in trust for others	<u>134,830</u>
<i>Total Liabilities</i>	<u>134,830</u>
<b>NET ASSETS</b>	
Unrestricted Net Assets	<u>                    </u>
Total Net Assets	<u>                    </u>
Total Net assets & liabilities	\$ <u>134,830</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies**

The Espanola Public School District (the “District”) 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. The Board selects a superintendent who administers the District.

The summary of significant accounting policies of the District is presented to assist in the understanding of the District’s financial statements. The financial statements and notes are the representation of Espanola Public School District’s management, who is responsible for their integrity and objectivity. The financial statements of the Espanola Public School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) statements and interpretations, Accounting Principles, Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The Government-Wide financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles, Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued after November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the District’s accounting policies are described below.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies (Continued)**

A. *Financial Reporting entity*

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the District may, without approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The District also has one component unit, Carinos Charter School, as defined by GASB Statement No. 14 as there are one other legally separate organization for which the elected School Board members are financially accountable. There are no other primary governments with which the District meets the criteria for including as component units. There are no other primary governments with which the District has a significant relationship.

B. *Government-wide and fund financial statements*

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

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

**STATE OF NEW MEXICO**  
ESPANOLA PUBLIC SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of significant accounting policies (Continued)**

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 are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-Exchange Transactions*. Property taxes are recognized as revenues in the year for which the taxes are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, 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.

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

**STATE OF NEW MEXICO**  
ESPANOLA PUBLIC SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of significant accounting policies (Continued)**

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

The *general fund* is the primary operating fund of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

The *special revenue funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *capital projects funds* account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

The *debt service funds* account for the services of long-term debt not being financed by proprietary or nonexpendable trust funds.

Under the requirements of GASB Statemen No. 34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the General Fund), which may include funds that were not required to be presented as major but were at the discretion of management:

*Operational Funds:*

The *Transportation fund* is used to account for the State Equalization, received from the Public Education Department (PED), which is used to pay for the costs associated with transporting school age children. This is considered by PED to be a sub-fund of the General Fund.

The *Instructional materials fund* is used to account for the monies received from the Public Education Department (PED) for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students. This is considered by PED to be a sub-fund of the General Fund.

The *Bond Building Capital Projects Fund* is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

The *Debt Service Fund* is used to account for the accumulation of resources for the payment of General Long-Term Debt principal and interest.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies (Continued)**

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

Additionally, the government reports the following fund types:

*Fiduciary Funds:*

The fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. These funds account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or student organizations Fund.

*Agency Funds:*

Agency funds are used to account for assets that the government holds for others in an agency capacity. These agency funds are as follows:

School activity funds - accounts for assets held by the District as an agent for the individual schools and school organization.

Clearing agency fund – accounts for assets held by the District before they are remitted to other entities such as withholdings including pension, retiree health care, and others.

Component Unit – Charter School

The District has one Charter School, Carinos Charter School, which was established by order of the Secretary of Education in the fiscal year ended June 30, 2006. The Charter School meets the State Auditor’s criteria for inclusion as a component unit. The Charter School is presented discretely. The Charter Schools did not have any component units. If it had any component units similar to fiduciary funds, it would not be incorporated into the government-wide financial statements. The component unit would have been treated as a major fund for financial statement preparation.

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.

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District’s taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District’s general revenues.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies (Continued)**

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

Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as Title I and IDEA-B to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from the state resources such as SB-9 and HB-33 funding to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and other items not properly included among program revenues.

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Proprietary funds distinguish operating revenues and expenses from the non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenue of the District's enterprise fund is fees. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. *Assets, liabilities and Net Assets or Equity*

**Cash 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**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

D. *Assets, liabilities and net assets or equity - (Continued)*

**Restricted Assets:** Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended.

**Receivables and payables:** Interfund activity is reported as either 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 costs 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 Rio Arriba County. The funds are collected by the County Treasurer and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the Rio Arriba County Treasurer in July and August, 2012 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2012.

Certain special revenue funds are administered on a reimbursement method of funding, and 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 material 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 material listed in the State Board of Education 'State Adopted Instructional Material' list, while fifty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash drawdowns, or transfer to the fifty percent account for requisition of material from the adopted list. The Districts are allowed to carry forward unused textbook credits from year to year.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

D. *Assets, liabilities and net assets or equity - (Continued)*

**Inventory:** Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the General and Food Services funds consists of expendable supplies held for consumption and related supplies. The cost is recorded as an expenditure at the time individual inventory items are purchased. The reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute “available spendable resources” even though they are a component of net 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. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government-wide statements. 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).

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

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 during the year ended June 30, 2012

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

Buildings and improvements	40 years
Land improvements	20 years
Furniture, fixtures and equipment	3-10 years
Vehicles	10 years

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

D. *Assets, liabilities and net assets or equity - (Continued)*

**Deferred revenues:** The District recognizes grant revenue 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 deferred 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 deferred revenues in the governmental fund financial statements.

**Compensated absences:** Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period the bonds are issued. 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 services expenditures.

**Net Assets or Fund equity:** Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of which is presented in Note 15.

In the government-wide financial statements, fund equity is classified as net assets and is displayed in three components:

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

D. *Assets, liabilities and net assets or equity - (Continued)*

*Invested in capital assets, net of related debt:* Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

*Restricted Net Assets:* Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets are restricted for “debt service or capital projects.”

*Unrestricted Net Assets:* All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

The Government-wide Statement of Net Assets reports \$11,950,146 of restricted net assets of which \$8,583,314 is restricted by enabling legislation.

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

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

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

All other interfund transactions, except quasi-external transactions and reimbursements are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**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. Significant estimates affecting the District’s financial statements include management’s estimate of the useful lives of capital assets.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies (Continued)**

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 cost.

A school district’s program costs are determined through the use of various formulas using ‘program units’ which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$29,193,161 in state equalization guarantee distributions during the year ended June 30, 2012.

**Tax revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency. The District records only the portion of the taxes considered to be ‘measurable’ and ‘available’ on a modified accrual basis. The District recognized \$2,056,291 in tax revenues during the year ended June 30, 2012. 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.

Property taxes attach an enforceable lien on property as of January 1. Tax notices are sent to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. Rio Arriba County collects County, City, and School taxes and distributes them to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year.

**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 \$1,467,275 in transportation distributions during the year ended June 30, 2012.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

E. *Revenues* - (Continued)

**Instructional materials:** The New Mexico Public Education Department (PED) receives federal material 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 State Board of Education "State Adopted Instructional Material" list, while the other fifty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2012 totaled \$175,757.

**Public school capital outlay:** Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program, and the capital outlay expenditures are limited to the purchase, or construction of temporary or permanent classrooms.

The council shall approve an application for grant assistance from the fund when the council determines that:

1. A critical need exists requiring action;
2. The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The District is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division; and
5. The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority and all allocations shall be made on a priority basis.

Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

During the year ended June 30, 2012, the District did not receive any special capital outlay (state) funds.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 1. Summary of significant accounting policies - (Continued)**

E. *Revenues* - (Continued)

**SB-9 State match:** The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1, of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. Provided, however, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

The District did not receive any funds in state SB-9 matching during the year ended June 30, 2012.

**Federal grants:** The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operated under its own budget, which has been approved by the Federal Department or the flowthrough agency (usually the New Mexico Department of Education). The various budgets are approved by the Local School Board and the New Mexico Public Education Department.

The District also receives revenues from Federal department which are unrestricted to expenditures for special purposes. These revenues are reported in the Operational fund.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 2. Stewardship, compliance and accountability**

*Budgetary information*

Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Public Education Department. 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 the fund balance.

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

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department (PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.
2. In May or June of each year, the proposed “operating” budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 2. Stewardship, compliance and accountability**

*Budgetary information - (continued)*

4. The “operating” budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.
5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
6. 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 Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the DBPU.
8. Legal budget control for expenditures is by function.
9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year’s budget. The budget of Espanola Public School District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.
10. 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.
11. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 2. Stewardship, compliance and accountability - (Continued)**

*Budgetary information - (continued)*

New Mexico State Law Prohibits a Governmental Agency from exceeding an individual line item.

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2012, is presented.

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

**NOTE 3. Cash and temporary investments**

State statutes authorize the investment of 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 requirement as of June 30, 2012.

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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3. Cash and temporary investments - (Continued)**

The collateral pledged is listed on Schedule II 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 \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution. This coverage has increased to \$250,000 for time and savings deposits as well as demand deposits until December 31, 2013. Additionally, until December 31, 2012, all deposits in non-interest bearing transaction accounts (such as non-interest bearing checking accounts) at participating institutions are fully guaranteed, regardless of dollar amount.

**Primary Government**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2012, \$9,201,424 of the District's deposits of \$9,701,424 was exposed to custodial credit risk. \$5,461,391 was uninsured and uncollateralized by collateral held by the pledging bank's trust department, not in the District's name. As of June 30, 2012, the carrying amount of these deposits was \$12,425,805.

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.

	<u>Valley National Bank</u>	<u>Bank of America</u>	<u>Total</u>
Total amounts of deposits	\$ 9,204,700	\$ 496,724	\$ 9,701,424
FDIC coverage	<u>250,000</u>	<u>250,000</u>	<u>500,000</u>
Total uninsured public funds	<u>8,954,700</u>	<u>246,724</u>	<u>9,201,424</u>
Pledged collateral held by pledging bank's trust department or agent but not in the District's name	<u>(12,847,462)</u>	<u>(1,815,353)</u>	<u>(14,662,815)</u>
Uninsured and uncollateralized	<u>(3,892,762)</u>	<u>(1,568,629)</u>	<u>(5,461,391)</u>
Collateral requirement (50% of uninsured public funds)	4,477,350	123,362	4,600,712
Pledged securities	<u>12,847,462</u>	<u>1,815,353</u>	<u>14,662,815</u>
Total under (over) collateralized	<u><u>\$ (8,370,112)</u></u>	<u><u>\$ (1,691,991)</u></u>	<u><u>\$ (10,062,103)</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3. Cash and Temporary Investments - (Continued)**

**Reconciliation of Cash and Temporary Investments**

Governmental funds – balance sheet	
Cash and cash equivalents per Statement of Net Assets	\$ 12,425,805
Cash per Statement of Fiduciary Net Assets	
	<u>12,425,805</u>
Add outstanding checks and other reconciling items	<u>2,724,381</u>
Bank balance of deposits	<u>\$ 9,701,424</u>

**Investments**

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

The District had the following temporary investments at June 30, 2012:

<b>Investment Type</b>	<b>Fair Value</b>	<b>Investment Maturities Less than 1 year</b>
New Mexico	\$ 3,873,906	\$ 3,873,906
State Investment	<u>5,581,865</u>	<u>5,581,865</u>
Total	<u>\$ 9,455,771</u>	<u>\$ 9,455,771</u>

The District’s investment policy does not specifically limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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

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

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

Custodial Credit Risk: State statutes authorize the investment of school district funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool and money market accounts. The District is also allowed to invest in United States Government obligations. The District’s investment policy does not further its investment choices.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 3. Cash and temporary investments - (Continued)**

The State Treasurer Local Government Investment Pool is not registered with the SEC. Section 6-10-10 1, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment funds in securities that are issued by the United States government or by its departments or agencies and are either backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares; at the end of each month all interest earned is distributed by the State Treasurer to the length of time the amounts of the fund were invested. Any unrealized gain or loss on the portfolio is distributed through the investment yield on distribution dates. The carrying amount or fair market value of these investments approximates cost. The State of New Mexico is the regulatory oversight entity and participation in the pool is voluntary. The State Treasurer Local Government investment is rated AAAm by Standard and Poor's; its WAM is 50 as of June 30, 2012.

**Component Unit**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the Charter Schools deposits may not be returned to it. The Charter School does not have a deposit policy for custodial credit risk. At June 30, 2012, \$0 of the Charter school's deposits of \$272,490 was exposed to custodial credit risk. As of June 30, 2012, the carrying amount of these deposits was \$163,544. The Charter School is a 501(c)(3) tax exempt organization not subject to the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

	<u>Valley</u>	
	<u>National Bank</u>	
Amount of deposits	\$ 272,490	
FDIC coverage	<u>272,490</u>	
Total uninsured public funds	\$ <u>0</u>	
Cash and cash equivalents per Component Unit		\$ <u>163,544</u>
Add outstanding checks and other reconciling items		<u>108,946</u>
Bank balance of cash and temporary investments		\$ <u><u>272,490</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 4. Inventory**

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. The reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of net current assets.

Inventories at June 30, 2012 consisted of the following:

General Fund:	
Operational account (maintenance supplies)	36,447
	<u>\$ 36,447</u>
Component Unit:	
General Fund	<u>\$ 58,253</u>

**NOTE 5. Receivables**

Receivables as of June 30, 2012, are as follows:

	General Fund	Debt Service Fund	Non- Major funds	Total
Property taxes	\$ 50,127	\$ 1,461,498	\$ 255,991	\$ 1,767,616
Intergovernmental - grants	<u>                    </u>	<u>                    </u>	<u>3,147,292</u>	<u>3,147,292</u>
Total receivables	<u>\$ 50,127</u>	<u>\$ 1,461,498</u>	<u>\$ 3,403,283</u>	<u>\$ 4,914,908</u>

The above receivables are deemed 100% collectible. In accordance with GASB statement # 33, property tax receivables should be presented net of deferred revenues on the governmental fund financial statements.

**Component Unit**

	<b>IDEA-B Entitlement</b>	<b>Education Jobs Fund</b>	<b>Total</b>
Intergovernmental grants	\$ 11,162	665	\$ 11,827

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 6. Interfund Receivables, Payables, and Transfers**

The District records temporary interfund receivable and payables to enable the funds to operate until grant monies are received. The composition of interfund balances as of June 30, 2012 is as follows:

<b>Governmental Activities:</b>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>Major Funds:</b>		
General Fund	\$ 120,681	\$ 432,111
Bond Building Fund		92,513
<b>Nonmajor Funds:</b>		
Food Service	410,824	
Entitlement IDEA-B	4	
IDEA-B Stimulus	9	
Preschool Stimulus	3	
Teacher/Principal Training & Recruiting	54	
Entitlement IDEA-B – Federal Stimulus	92	
Title I School Improvement	2,396	
Reading First	8,511	
Carl D Perkins Special Project Current	7	
Title I Fed Stimulus	6	
ARRA IDEA B	5,395	
ARRA IDEA B PreSchool	4,186	
Enhancing Ed Thru Tech - Fed Stimulus	6,011	
Impact Aid SPED (Title VIII)	20	
Impact Aid Indian Education	402	
Kindergarten Three Plus	20,157	
Immigrant Funding Title III		10,907
Ed Technology Equipment Act	370,301	
Ed Technology Bond Series Sep 2007		399,853
Total Ed Tech. Debt Service Sub Fund	<u>10,036</u>	
 Total All Funds	 <u><u>\$ 959,095</u></u>	 <u><u>\$ 935,384</u></u>

Component Unit:

General Fund	\$ 28,805	\$ -
Entitlement IDEA B	34,632	
SEG Federal Stimulus		29,790
Pub School Capital Outlay		51,047
Special Capital Outlay State		54,084
Total	<u><u>\$ 63,437</u></u>	<u><u>\$ 134,921</u></u>

All interfund balances are to be paid within one year.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2012 follows. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2011	Adjustments	Additions	Balance June 30, 2012
Capital Assets not being depreciated:				
Land	\$ 4,852,702	\$ (413,888)	\$ 590,000	\$ 5,028,814
Construction in progress		847,995	937,455	1,785,450
	<u>4,852,702</u>	<u>434,107</u>	<u>1,527,455</u>	<u>6,814,264</u>
Capital assets being depreciated:				
Land improvements		2,263,706	246,423	2,510,129
Buildings and building improvements	67,090,096	67,134,154	1,741,880	135,966,130
Equipment and vehicles	6,355,870	(1,944,430)	436,281	4,847,721
Total Capital Assets being depreciated:	<u>73,445,966</u>	<u>67,453,430</u>	<u>2,424,584</u>	<u>143,323,980</u>
Less Accumulated Depreciation for:				
Land and land improvements		1,483,887	77,265	1,561,152
Buildings and building improvements	28,757,571	68,173,355	1,869,542	98,800,468
Equipment and vehicles	3,294,908	(362,298)	264,695	3,197,305
Total Accumulated depreciation:	<u>32,052,479</u>	<u>69,294,944</u>	<u>2,211,502</u>	<u>103,558,925</u>
Governmental activities capital assets, net:	<u>\$ 46,246,189</u>	<u>\$ (1,407,407)</u>	<u>\$ 1,740,537</u>	<u>\$ 46,579,319</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 7. Capital Assets (Continued)**

**Component Unit:**

	<u>Balance</u> <u>June 30, 2011</u>	<u>Adjustments</u>	<u>Additions</u>	<u>Balance</u> <u>June 30, 2012</u>
Capital assets being depreciated:				
Equipment and vehicles	\$ 15,770	\$ 0	\$ 0	\$ 15,770
Total Capital Assets being depreciated:	<u>15,770</u>	<u>0</u>	<u>0</u>	<u>15,770</u>
Less Accumulated Depreciation for:				
Equipment and vehicles	<u>9,058</u>	<u>0</u>	<u>2,640</u>	<u>11,698</u>
Total Accumulated depreciation:	<u>9,058</u>	<u>0</u>	<u>2,640</u>	<u>11,698</u>
Governmental activities capital assets, net:	<u>\$ 6,712</u>	<u>\$ 0</u>	<u>\$ (2,640)</u>	<u>\$ 4,072</u>

Depreciation expense for the year ended June 30, 2012 in the amount of \$2,211,502 was not charged to governmental activities. The entire amount is considered unallocated.

**Component Unit**

Depreciation expense for the year ended June 30, 2012 in the amount of \$2,640 was charged to the following functions:

Instruction	\$ 1,354
Support Services – Central Services	<u>1,286</u>
	<u>\$ 2,640</u>

**NOTE 8. Long - term Debt**

During the year ended June 30, 2012, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	<u>Balance</u> <u>June 30,2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30,2012</u>	<u>Due Within</u> <u>One Year</u>
Bonds Payable	\$ 11,430,000	\$ 9,900,000	\$ (2,405,000)	\$ 18,925,000	\$ 2,325,000
Compensated Absences	<u>249,821</u>	<u>227,264</u>	<u>(133,130)</u>	<u>343,955</u>	<u>61,912</u>
Total	<u>\$ 11,679,821</u>	<u>\$ 10,127,264</u>	<u>\$ (2,538,130)</u>	<u>\$ 19,268,955</u>	<u>\$ 2,386,912</u>

**GENERAL OBLIGATION REFUNDING SCHOOL BONDS SERIES 2011B:**

On September 23, 2011, the School District approved a resolution authorizing the issuance of the Series 2011B General obligation Refunding Bonds in an amount of \$4,810,000. The purpose of the issuance was to refund series 2002 and series 2003 bonds. The Series 2011B G.O. Refunding bonds are payable in annual installments on September 1 and interest is payable on March 1 and September 1.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 8. Long - term Debt (Continued)**

The annual requirements to amortize the Bonds as of June 30, 2012 including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 2,325,000	\$ 540,951	\$ 2,865,951
2014	1,675,000	572,366	2,247,366
2015	1,720,000	521,879	2,241,879
2016	1,680,000	474,153	2,154,153
2017	1,025,000	417,731	1,442,731
2018 - 2023	7,540,000	1,755,443	9,295,443
2024 - 2029	2,960,000	580,800	3,540,800
Totals	<u>\$ 18,925,000</u>	<u>\$ 4,863,323</u>	<u>\$ 23,788,323</u>

In prior years, the general fund was typically used to liquidate long-term liabilities other than general obligation bonds.

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2012, compensated absences increased \$94,134 over the prior year accrual. See Note 1 for more details

Operating Leases – The District leases office equipment under short-term cancelable operating leases. Rental cost for the year ended June 30, 2012 was \$230,726.

**NOTE 9. Risk Management**

The District is a member of the New Mexico Public Schools 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 \$750,000,000 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 Security, which includes a \$750 deductible.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 9. Risk Management (Continued)**

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, 2012, 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. The following funds reported a deficit fund balance at June 30, 2012.

**Governmental Funds:**

**Major Funds:**

Transportation (13000)	\$	9,161
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**Nonmajor Funds:**

Athletics (22000)		129
Impact Aid Indian Education (25147)		1
LANL Foundation (26113)		11,580
Dual Credit IM (HB2) (27103)		4,255
2008 G.O. Bonds (27105)		10,841
2010 Go Bonds Library Fund (27106)		22,907
Libraries Laws of 2004 (27145)		196
Breakfast For Elementary Students (27155)		27,379
Rural Ed. Bureau-Summer Enrichment Prog.(27165)		7,238
NM Highway Department (28120)		3,348
Public School Capital Outlay (31200)		19,456
Special Capital Outlay State (31400)		99,195
Ed. Tech. Bond- Series Sept. 2007 (31910)		<u>399,853</u>
Total	\$	<u><u>615,539</u></u>

These deficits are expected to be funded by additional grant funds and charges for services, where applicable.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 10. Other Required Individual Fund Disclosures (Continued)**

B. Excess of expenditures over appropriations. The following funds exceeded approved budgetary authority for the year ended June 30, 2012.

**Governmental Funds:**

**Major Funds:**

General Fund- General administration	\$ 28,667
General Fund- School administration	<u>35,561</u>
Total Major Governmental Funds	<u><u>64,228</u></u>

**Nonmajor Funds:**

Activity Trans.-Student transportation	3,560
Title I-IASA-Operation & maintenance of plant	1,756
Title I-IASA-School administration	8,045
Title I-IASA-General administration	939
Title I-IASA-Capital outlay	8,343
Preschool IDEA-B-Student transportation	1,708
English Language Acq.-School administration	680
Rural Income SRF-Instruction	5,007
PSCO20%CPF-General administration	10,133
CISB-9 CPF-Operation & maintenance of plant	108,598
Ed Tech. Bond 2007-School administration	161,156
Ed Tech. Bond 2007-Operation & maintenance of plant	3,788
Total Nonmajor Governmental Funds	<u>313,713</u>
Total Governmental Funds	<u><u>377,941</u></u>

**Component Unit:**

**Major Funds:**

General Fund-Instruction	42,806
General Fund-Support services	8,510
General Fund-School administration	24,426
General Fund-Operation & maintenance of plant	792
General Fund-Capital outlay	151,163
Instructional Fund-Instruction	<u>7,794</u>
Total Major Funds	<u><u>235,491</u></u>

**Nonmajor Funds:**

Non-Instr.-Instruction	28,177
Entit. IDEA-B - Instruction	30,261
Entit. IDEA-B - Support services	22,446
Title XIX Medicaid-Instruction	8,239
Edu. Job Fund FSSRF-Instruction	665
Public School Capital Outlay CPF-Operation & maintenance of plant	<u>138,282</u>
Total Nonmajor Funds	<u>228,070</u>
Total Component Unit	<u><u>\$ 463,561</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 11. Pension Plan - Education Retirement Board**

*Plan Description.* Substantially all of Española Public School District' full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978.) The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits, and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P. O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at [www.nmerb.org](http://www.nmerb.org).

*Funding Policy.* Effective July 01, 2011 plan members are required by statute to continue 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The District is required to contribute 12.4% of gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contribution to ERB for the fiscal years ending June 30, 2012, 2011 and 2010 were \$1,875,922.46, \$2,553,323 and \$2,698,111 respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan**

*Plan Description.* Española Public School District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and / or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan - (continued)**

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

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

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY13	2.00%	1.00%

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

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

The District’s contributions to the RHCA for the years ended June 30, 2012, 2011, and 2010 were \$373,583, \$361,951, and \$299,132, respectively, which equal the required contributions for each year.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 13. 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 District 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 14. Restatement of Net Assets**

During the year ended June 30, 2012, the District reconciled the capital asset inventory listing as a result of which a prior period adjustment was made in the amount of \$1,407,407 to the Government-wide financial statements of the primary government. Capital assets and accumulated depreciation were adjusted in the amount of \$67,887,537 and \$69,294,944 respectively to restate the net assets correctly.

**NOTE 14. Subsequent Accounting Standard Pronouncements**

In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plan*, which is effective for financial statement periods beginning after June 15, 2011. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers).

In December 2009, the GASB issued Statement No. 58, *Accounting and Financial Reporting for Chapter Bankruptcies*, which is effective for financial statement periods beginning after June 15, 2009. The objective of this Statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. It requires governments to re-measure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms a new payment plan.

In June 2010, the GASB issued Statement No. 59, *Financial Instruments Omnibus*, which is effective for financial statement periods beginning after June 15, 2010. The Statement updates and improves existing standards regarding financial reporting of certain financial instruments and external investment pools.

**STATE OF NEW MEXICO**  
ESPANOLA PUBLIC SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 14. Subsequent Accounting Standard Pronouncements (Continued)**

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, which is effective for financial statement periods beginning after June 15, 2012. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements. This Statement modifies certain requirements for inclusion of component units in the financial reporting entity and amends the criteria for reporting component units as if they were part of the primary government in certain circumstances.

In December of 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which is effective for financial statements for periods beginning after December 15, 2011. The objective of this Statement is to incorporate into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure.

The requirements in this Statement will improve financial reporting by contributing to the GASB’s efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source.

**NOTE 15. Governmental Fund Balance**

**Fund Balance:** In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

In the governmental financial statements, fund balance is classified and is displayed in five components:

*Nonspendable:* Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 15. Governmental Fund Balance (Continued)**

*Restricted:* Consists of amounts that are restricted to specific purposes as a result of a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed:* Consist of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

*Assigned:* Consist of amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned: Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

Detail relating to the fund balance classifications is displayed below:

	General Fund	Transportation Fund	Instructional Materials Fund	Bond Building Fund	Debt Service Fund	Other Funds	Total
Fund Balances:							
Nonspendable:							
Inventory	36,447	-	-	-	-	-	36,447
Restricted for:							
Education	-	-	-	-	-	-	-
Capital projects	-	-	-	8,579,912	-	3,402	8,583,314
Debt service	-	-	-	-	2,884,850	481,982	3,366,832
School construction	-	-	-	-	-	-	-
Transportation	-	(9,161)	-	-	-	-	(9,161)
Instructional materials	-	-	26,161	-	-	-	26,161
Committed:							
Assigned to:							
Debt service	-	-	-	-	-	-	-
Other capital projects	-	-	-	-	-	-	-
Subsequent year's budget	1,116,080	-	-	-	-	(29,551)	1,086,529
Other purposes	-	-	-	-	-	-	-
Unassigned:	-	-	-	-	-	886,891	886,891
Total fund balances	<u>1,152,527</u>	<u>(9,161)</u>	<u>26,161</u>	<u>8,579,912</u>	<u>2,884,850</u>	<u>1,342,724</u>	<u>13,977,013</u>



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**NOTE 15. Governmental Fund Balance (Continued)**

<b>Component Unit:</b>	<u>General Fund</u>	<u>Transportation Fund</u>	<u>Instructional Materials Fund</u>	<u>Bond Building Fund</u>	<u>Debt Service Fund</u>	<u>Other Funds</u>	<u>Total</u>
Fund Balances:							
Nonspendable:							
Inventory	58,253	-	-	-	-	-	58,253
Restricted for:							
Education	-	-	-	-	-	-	-
Special Revenue	-	-	-	-	-	56,250	56,250
Capital projects	-	-	-	-	-	(174,272)	(174,272)
Debt service	-	-	-	-	-	-	-
School construction	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Instructional materials	-	-	-	-	-	-	-
Committed:							
Assigned to:							
Debt service	-	-	-	-	-	-	-
Other capital projects	-	-	-	-	-	-	-
Subsequent year's budget	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Unassigned:	<u>209,143</u>	<u>3,742</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>212,885</u>
Total fund balances	<u><u>267,396</u></u>	<u><u>3,742</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>(118,022)</u></u>	<u><u>153,116</u></u>

# **SUPPLEMENTARY INFORMATION**

# **NONMAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

	<u>Special Revenue</u>	<u>Capital Project</u>	<u>Debt Service</u>	<u>Total</u>
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$1,086,881	\$ (97,234)	\$ 458,293	\$ 1,447,940
Accounts Receivable:				
Taxes	-	196,568	59,423	255,991
Dues from other governments	3,147,292	-	-	3,147,292
Interfund receivables	458,077	370,301	10,036	838,414
Inventory	-	-	-	-
<i>Total Assets</i>	<u>\$4,692,250</u>	<u>\$ 469,635</u>	<u>\$ 527,752</u>	<u>\$ 5,689,637</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Cash deficit	3,231,461	-	-	3,231,461
Accounts payable	183,528	19,680	-	203,208
Accrued payroll liabilities	397	-	-	397
Accrued compensated absences	-	-	-	-
Interfund payables	10,907	399,853	-	410,760
Deferred revenue- property taxes	-	194,903	45,770	240,673
Deferred revenue - other	<u>260,414</u>	<u>-</u>	<u>-</u>	<u>260,414</u>
<i>Total liabilities</i>	<u>3,686,707</u>	<u>614,436</u>	<u>45,770</u>	<u>4,346,913</u>
<i>Fund balances</i>				
Non-Spendable:				
Inventories	-	-	-	-
Restricted for:				
Capital projects	-	3,402	-	3,402
Debt service	-	-	481,982	481,982
Food service	-	-	-	-
Grant activities	-	-	-	-
Assigned to:				
Subsequent year's budget	1	(29,552)	-	(29,551)
Unassigned	<u>1,005,542</u>	<u>(118,651)</u>	<u>-</u>	<u>886,891</u>
<i>Total fund balances</i>	<u>1,005,543</u>	<u>(144,801)</u>	<u>481,982</u>	<u>1,342,724</u>
<i>Total liabilities and fund balance</i>	<u>\$4,692,250</u>	<u>\$ 469,635</u>	<u>\$ 527,752</u>	<u>\$ 5,689,637</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Special Revenue</u>	<u>Capital Project</u>	<u>Debt Service</u>	<u>Total</u>
<b>REVENUES:</b>				
Property taxes	-	\$ 8,715	\$ 378,107	\$ 386,822
State grants	\$ 162,095	-	-	162,095
Federal Grants	6,856,485	-	-	6,856,485
Charges for services	118,697	-	-	118,697
Miscellaneous	88,651	-	-	88,651
Interest	-	-	-	-
	<u>7,225,928</u>	<u>8,715</u>	<u>378,107</u>	<u>7,612,750</u>
<i>Total Revenues</i>				
<b>EXPENDITURES:</b>				
Current:				
Instruction	4,175,218	-	-	4,175,218
Support Services:				
Student	485,085	-	-	485,085
Instruction	135,239	-	-	135,239
General Administration	60,750	10,213	3,645	74,608
School Administration	171,505	161,156	-	332,661
Central Services	193,171	-	21,261	214,432
Operation & Maintenance of Plant	4,770	132,066	-	136,836
Student Transportation	69,104	-	-	69,104
Other Support Service	-	-	-	-
Food Services Operations	2,014,982	-	-	2,014,982
Capital Outlay	8,343	381,547	-	389,890
Debt Service - Principal	-	-	350,000	350,000
Debt Service - Interest	-	-	20,738	20,738
	<u>7,318,167</u>	<u>684,982</u>	<u>395,644</u>	<u>8,398,793</u>
<i>Total expenditures</i>				
Excess (deficiency) of revenues over (under) expenditures	<u>(92,239)</u>	<u>(676,267)</u>	<u>(17,537)</u>	<u>(786,043)</u>
<i>Fund balances - beginning of year</i>	<u>1,097,781</u>	<u>531,466</u>	<u>499,520</u>	<u>2,128,767</u>
<i>Fund balances - end of year</i>	<u>\$ 1,005,542</u>	<u>\$ (144,801)</u>	<u>\$ 481,983</u>	<u>\$ 1,342,724</u>

The accompanying notes are an integral part of these financial statements

# **SPECIAL REVENUE FUNDS**

## 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 (21000)** – To account for the cost of operating a student food program and is financed with federal grants and fees paid by program users.

**Athletics (22000)** – 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.

**Non-Instructional Support (23000)** – to account for budgeted revenues and expenditures which relate to student activities other than athletics.

**Title I (24101 – IASA)** – The major objectives of the Title I program are to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. 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 identifies a campus; educational 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 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.

**Entitlement IDEA-B (24106) Federal Stimulus (24206)** – To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

**Discretionary IDEA-B (24107)** – To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to all children with disabilities. Authorized by individuals with Disabilities Education Act (IDEA), Part B, Sections 611, as amended, 20 U.S.C. 1411.

**Preschool IDEA-B (24109) Federal Stimulus (24209)** – 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.

**Title VI (24112) and IDEA-B Early Intervention Services Federal Stimulus (24212)** – To account for a program funded by a Federal grant to assist the District to make improvements in elementary and secondary education. Funding authorized by Elementary and Secondary Education Act of 1965, as amended, Title I, Chapter 2, Part A; Augustus F. Hawkins-Robert T. Stafford Elementary and Secondary School Improvements of 1988, Public Law 100-297, 20 U.S.C. 2911-2952, 2971-2976.

**Education of Homeless (24113) and Education of Homeless Federal Stimulus (24213)** – To ensure that homeless children and youth have equal access to the same free, appropriate public education as other children; to provide activities for and services to ensure that these children enroll in, attend, and achieve success in school; to establish or designate an office in each State educational agency (SEA) for the coordination of education for homeless children and youth; to develop and implement programs for school personnel to heighten awareness of specific problems of homeless children and youth; and to provide grants to local educational agencies (LEAs). Authorized by McKinney-Vento Homeless Assistance Act, Title VII, Subtitle B.

**Title II-D Enhancing Education thru Technology Competitive (24149)** – To account for federal resources used to strengthen the skills of teachers in the field of technology. (P.L. 103-382)

**English Language Acquisition (24153)** – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards.

**Teacher / Principal Training & Recruiting (24154)** – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students.

## **SPECIAL REVENUE FUNDS - (continued)**

**Safe & Drug Free Schools & Community (24157)** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

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

**Title I School Improvement (24162)** – To account for federal funds to provide family-center education projects to help parents become full partners in the education of their children and to assist children in reaching their full potential as leaders. Authority is Public Law 100-297.

**Emergency Immigrant Funding (24163)** – To account for funds to provide education and opportunity to immigrant students. Funding is competitive based on the quality of the program and significant increase of the number of students being served from previous years.

**Reading First (24167)** – To account for federal resources administered by the State Public Education Department for a comprehensive reading approach which will incorporate research-based materials, intensive and systematic on-site professional development and an assessment-teaching-learning cycle that feeds assessment data into dynamic instructional decision-making. (P.L. 100-297)

**Carl D. Perkins (24174 – Secondary Current) (24176 – Secondary Redistribution)** – The objective of this grant is to provide secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

**Title I Federal Stimulus (24201) and Title I School Improvement Federal Stimulus (24262)** – to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. 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 identifies a campus; educational 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 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.

**Enhancing Education Through Technology - Formula (E2T2-F) - Fed Stimulus (24249)** - To account for federal resources used to strengthen the skills of teachers in the field of technology. (P.L. 103-382)

**Grant to Reduce Alcohol Abuse (25111)** - Grant to reduce alcohol abuse - Includes Project Success specialists and community advocacy to reduce underage drinking along with Student Wellness Action Teams and mental health services.

**Impact Aid (25145 - Special Education)** – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed.

**Impact Aid – Indian Education (25147)** – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and /or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a reduced or increased operating costs (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.



## **SPECIAL REVENUE FUNDS - (continued)**

**Title XIX MEDICAID 3/21 Years (25153)** – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children.

**Indian Education Formula Grant (25184)** – To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U.S.C. 2601-2606.

**State Equalization Guarantee – Federal Stimulus (25250)** – Education stabilization funds are used to restore state funding to public schools and higher education institutions for FY09, FY10 and FY11 for the purpose of stimulating the economy as specified in the American Recovery and Reinvestment Act (ARRA).

**Education Jobs Fund Federal Stimulus (25255)** – A federal program that provided assistance to states to save or create education jobs for the 2010-2011 school year.

**LANL Foundation (26113)** – Educational enrichment grant received from Los Alamos National Laboratory.

**PNM Foundation Inc. (26123)** – To account for a grant received from Public Services Company of New Mexico for an educational project.

**Teacher Incentive Fund (26182)** – To account for a U.S. Department of Education pass-through grant from the State of New Mexico Northern New Mexico Network for Rural Education.

**Dual Credit Instructional Materials (27103)** – To purchase college textbooks for students who dual enroll in college credited courses while still attending high school.

**2008 GO Bond Library Fund (27105)** – Funds used to purchase library books and library supplies for all school sites.

**Technology for Education PED (27117)** - The purpose of this grant is to assist the District to develop and implement a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. The authority for creation of this fund is NMSA 22-15A-1 to 22-15A-10.

**Incentives for School Improvement Act (27138)** – To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools.

**Truancy-CYFD (27139)** – A grant provided by the School and Family Support Bureau of New Mexico to provide support services to reduce truancy at Espanola Schools.

**Libraries GO BONDS Laws of 2004 (27145)** – Funds used to purchase library books and library supplies for all school sites.

**Beginning Teacher Mentoring Program (27154)** – The objective of this program is to provide beginning teachers an effective transition into the teaching profession, retain capable teachers, improve the achievement of students and improve the overall success of the school. Funding is provided by the New Mexico Board of Education. Authority for creation of this fund is NMSA 22-2-8-10.

**Breakfast for Elementary Students (27155)** – The 2005 Legislative General Appropriations Act allocated \$475,000 to implement Breakfast in the Classroom for elementary schools in need of improvement based on 2004-2005 AYP designation.

**AP Expansion (27165)** – To undertake work and activities and pedagogy that target and support the alignment and expansion of Advanced Placement Education to improve student and teacher learning and training.

**Kindergarten - Three Plus (27166)** – the funding is part of a pilot project for Kindergarten through third grade students at both Ann Parish Elementary and Desert View Elementary. Funds used for teachers, educational assistants, nurses, an academic coach, and PE coach at both schools.

**Summer Reading, Math & Science Institutes (27548)** – To account for funds utilized in summer programs. Funding is through the Public Education Department.

## **SPECIAL REVENUE FUNDS - (continued)**

**2009 Library Book Fund (27549)** – The intent of these funds were to purchase school library books.

**NM Highway Department (28120)** – To account for road funds provided by the New Mexico Highway Department.

**AP New Mexico Incentive Funding (28168)** – To account for grant funds received through New Mexico Highlands University to fund approved applications for workshops and related projects (NM Dept. of Ed., Regulation #93.1.)

**Private Direct Grants (29102)** – To account for various private direct grants allocated to the school district.

**McCune Charitable Foundation (29114)** - To account for revenues received for the enhancement of various programs. Authority: Public Education Department.

**School Based Health Clinics (29130)** – To account for funds administered by the Department of Health and the County of Dona Ana in support of providing Primary Care and Mental Health Service on school campus.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	21000 - FOOD SERVICES	22000 - ATHLETICS	23000 - ACTIVITY TRANSPORTATION
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ 167,218
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	32,597	-	-
Interfund receivables	410,824	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	443,421	-	167,218
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	22,276	129	-
Accounts payable	183,499	-	-
Accrued payroll liabilities	(97)	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	205,678	129	-
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	237,743	(129)	167,218
<i>Total fund balance</i>	237,743	(129)	167,218
<i>Total liabilities and fund balance</i>	\$ 443,421	\$ 0	\$ 167,218

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>23780 - EVHS - TV PRODUCTIONS</u>	<u>24101 - TITLE I - IASA</u>	<u>24106 - ENTITLEMENT IDEA-B</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 16,950	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	1,660,822	917,666
Interfund receivables	-	-	4
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>16,950</u>	<u>1,660,822</u>	<u>917,670</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	1,660,859	917,697
Accounts payable	-	-	-
Accrued payroll liabilities	-	(37)	(27)
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>1,660,822</u>	<u>917,670</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>16,950</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>16,950</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 16,950</u>	<u>\$ 1,660,822</u>	<u>\$ 917,670</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24107 - Discretionary IDEA-B	24109 - PRESCHOOL IDEA-B	24112 - IDEA-B Early Intervention
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	17,743	23,840	57,363
Interfund receivables	-	9	3
Other	-	-	-
Inventory	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u><u>17,743</u></u>	<u><u>23,849</u></u>	<u><u>57,366</u></u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	17,743	23,840	57,365
Accounts payable	-	-	-
Accrued payroll liabilities	-	9	1
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u><u>17,743</u></u>	<u><u>23,849</u></u>	<u><u>57,366</u></u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u><u>\$ 17,743</u></u>	<u><u>\$ 23,849</u></u>	<u><u>\$ 57,366</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24113 - Education of Homeless	24115 - TITLE II IASA (MATH/SCIENC E)	24118 - Fresh Fruit and Vegetable
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	577	52	11,415
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	577	52	11,415
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	577	52	11,415
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	577	52	11,415
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	-	-	-
<i>Total liabilities and fund balance</i>	\$ 577	\$ 52	\$ 11,415

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24120 - IDEA-B "Risk Pool"	24149 - ENHANCING ED THRU TECH (E2T2-C)	24153 - Title 111- ENGLISH LANGUAGE ACQUISITION
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	42,778	-	175,572
Interfund receivables	-	-	54
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	42,778	-	175,626
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	42,780	-	175,572
Accounts payable	-	-	-
Accrued payroll liabilities	(2)	-	54
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	42,778	-	175,626
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	-	-	-
<i>Total liabilities and fund balance</i>	\$ 42,778	\$ 0	\$ 175,626

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24154 - Title 11 - TEACHER/PRIN CIPAL TRAININ G & RECRUITING	24157 - Title IV- SAFE & DRUG FREE SCHOOLS & COMMUNITY	24160 - RURAL & LOW- INCOME SCHOOLS
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 1,841	\$ 52,367
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	163,711	-	-
Interfund receivables	-	-	92
Other	-	-	-
Inventory	-	-	-
	<u>163,711</u>	<u>1,841</u>	<u>52,459</u>
<i>Total assets</i>	<u>163,711</u>	<u>1,841</u>	<u>52,459</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	163,725	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	(14)	-	89
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	1,841	52,370
	<u>163,711</u>	<u>1,841</u>	<u>52,459</u>
<i>Total liabilities</i>	<u>163,711</u>	<u>1,841</u>	<u>52,459</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 163,711</u>	<u>\$ 1,841</u>	<u>\$ 52,459</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>24162 - TITLE I SCHOOL IMPROVEMENT</u>	<u>24163 - IMMIGRANT FUNDING - TITLE III</u>	<u>24167 - READING FIRST</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 10,907	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	2,396	-	8,511
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>2,396</u>	<u>10,907</u>	<u>8,511</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	2,396	-	8,511
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	10,907	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>2,396</u>	<u>10,907</u>	<u>8,511</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,396</u>	<u>\$ 10,907</u>	<u>\$ 8,511</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>24174 - Carl D Perkins Spec. Proj. - Current</u>	<u>24176 - Carl D. Perkins Secondary - Redistribution</u>	<u>24201 - Title I Federal Stimulus</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ 44,954
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	15,077	-	-
Interfund receivables	7	-	6
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>15,084</u>	<u>-</u>	<u>44,960</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	15,077	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	7	-	6
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	44,954
<i>Total liabilities</i>	<u>15,084</u>	<u>-</u>	<u>44,960</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 15,084</u>	<u>\$ 0</u>	<u>\$ 44,960</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24206 - ARRA IDEA-B	24209 - ARRA IDEA-B Preschool	24212 - Early Intervention Services
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 214	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	5,395	4,186	-
Other	-	-	-
Inventory	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u><u>5,395</u></u>	<u><u>4,400</u></u>	<u><u>-</u></u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	1,236	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	<u>4,159</u>	<u>4,400</u>	<u>-</u>
<i>Total liabilities</i>	<u><u>5,395</u></u>	<u><u>4,400</u></u>	<u><u>-</u></u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<i>Total liabilities and fund balance</i>	<u><u>\$ 5,395</u></u>	<u><u>\$ 4,400</u></u>	<u><u>\$ 0</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	24213 - Education of Homeless <u>Federal Stimulus</u>	24249 - Enhancing Ed. Thru Tech. - Fed <u>Stimulus</u>	24262 - Title I - Sch. Improvement <u>Federal Stimulus</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 2,659	\$ 2,995
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	728	-	-
Interfund receivables	-	6,011	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>728</u>	<u>8,670</u>	<u>2,995</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	728	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	8,670	2,995
<i>Total liabilities</i>	<u>728</u>	<u>8,670</u>	<u>2,995</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 728</u>	<u>\$ 8,670</u>	<u>\$ 2,995</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	25111 - Alcohol Abuse Reduction	25145 - Impact Aid SpEd (Title VIII)	25147 - IMPACT AID INDIAN EDUCATION
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 12,394	\$ 40,723
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	22,358	-	-
Interfund receivables	-	20	402
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	22,358	12,414	41,125
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	18	402
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	12,396	40,724
<i>Total liabilities</i>	-	12,414	41,126
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	22,358	-	(1)
<i>Total fund balance</i>	22,358	-	(1)
<i>Total liabilities and fund balance</i>	\$ 22,358	\$ 12,414	\$ 41,125

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>25149 - GRADS CHILD CARE CYFD</u>	<u>25153 - TITLE XIX MEDICAID 3/21 YEARS</u>	<u>25184 - Indian Education (Title VII) EASIE Grant</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 549,907	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	4,993
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>-</u>	<u>549,907</u>	<u>4,993</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	-	4,995
Accounts payable	-	-	-
Accrued payroll liabilities	-	(5)	(2)
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	70,263	-
<i>Total liabilities</i>	<u>-</u>	<u>70,258</u>	<u>4,993</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	479,649	-
<i>Total fund balance</i>	<u>-</u>	<u>479,649</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 0</u>	<u>\$ 549,907</u>	<u>\$ 4,993</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>25250 - SEG</u> <u>Federal Stimulus</u>	<u>25255 - Educ. Job</u> <u>Fund</u>	<u>26103 - Enlace-</u> <u>UNM</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 17,642	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>-</u>	<u>17,642</u>	<u>-</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	17,642	-
<i>Total liabilities</i>	<u>-</u>	<u>17,642</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 0</u>	<u>\$ 17,642</u>	<u>\$ 0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>26113 - LANL FOUNDATION</u>	<u>26123 - PNM FOUNDATION INC</u>	<u>26182 - NNM Network Teacher Incentive Funds</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 2,710	\$ 3,067
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>-</u>	<u>2,710</u>	<u>3,067</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	11,585	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	(5)	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>11,580</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>(11,580)</u>	<u>2,710</u>	<u>3,067</u>
<i>Total fund balance</i>	<u>(11,580)</u>	<u>2,710</u>	<u>3,067</u>
<i>Total liabilities and fund balance</i>	<u>\$ 0</u>	<u>\$ 2,710</u>	<u>\$ 3,067</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	27103 - Dual Credit Instr. Materials	27105 - 2008 GO Bond Student Library Fund (SB333)	27106 - 2010 Go Bonds Library Fund
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	-	-	-
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	4,255	10,841	22,878
Accounts payable	-	-	29
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	4,255	10,841	22,907
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	(4,255)	(10,841)	(22,907)
<i>Total fund balance</i>	(4,255)	(10,841)	(22,907)
<i>Total liabilities and fund balance</i>	\$ 0	\$ 0	\$ 0

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>27117 - TECHNOLOGY FOR EDUCATION PED</u>	<u>27138 - INCENTIVES FOR SCHOOL IMPR ACT PED</u>	<u>27139 - School &amp; Family Support Bureau</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 10,101	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>-</u>	<u>10,101</u>	<u>-</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	10,101	-
<i>Total fund balance</i>	<u>-</u>	<u>10,101</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 0</u>	<u>\$ 10,101</u>	<u>\$ 0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	27145 - LIBRARIES - GO BONDS-LAWS OF 2004	27154 - BEGINNING TEACHER MENTORING PROGRAM	27155 - BREAKFAST FOR ELEMENTARY STUDENTS
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ 6,756	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	-	6,756	-
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	196	-	27,379
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	196	-	27,379
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	(196)	6,756	(27,379)
<i>Total fund balance</i>	(196)	6,756	(27,379)
<i>Total liabilities and fund balance</i>	\$ 0	\$ 6,756	\$ 0

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	<u>27165 - Rural Ed. Bureau-Summer Enrichment Prog.</u>	<u>27166 - Kindergarten - Three Plus</u>	<u>27548 - Summer Reading, Math &amp; Science Institutes</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ -
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	20,157	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>-</u>	<u>20,157</u>	<u>-</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	7,238	16,768	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>7,238</u>	<u>16,768</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>(7,238)</u>	<u>3,389</u>	<u>-</u>
<i>Total fund balance</i>	<u>(7,238)</u>	<u>3,389</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 0</u>	<u>\$ 20,157</u>	<u>\$ 0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	27549 - GO Library Books	28120 - NM Highway Dept. (Road)	28168 - AP NEW MEXICO INCENTIVE FUNDING
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 12,713	\$ -	\$ 805
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	12,713	-	805
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	3,348	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	-	3,348	-
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	12,713	(3,348)	805
<i>Total fund balance</i>	12,713	(3,348)	805
<i>Total liabilities and fund balance</i>	\$ 12,713	\$ 0	\$ 805

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	29102 - PRIVATE DIR GRANTS (CATEGORICAL)	29114 - MCCUNE CHARITABLE FOUNDATION	29130 - SCHOOL BASED HEALTH CENTER-NMHD
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 79,936	\$ 1	\$ 50,021
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>79,936</u>	<u>1</u>	<u>50,021</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Cash deficit	-	-	-
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	1	-
Unassigned	<u>79,936</u>	<u>-</u>	<u>50,021</u>
<i>Total fund balance</i>	<u>79,936</u>	<u>1</u>	<u>50,021</u>
<i>Total liabilities and fund balance</i>	<u>\$ 79,936</u>	<u>\$ 1</u>	<u>\$ 50,021</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	Total
<b>Assets</b>	
<i>Current Assets</i>	
Cash and Temporary investments	\$ 1,086,881
Accounts Receivable :	
Taxes	-
Due from other governments	3,147,292
Interfund receivables	458,077
Other	-
Inventory	-
<i>Total assets</i>	4,692,250
<b>Liabilities and Fund Balances</b>	
<i>Current Liabilities</i>	
Cash deficit	3,231,461
Accounts payable	183,528
Accrued payroll liabilities	397
Accrued compensated absences	-
Interfund payables	10,907
Deferred revenue - property taxes	-
Deferred revenue - other	260,414
<i>Total liabilities</i>	3,686,707
<i>Fund balances</i>	
Non-Spendable:	
Inventories	-
Restricted for:	
Capital projects	-
Debt service	-
Food Service	-
Grant activities	-
Assigned to:	
Subsequent year's budget	1
Unassigned	1,005,542
<i>Total fund balance</i>	1,005,543
<i>Total liabilities and fund balance</i>	\$ 4,692,250

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>21000 - FOOD SERVICES</u>	<u>22000 - ATHLETICS</u>	<u>23000 - ACTIVITY TRANSPOR TATION</u>	<u>23780 - EVHS - TV PRODUCTI ONS</u>
<b>Revenues</b>				
State and local grants	\$ 60,540	\$ -	\$ -	\$ -
Federal grants	1,929,806	-	-	-
Fees and Fines	50,818	67,669	210	-
Miscellaneous	<u>49</u>	<u>-</u>	<u>-</u>	<u>16,950</u>
<i>Total Revenues</i>	<u>2,041,213</u>	<u>67,669</u>	<u>210</u>	<u>16,950</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	96,986	30,146	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	3,560	-
Food Service Operations	1,899,297	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>1,899,297</u>	<u>96,986</u>	<u>33,706</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	141,916	(29,317)	(33,496)	16,950
<i>Fund balances - beginning of the year</i>	<u>95,829</u>	<u>29,187</u>	<u>200,714</u>	<u>-</u>
<i>Fund balances - end of the year</i>	\$ <u>237,745</u>	\$ <u>(130)</u>	\$ <u>167,218</u>	\$ <u>16,950</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>24101 - TITLE I - IASA</u>	<u>24106 - ENTITLEME NT IDEA-B</u>	<u>24107 - Discretionary IDEA-B</u>	<u>24109 - PRESCHOO L IDEA-B</u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	2,482,528	880,925	-	23,840
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>2,482,528</u>	<u>880,925</u>	<u>-</u>	<u>23,840</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	2,276,999	411,308	-	5,318
Support services				
Students	4,863	256,217	-	-
Instruction	-	94,608	-	-
General Administration	35,547	10,000	-	-
School Administration	154,045	-	-	-
Central Services	-	59,731	-	-
Operation & Maintenance of Plant	1,756	3,014	-	-
Student Transportation	975	46,047	-	18,522
Food Service Operations	-	-	-	-
Capital Outlay	<u>8,343</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>2,482,528</u>	<u>880,925</u>	<u>-</u>	<u>23,840</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	24112 - IDEA-B Early <u>Intervention</u>	24113 - Education of Homeless <u>                    </u>	24115 - TITLE II IASA (MATH/SCI ENCE) <u>                    </u>	24118 - Fresh Fruit and Vegatable <u>                    </u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	57,363	1,794	52	88,306
Fees and Fines	-	-	-	-
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Revenues</i>	<u>57,363</u>	<u>1,794</u>	<u>52</u>	<u>88,306</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	57,363	-	52	-
Support services				
Students	-	1,794	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	88,306
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>57,363</u>	<u>1,794</u>	<u>52</u>	<u>88,306</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	24120 - IDEA-B "Risk Pool"	24149 - ENHANCIN G ED THRU TECH (E2T2-C)	24153 - Title 111- ENGLISH LANGUAGE ACQUISITI ON	24154 - Title 11 - TEACHER/P RINCIPAL T RAINING & RECRUITIN G
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	42,778	-	22,436	530,023
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>42,778</u>	<u>-</u>	<u>22,436</u>	<u>530,023</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	42,778	-	21,278	515,298
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	478	14,725
School Administration	-	-	680	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>42,778</u>	<u>-</u>	<u>22,436</u>	<u>530,023</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	-	-	-	-
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	24157 - Title IV- SAFE & DRUG FREE SCHOOLS & COMMUNIT <u>Y</u>	24160 - RURAL & LOW- INCOME SCHOOLS <u>SCHOOLS</u>	24162 - TITLE I SCHOOL IMPROVEM ENT <u>ENT</u>	24163 - IMMIGRAN T FUNDING - TITLE III <u>- TITLE III</u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	-	104,956	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>104,956</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	30,549	-	-
Support services				
Students	-	74,407	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>104,956</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	24167 - READING FIRST	24174 - Carl D Perkins Spec. Proj. - Current	24176 - Carl D. Perkins Secondary - Redistributio n	24201 - Title I Federal Stimulus
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	-	63,651	-	274
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>63,651</u>	<u>-</u>	<u>274</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	63,651	-	274
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>63,651</u>	<u>-</u>	<u>274</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>24206 - ARRA IDEA-B</u>	<u>24209 - ARRA IDEA-B Preschool</u>	<u>24212 - Early Intervention Services</u>	<u>24213 - Education of Homeless Federal Stimulus</u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	50,399	-	-	7,536
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>50,399</u>	<u>-</u>	<u>-</u>	<u>7,536</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	50,399	-	-	-
Support services				
Students	-	-	-	7,536
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>50,399</u>	<u>-</u>	<u>-</u>	<u>7,536</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of the year</i>	-	-	-	-
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	24249 - Enhancing Ed. Thru Tech. - Fed Stimulus	24262 - Title I - Sch. Improvement Federal Stimulus	25111 - Alcohol Abuse Reduction	25145 - Impact Aid SpEd (Title VIII)
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	57,594	160,597	22,358	18,859
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>57,594</u>	<u>160,597</u>	<u>22,358</u>	<u>18,859</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	57,594	160,597	-	18,859
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>57,594</u>	<u>160,597</u>	<u>-</u>	<u>18,859</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	22,358	-
<i>Fund balances - beginning of the year</i>	-	-	-	-
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 22,358</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	25147 - IMPACT AID INDIAN EDUCATIO N	25149 - GRADS CHILD CARE CYFD	25153 - TITLE XIX MEDICAID 3/21 YEARS	25184 - Indian Education (Title VII) EASIE Grant
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	(1)	-	250,824	47,059
Fees and Fines	-	-	-	-
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Revenues</i>	<u>(1)</u>	<u>-</u>	<u>250,824</u>	<u>47,059</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	-	77,144	15,196
Support services				
Students	-	-	117,361	-
Instruction	-	-	-	31,863
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	56,319	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>250,824</u>	<u>47,059</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(1)	-	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>479,649</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ (1)</u>	<u>\$ 0</u>	<u>\$ 479,649</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	25250 - SEG Federal <u>Stimulus</u>	25255 - Educ. Job Fund	26103 - Enlace-UNM	26113 - LANL FOUNDATI <u>ON</u>
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	-	12,528	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	71,652
<i>Total Revenues</i>	<u>-</u>	<u>12,528</u>	<u>-</u>	<u>71,652</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	-	-	68,520
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	12,528	-	-
Central Services	-	-	-	77,121
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,528</u>	<u>-</u>	<u>145,641</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	(73,989)
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>62,409</u>
<i>Fund balances - end of the year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11,580)</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	26123 - PNM FOUNDATI ON INC	26182 - NNM Network Teacher Incentive Funds	27103 - Dual Credit Instr. Materials	27105 - 2008 GO Bond Student Library Fund (SB333)
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ 2,997	\$ -
Federal grants	-	-	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>2,997</u>	<u>-</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	-	2,997	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	8,768
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>2,997</u>	<u>8,768</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	(8,768)
<i>Fund balances - beginning of the year</i>	<u>2,710</u>	<u>3,067</u>	<u>(4,255)</u>	<u>(2,074)</u>
<i>Fund balances - end of the year</i>	<u>\$ 2,710</u>	<u>\$ 3,067</u>	<u>\$ (4,255)</u>	<u>\$ (10,842)</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	27106 - 2010 Go Bonds <u>Library Fund</u>	27117 - TECHNOLO GY FOR EDUCATIO N PED	27138 - INCENTIVE S FOR SCHOOL IMPR ACT PED	27139 - School & Family Support Bureau
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	-	-	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	155,599	-	-
Support services				
Students	22,907	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>22,907</u>	<u>155,599</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(22,907)	(155,599)	-	-
<i>Fund balances - beginning of the year</i>	<u>-</u>	<u>155,599</u>	<u>10,101</u>	<u>-</u>
<i>Fund balances - end of the year</i>	<u>\$ (22,907)</u>	<u>\$ 0</u>	<u>\$ 10,101</u>	<u>\$ 0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	27145 - LIBRARIES - GO BONDS- LAWS OF 2004	27154 - BEGINNING TEACHER MENTORIN G PROGRA M	27155 - BREAKFAS T FOR ELEMENTA RY STUDEN TS	27165 - Rural Ed. Bureau- Summer Enrichment Prog.
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ -
Federal grants	-	-	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	27,379	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>27,379</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(27,379)	-
<i>Fund balances - beginning of the year</i>	<u>(196)</u>	<u>6,756</u>	<u>-</u>	<u>(7,238)</u>
<i>Fund balances - end of the year</i>	\$ <u>(196)</u>	\$ <u>6,756</u>	\$ <u>(27,379)</u>	\$ <u>(7,238)</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>27166 - Kindergarten - Three Plus</u>	<u>27548 - Summer Reading, Math &amp; Science Institutes</u>	<u>27549 - GO Library Books</u>	<u>28120 - NM Highway Dept. (Road)</u>
<b>Revenues</b>				
State and local grants	\$ 40,722	\$ -	\$ -	\$ -
Federal grants	-	-	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>40,722</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	16,313	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	4,252	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,565</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	20,157	-	-	-
<i>Fund balances - beginning of the year</i>	<u>(16,768)</u>	<u>-</u>	<u>12,713</u>	<u>(3,348)</u>
<i>Fund balances - end of the year</i>	<u>\$ 3,389</u>	<u>\$ 0</u>	<u>\$ 12,713</u>	<u>\$ (3,348)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	28168 - AP NEW MEXICO INCENTIVE FUNDING	29102 - PRIVATE DIR GRANTS (CATEGORI CAL)	29114 - MCCUNE CHARITAB LE FOUNDA TION	29130 - SCHOOL BASED HEALTH CENTER- NMHD
<b>Revenues</b>				
State and local grants	\$ -	\$ -	\$ -	\$ 57,836
Federal grants	-	-	-	-
Fees and Fines	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,836</u>
<b>Expenditures</b>				
<i>Current:</i>				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Service Operations	-	-	-	-
Capital Outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	57,836
<i>Fund balances - beginning of the year</i>	<u>805</u>	<u>79,936</u>	<u>-</u>	<u>(7,815)</u>
<i>Fund balances - end of the year</i>	<u>\$ 805</u>	<u>\$ 79,936</u>	<u>\$ 0</u>	<u>\$ 50,021</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Total</u>
<b>Revenues</b>	
State and local grants	\$ 162,095
Federal grants	6,856,485
Fees and Fines	118,697
Miscellaneous	88,651
<i>Total Revenues</i>	<u>7,225,928</u>
<b>Expenditures</b>	
<i>Current:</i>	
Instruction	4,175,218
Support services	
Students	485,085
Instruction	135,239
General Administration	60,750
School Administration	171,505
Central Services	193,171
Operation & Maintenance of Plant	4,770
Student Transportation	69,104
Food Service Operations	2,014,982
Capital Outlay	8,343
<i>Total expenditures</i>	<u>7,318,167</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(92,239)
<i>Fund balances - beginning of the year</i>	<u>1,097,781</u>
<i>Fund balances - end of the year</i>	<u>\$ 1,005,542</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants			\$ 60,540	\$ 60,540
Federal grants	\$ 1,800,000	\$ 1,800,000	1,897,209	97,209
Charges of services	50,000	50,000	50,816	816
Miscellaneous	<u>-</u>	<u>-</u>	<u>49</u>	<u>49</u>
<i>Total revenues</i>	<u>1,850,000</u>	<u>1,850,000</u>	<u>2,008,614</u>	<u>158,614</u>
<i>EXPENDITURES:</i>				
Current:				
Food services operations	<u>666,000</u>	<u>1,850,000</u>	<u>1,715,798</u>	<u>134,202</u>
<i>Total expenditures</i>	<u>666,000</u>	<u>1,850,000</u>	<u>1,715,798</u>	<u>134,202</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,184,000</u>	<u>-</u>	<u>292,816</u>	<u>292,816</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	1,184,000	-	292,816	292,816
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(331,677)</u>	<u>(331,677)</u>
<i>Fund balances - end of year</i>	<u>\$ 1,184,000</u>	<u>\$ -</u>	<u>(38,861)</u>	<u>\$ (38,861)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			292,816	
Adjustments to Revenues			32,599	
Adjustments to Expenditures			<u>(183,499)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 141,916</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC 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 ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Charges for services	\$ <u>110,000</u>	\$ <u>110,000</u>	\$ <u>67,669</u>	\$ <u>(42,331)</u>
<i>Total revenues</i>	<u>110,000</u>	<u>110,000</u>	<u>67,669</u>	<u>(42,331)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>110,000</u>	<u>110,000</u>	<u>96,986</u>	<u>13,014</u>
<i>Total expenditures</i>	<u>110,000</u>	<u>110,000</u>	<u>96,986</u>	<u>13,014</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(29,317)</u>	<u>(29,317)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(29,317)</u>	<u>(29,317)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>29,187</u>	<u>29,187</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(130)</u>	<u>\$ (130)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>(29,317)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (29,317)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ACTIVITY TRANSPORTATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Charges of services	\$ 208,700	\$ 208,700	\$ 210	\$ (208,490)
<i>Total revenues</i>	208,700	208,700	210	(208,490)
<i>EXPENDITURES</i>				
Current:				
Instruction	208,700	208,700	27,445	181,255
Student transportation			3,560	(3,560)
<i>Total expenditures</i>	208,700	208,700	31,005	177,695
Excess (deficiency) of revenues over (under) expenditures	-	-	(30,795)	(30,795)
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(30,795)	(30,795)
<i>Fund balances - beginning of year</i>	-	-	200,714	200,714
<i>Fund balances - end of year</i>	\$ -	\$ -	169,919	\$ 169,919
Reconciliation of Budgetary Basis to GAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(30,795)	
Adjustments to Expenditures			(2,701)	
Excess (Deficiency) of Revenues Over Expenditures-GAP Basis			\$ (33,496)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EVHS- TV PRODUCTIONS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Miscellaneous	\$ -	\$ -	\$ 14,250	\$ 14,250
<i>Total revenues</i>	-	-	14,250	14,250
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	14,250	14,250
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	14,250	14,250
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	-	-	14,250	\$ 14,250
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			14,250	
Adjustments to Revenues			2,700	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 16,950	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE I - IASA SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>			
	<u>Original</u>		<u>Actual</u>	<u>Variance</u>
	<u>Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ 1,652,999	\$ 1,652,999	\$ 1,220,781	\$ (432,218)
<i>Total revenues</i>	<u>1,652,999</u>	<u>1,652,999</u>	<u>1,220,781</u>	<u>(432,218)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	1,506,999	2,500,499	2,276,999	223,500
Support services				
Student	-	17,000	4,863	12,137
General administration	-	34,608	35,547	(939)
School administration	146,000	146,000	154,045	(8,045)
Operation & maintenance of plant	-	-	1,756	(1,756)
Student transportation	-	32,750	975	31,775
Capital Outlay	<u>-</u>	<u>-</u>	<u>8,343</u>	<u>(8,343)</u>
<i>Total expenditures</i>	<u>1,652,999</u>	<u>2,730,857</u>	<u>2,482,528</u>	<u>248,329</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(1,077,858)</u>	<u>(1,261,747)</u>	<u>(183,889)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	(1,077,858)	(1,261,747)	(183,889)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(347,824)</u>	<u>(347,824)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ (1,077,858)</u>	<u>\$ (1,609,571)</u>	<u>\$ (531,713)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(1,261,747)	
Adjustments to Revenues			<u>1,261,747</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ENTITLEMENT IDEA-B SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 350,937	\$ 350,937
<i>Total revenues</i>	\$ -	\$ -	350,937	350,937
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	470,117	411,308	58,809
Support services				
Student	-	346,923	256,217	90,706
Instruction	-	98,480	94,608	3,872
General administration	-	15,000	10,000	5,000
Central services	-	59,731	59,731	
Operation & maintenance of plant	-	21,000	3,014	17,986
Student transportation	-	73,775	46,047	27,728
<i>Total expenditures</i>	-	1,085,026	880,925	204,101
Excess (deficiency) of revenues over (under) expenditures	-	(1,085,026)	(529,988)	555,038
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(1,085,026)	(529,988)	555,038
<i>Fund balances - beginning of year</i>	-	-	(306,742)	(306,742)
<i>Fund balances - end of year</i>	\$ -	\$ (1,085,026)	(836,730)	\$ 248,296
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(529,988)	
Adjustments to Revenues			529,988	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
 District

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
 BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			Actual	Variance
	Original Budget	Final	Budget		
<i>REVENUES:</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-	-
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	-	-	-	-	-
<i>EXPENDITURES:</i>					
Current:					
Instruction	-	-	-	-	-
Support services					
Student	-	-	-	-	-
Instruction	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Other support service	-	-	-	-	-
Food services operations	-	-	-	-	-
Community service	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	-	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
<i>Other financing sources (uses):</i>					
Designated Cash	-	-	-	-	-
Operating transfers	-	-	-	-	-
Proceeds from bond issues	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(17,743)	(17,743)	(17,743)
<i>Fund balances - end of year</i>	\$ -	\$ -	(17,743)	(17,743)	(17,743)
Reconciliation of Budgetary Basis to GAAP Basis					
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	-	-
			-	-	-
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PRE SCHOOL IDEA- B REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 22,621	\$ 22,621	\$ 28,475	\$ 5,854
<i>Total revenues</i>	22,621	22,621	28,475	5,854
<i>EXPENDITURES:</i>				
Current:				
Instruction	5,807	8,493	5,318	3,175
Student transportation	16,814	16,814	18,522	(1,708)
<i>Total expenditures</i>	22,621	25,307	23,840	1,467
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(2,686)	4,635	7,321
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(2,686)	4,635	7,321
<i>Fund balances - beginning of year</i>	-	-	(24,390)	(24,390)
<i>Fund balances - end of year</i>	\$ -	\$ (2,686)	(19,755)	\$ (17,069)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			4,635	
Adjustments to Revenues			(4,635)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IDEA-B EARLY INTERVENTION SERVICES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 43,972	\$ 43,972
<i>Total revenues</i>	\$ -	\$ -	43,972	43,972
<i>EXPENDITURES:</i>				
Current:				
Instruction		128,834	57,363	71,471
<i>Total expenditures</i>	0	128,834	57,363	71,471
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(128,834)	(13,391)	115,443
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(128,834)	(13,391)	115,443
<i>Fund balances - beginning of year</i>	-	-	(43,972)	(43,972)
<i>Fund balances - end of year</i>	\$ -	\$ (128,834)	(57,363)	\$ 71,471
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(13,391)	
Adjustments to Revenues			13,391	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION OF THE HOMELESS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 1,217	\$ 1,217
<i>Total revenues</i>	\$ -	\$ -	1,217	1,217
<i>EXPENDITURES:</i>				
Current:				
Support services				
Student	-	6,000	1,794	4,206
<i>Total expenditures</i>	-	6,000	1,794	4,206
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(6,000)	(577)	5,423
<i>Other financing sources (uses):</i>				
Designated Cash	-	(6,000)	-	6,000
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	(6,000)	-	6,000
<i>Net changes in fund balances</i>	-	(12,000)	(577)	11,423
<i>Fund balances - beginning of year</i>	-	-	-	0
<i>Fund balances - end of year</i>	\$ -	\$ (12,000)	(577)	\$ 11,423
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(577)	
Adjustments to Revenues			577	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE II IASA (MATH/SCIENCE) SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	28,374	52	28,322
Support services				
Student	-	11,500	-	11,500
<i>Total expenditures</i>	-	39,874	52	39,822
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(39,874)	(52)	39,822
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(39,874)	(52)	39,822
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ (39,874)	(52)	\$ 39,822
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(52)	
Adjustments to Revenues			52	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**FRESH FRUIT AND VEGETABLE SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 76,891	\$ 76,891
<i>Total revenues</i>	-	-	76,891	76,891
<i>EXPENDITURES:</i>				
Current:				
Food services operations	-	136,084	88,306	47,778
<i>Total expenditures</i>	-	136,084	88,306	47,778
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(136,084)	(11,415)	124,669
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(136,084)	(11,415)	124,669
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ (136,084)	(11,415)	\$ 124,669
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(11,415)	
Adjustments to Revenues			11,415	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IDEA- B RISK POOL SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	52,435	42,778	9,657
<i>Total expenditures</i>	-	52,435	42,778	9,657
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(52,435)	(42,778)	9,657
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(52,435)	(42,778)	9,657
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ (52,435)	(42,778)	\$ 9,657
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(42,778)	
Adjustments to Revenues			42,778	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE III ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 69,058	\$ 69,058	\$ 104,650	\$ 35,592
<i>Total revenues</i>	69,058	69,058	104,650	35,592
<i>EXPENDITURES:</i>				
Current:				
Instruction	67,677	88,205	21,278	66,927
General administration	1,381	1,381	478	903
School administration	-	-	680	(680)
<i>Total expenditures</i>	69,058	89,586	22,436	67,150
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(20,528)	82,214	102,742
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(20,528)	82,214	102,742
<i>Fund balances - beginning of year</i>	-	-	(257,787)	(257,787)
<i>Fund balances - end of year</i>	\$ -	\$ (20,528)	(175,573)	\$ (155,045)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			82,214	
Adjustments to Revenues			(82,214)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TEACHER/PRINCIPAL TRAINING AND RECRUITING SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants			\$ 451,345	\$ 451,345
Interest	\$ 380,631	\$ 380,631	-	(380,631)
<i>Total revenues</i>	380,631	380,631	451,345	70,714
<i>EXPENDITURES:</i>				
Current:				
Instruction	367,651	615,019	515,298	99,721
General administration	12,980	20,480	14,725	5,755
School administration	-	15,517	-	15,517
<i>Total expenditures</i>	380,631	651,016	530,023	120,993
Excess (deficiency) of revenues over (under) expenditures	-	(270,385)	(78,678)	191,707
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(270,385)	(78,678)	191,707
<i>Fund balances - beginning of year</i>	-	-	(85,032)	(85,032)
<i>Fund balances - end of year</i>	\$ -	\$ (270,385)	(163,710)	\$ 106,675
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(78,678)	
Adjustments to Revenues			78,678	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE IV-A SAFE & DRUG FREE SCHOOLS & COMMUNITIES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 10,914	\$ 10,914
<i>Total revenues</i>	-	-	10,914	10,914
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	10,914	10,914
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	10,914	10,914
<i>Fund balances - beginning of year</i>	-	-	(9,073)	(9,073)
<i>Fund balances - end of year</i>	\$ -	\$ -	1,841	\$ 1,841
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			10,914	
Adjustments to Revenues			(10,914)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**RURAL AND LOW INCOME SCHOOLS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 93,195	\$ 93,195	\$ 84,009	\$ (9,186)
<i>Total revenues</i>	93,195	93,195	84,009	(9,186)
<i>EXPENDITURES:</i>				
Current:				
Instruction	12,546	25,542	30,549	(5,007)
Support services				
Student	79,596	78,061	74,407	3,654
General administration	1,353	1,353		1,353
<i>Total expenditures</i>	93,495	104,956	104,956	-
Excess (deficiency) of revenues over (under) expenditures	(300)	(11,761)	(20,947)	(9,186)
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	(300)	(11,761)	(20,947)	(9,186)
<i>Fund balances - beginning of year</i>	-	-	73,317	73,317
<i>Fund balances - end of year</i>	\$ (300)	\$ (11,761)	52,370	\$ 64,131
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(20,947)	
Adjustments to Revenues			20,947	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ -	\$ -
<i>Total revenues</i>	-	-	-	-
<i>EXPENDITURES:</i>				
Current:				
Instruction				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(2,396)	(2,396)
<i>Fund balances - end of year</i>	\$ -	\$ -	(2,396)	\$ (2,396)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EMERGENCY IMMIGRANT FUNDING SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(10,907)	(10,907)
<i>Fund balances - end of year</i>	\$ -	\$ -	(10,907)	\$ (10,907)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**READING FIRST SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(20,266)	(20,266)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(20,266)</u>	<u>\$ (20,266)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARL D PERKINS SPECIAL PROJECT- CURRENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>REVENUES:</i>				
Federal grants	\$ <u>47,574</u>	\$ <u>47,599</u>	\$ <u>45,952</u>	\$ <u>(1,647)</u>
<i>Total revenues</i>	<u>47,574</u>	<u>47,599</u>	<u>45,952</u>	<u>(1,647)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>47,574</u>	<u>63,886</u>	<u>63,651</u>	<u>235</u>
<i>Total expenditures</i>	<u>47,574</u>	<u>63,886</u>	<u>63,651</u>	<u>235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(16,287)</u>	<u>(17,699)</u>	<u>(1,412)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	(16,287)	(17,699)	(1,412)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,621</u>	<u>2,621</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ (16,287)</u>	<u>(15,078)</u>	<u>\$ 1,209</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(17,699)	
Adjustments to Revenues			<u>17,699</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARL D PERKINS SECONDARY REDISTRIBUTION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 8,341	\$ 8,341		\$ (8,341)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	8,341	8,341	-	(8,341)
<i>EXPENDITURES:</i>				
Current:				
Instruction	8,341	10,336	-	10,336
<i>Total expenditures</i>	8,341	10,336	-	10,336
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(1,995)	-	1,995
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(1,995)	-	1,995
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ (1,995)	-	\$ 1,995
<i>Reconciliation to GAAP Basis:</i>				
Reconciliation of Budgetary Basis to GAAP Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE I FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 250,604	\$ 250,604
<i>Total revenues</i>	<u>\$ -</u>	<u>\$ -</u>	<u>250,604</u>	<u>250,604</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	275	274	1
<i>Total expenditures</i>	<u>-</u>	<u>275</u>	<u>274</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(275)</u>	<u>250,330</u>	<u>250,605</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	(275)	250,330	250,605
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(205,376)</u>	<u>(205,376)</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (275)</u>	<u>44,954</u>	<u>\$ 45,229</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			250,330	
Adjustments to Revenues			<u>(250,330)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ARRA IDEA B FEDERAL PROGRAM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 54,558	\$ 54,558
<i>Total revenues</i>	-	-	54,558	54,558
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	54,558	54,558
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	54,558	54,558
<i>Fund balances - beginning of year</i>	-	-	(50,399)	(50,399)
<i>Fund balances - end of year</i>	-	-	4,159	\$ 4,159
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			54,558	
Adjustments to Revenues			(4,159)	
Adjustments to Expenditures			(50,399)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PRESCHOOL IDEA-B FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 260	\$ 260
<i>Total revenues</i>	-	-	260	260
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	260	260
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	260	260
<i>Fund balances - beginning of year</i>	-	-	4,140	4,140
<i>Fund balances - end of year</i>	\$ -	\$ -	4,400	\$ 4,400
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			260	
Adjustments to Revenues			(260)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EARLY INTERVENTION SERVICES SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 76,092	\$ 76,092
<i>Total revenues</i>	-	-	76,092	76,092
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	76,092	76,092
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	76,092	76,092
<i>Fund balances - beginning of year</i>	-	-	(76,092)	(76,092)
<i>Fund balances - end of year</i>	-	-	-	\$ 0
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			76,092	
Adjustments to Revenues			(76,092)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION OF HOMELESS FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 6,808	\$ 6,808
<i>Total revenues</i>	-	-	6,808	6,808
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	6,808	6,808
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	6,808	6,808
<i>Fund balances - beginning of year</i>	-	-	(7,536)	(7,536)
<i>Fund balances - end of year</i>	-	-	(728)	(728)
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			6,808	
Adjustments to Revenues			728	
Adjustments to Expenditures			(7,536)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ENHANCING EDUCATION THROUGH FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 138,817	\$ 138,817
<i>Total revenues</i>	-	-	138,817	138,817
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	57,607	57,594	13
<i>Total expenditures</i>	-	57,607	57,594	13
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(57,607)	81,223	138,830
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(57,607)	81,223	138,830
<i>Fund balances - beginning of year</i>	-	-	(72,553)	(72,553)
<i>Fund balances - end of year</i>	\$ -	\$ (57,607)	8,670	\$ 66,277
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			81,223	
Adjustments to Revenues			(81,223)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 163,592	\$ 163,592
<i>Total revenues</i>	-	-	163,592	163,592
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	163,592	163,592
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	163,592	163,592
<i>Fund balances - beginning of year</i>	-	-	(160,597)	(160,597)
<i>Fund balances - end of year</i>	-	-	2,995	2,995
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			163,592	
Adjustments to Revenues			(2,995)	
Adjustments to Expenditures			(160,597)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ALCOHOL ABUSE REDUCTION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	-	\$ -
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			22,358	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 22,358	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 2,435	\$ 2,435	\$ 14,834	\$ 12,399
<i>Total revenues</i>	2,435	2,435	14,834	12,399
<i>EXPENDITURES:</i>				
Current:				
Instruction	18,860	18,860	18,859	1
<i>Total expenditures</i>	18,860	18,860	18,859	1
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(16,425)	(16,425)	(4,025)	12,400
<i>Other financing sources (uses):</i>				
Designated Cash	16,425	16,425	-	(16,425)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	16,425	16,425	-	(16,425)
<i>Net changes in fund balances</i>	-	-	(4,025)	(4,025)
<i>Fund balances - beginning of year</i>	-	-	16,421	16,421
<i>Fund balances - end of year</i>	\$ -	\$ -	12,396	\$ 12,396
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(4,025)	
Adjustments to Revenues			4,025	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IMPACT AID INDIAN EDUCATION FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ <u>6,792</u>	\$ <u>6,792</u>	\$ <u>9,637</u>	\$ <u>2,845</u>
<i>Total revenues</i>	<u>6,792</u>	<u>6,792</u>	<u>9,637</u>	<u>2,845</u>
<i>EXPENDITURES:</i>				
Current:				
Support services				
Student	<u>44,792</u>	<u>44,792</u>		<u>44,792</u>
<i>Total expenditures</i>	<u>44,792</u>	<u>44,792</u>		<u>44,792</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(38,000)</u>	<u>(38,000)</u>	<u>9,637</u>	<u>47,637</u>
<i>Other financing sources (uses):</i>				
Designated Cash	38,000	38,000	-	(38,000)
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>38,000</u>	<u>38,000</u>	<u>0</u>	<u>(38,000)</u>
<i>Net changes in fund balances</i>	-	-	9,637	9,637
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>31,087</u>	<u>31,087</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>40,724</u>	<u>\$ 40,724</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			9,637	
Adjustments to Revenues			<u>(9,638)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (1)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE XIX MEDICAID SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Statement B-14

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 325,000	\$ 325,000	\$ 321,087	\$ (3,913)
<i>Total revenues</i>	<u>325,000</u>	<u>325,000</u>	<u>321,087</u>	<u>(3,913)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	281,981	281,981	77,144	204,837
Support services				
Student	287,882	287,882	117,361	170,521
Central services	<u>76,891</u>	<u>76,891</u>	<u>56,319</u>	<u>20,572</u>
<i>Total expenditures</i>	<u>646,754</u>	<u>646,754</u>	<u>250,824</u>	<u>395,930</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(321,754)</u>	<u>(321,754)</u>	<u>70,263</u>	<u>392,017</u>
<i>Other financing sources (uses):</i>				
Designated Cash	321,754	321,754	-	(321,754)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>321,754</u>	<u>321,754</u>	<u>-</u>	<u>(321,754)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>70,263</u>	<u>70,263</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>479,649</u>	<u>479,649</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>549,912</u>	<u>\$ 549,912</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			70,263	
Adjustments to Revenues			<u>(70,263)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**INDIAN EDUCATION (TITLE VII) EASIE GRANT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 40,926	\$ 40,926
<i>Total revenues</i>	-	-	40,926	40,926
<i>EXPENDITURES:</i>				
Current:				
Instruction		17,411	15,196	2,215
Support services				
Instruction		32,637	31,863	774
<i>Total expenditures</i>	-	50,048	47,059	2,989
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(50,048)	(6,133)	43,915
<i>Other financing sources (uses):</i>				
Designated Cash	-	50,048	-	(50,048)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	50,048	-	(50,048)
<i>Net changes in fund balances</i>	-	-	(6,133)	(6,133)
<i>Fund balances - beginning of year</i>	-	-	1,140	1,140
<i>Fund balances - end of year</i>	\$ -	\$ -	(4,993)	\$ (4,993)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(6,133)	
Adjustments to Revenues			6,133	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SEG FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	0	-	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	-	\$ -
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION JOB FUND SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ -	\$ -	\$ 30,170	\$ 30,170
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>30,170</u>	<u>30,170</u>
<i>EXPENDITURES:</i>				
Current:				
School Administration		12,528	12,528	0
<i>Total expenditures</i>	<u>-</u>	<u>12,528</u>	<u>12,528</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(12,528)</u>	<u>17,642</u>	<u>30,170</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	12,528	-	(12,528)
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>12,528</u>	<u>-</u>	<u>(12,528)</u>
<i>Net changes in fund balances</i>	-	-	17,642	17,642
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>17,642</u>	<u>\$ 17,642</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			17,642	
Adjustments to Revenues			<u>(17,642)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ENLACE UNM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	8,000	2,300	5,700
<i>Total expenditures</i>	-	8,000	2,300	5,700
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(8,000)	(2,300)	(5,700)
<i>Other financing sources (uses):</i>				
Designated Cash	-	8,000		(8,000)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	8,000	-	(8,000)
<i>Net changes in fund balances</i>	-	-	(2,300)	(2,300)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	(2,300)	\$ (2,300)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(2,300)	
Adjustments to Expenditures			2,300	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**LANL FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Miscellaneous	\$ 320,163	\$ 320,163	\$ 71,652	\$ (248,511)
<i>Total revenues</i>	320,163	320,163	71,652	(248,511)
<i>EXPENDITURES:</i>				
Current:				
Instruction	145,876	145,876	68,520	77,356
Support Services				
Instruction	26,244	26,244		26,244
Central Services	148,043	148,043	77,121	70,922
<i>Total expenditures</i>	320,163	320,163	145,641	174,522
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(73,989)	(73,989)
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(73,989)	(73,989)
<i>Fund balances - beginning of year</i>	-	-	62,409	62,409
<i>Fund balances - end of year</i>	-	-	(11,580)	(11,580)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(73,989)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (73,989)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PNM FOUNDATION SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,710	2,710
<i>Fund balances - end of year</i>	\$ -	\$ -	2,710	\$ 2,710
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TEACHER INCENTIVE FUND SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	307,544	-	307,544
Support Services				
School Administration	-	-	-	0
<i>Total expenditures</i>	-	307,544	-	307,544
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(307,544)	-	(307,544)
<i>Other financing sources (uses):</i>				
Designated Cash	-	307,544	-	(307,544)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	307,544	-	(307,544)
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	3,067	3,067
<i>Fund balances - end of year</i>	-	-	3,067	\$ 3,067
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**DUAL CREDIT INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants			\$ 2,997	\$ 2,997
<i>Total revenues</i>	\$ -	\$ -	2,997	2,997
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	3,712	2,997	715
<i>Total expenditures</i>	-	3,712	2,997	715
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(3,712)	-	(3,712)
<i>Other financing sources (uses):</i>				
Designated Cash	-	3,712	-	(3,712)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	3,712	-	(3,712)
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(4,255)	(4,255)
<i>Fund balances - end of year</i>	\$ -	\$ -	(4,255)	\$ (4,255)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**2008 LIBRARY BOOK SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Support Services				
Instruction	-	8,769	8,768	1
<i>Total expenditures</i>	0	8,769	8,768	1
Excess (deficiency) of revenues over (under) expenditures	-	(8,769)	(8,768)	(17,537)
<i>Other financing sources (uses):</i>				
Designated Cash	-	8,769	-	(8,769)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	8,769	-	(8,769)
<i>Net changes in fund balances</i>	-	-	(8,768)	(8,768)
<i>Fund balances - beginning of year</i>	-	-	(2,074)	(2,074)
<i>Fund balances - end of year</i>	-	\$ -	(10,842)	\$ (10,842)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(8,768)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (8,768)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**2010 GO BOND LIBRARY FUND SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ 33,636	\$ 33,636	-	\$ (33,636)
<i>Total revenues</i>	<u>33,636</u>	<u>33,636</u>	<u>\$ 0</u>	<u>(33,636)</u>
<i>EXPENDITURES:</i>				
Current:				
Support services				
Student	<u>33,636</u>	<u>33,636</u>	<u>22,907</u>	<u>10,729</u>
<i>Total expenditures</i>	<u>33,636</u>	<u>33,636</u>	<u>22,907</u>	<u>10,729</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,907)</u>	<u>(22,907)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(22,907)</u>	<u>(22,907)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(22,907)</u>	<u>\$ (22,907)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>(22,907)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (22,907)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TECHNOLOGY FOR EDUCATION - PED SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Instruction	-	155,599	155,599	-
<i>Total expenditures</i>		155,599	155,599	0
Excess (deficiency) of revenues over (under) expenditures		(155,599)	(155,599)	0
<i>Other financing sources (uses):</i>				
Designated Cash		155,599		(155,599)
<i>Total other financing sources (uses)</i>	0	155,599	0	(155,599)
<i>Net changes in fund balances</i>	0	0	(155,599)	(155,599)
<i>Fund balances - beginning of year</i>	-	-	155,599	155,599
<i>Fund balances - end of year</i>	\$ -	\$ -	-	\$ -
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(155,599)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (155,599)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**INCENTIVES FOR SCHOOL IMPROVEMENT ACT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	10,101	10,101
<i>Fund balances - end of year</i>	\$ -	\$ -	10,101	\$ 10,101
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**LIBRARIES GO BONDS LAWS OF 2004 SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(196)	(196)
<i>Fund balances - end of year</i>	\$ -	\$ -	(196)	\$ (196)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	6,757	6,757
<i>Fund balances - end of year</i>	\$ -	\$ -	6,757	\$ 6,757
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Food Services Operations	-	40,273	27,379	12,894
<i>Total expenditures</i>	-	40,273	27,379	12,894
Excess (deficiency) of revenues over (under) expenditures	-	(40,273)	(27,379)	12,894
<i>Other financing sources (uses):</i>				
Designated Cash	-	40,273	-	(40,273)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	40,273	-	(40,273)
<i>Net changes in fund balances</i>	-	-	(27,379)	(27,379)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	-	\$ -	(27,379)	\$ (27,379)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(27,379)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (27,379)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**RURAL ED.-SUMMER ENRICHMENT PROGRAM SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	0	-	-
Excess (deficiency) of revenues over (under) expenditures	-	0	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(7,238)	(7,238)
<i>Fund balances - end of year</i>	\$ -	\$ -	(7,238)	\$ (7,238)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**KINDERGARTEN THREE PLUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ 48,000	\$ 48,000	\$ 40,722	\$ (7,278)
<i>Total revenues</i>	<u>\$ 48,000</u>	<u>\$ 48,000</u>	<u>\$ 40,722</u>	<u>\$ (7,278)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	31,617	28,378	16,313	12,065
School administration	12,535	8,422	4,252	4,170
Student transportation	<u>6,848</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>51,000</u>	<u>36,800</u>	<u>20,565</u>	<u>16,235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,000)</u>	<u>11,200</u>	<u>20,157</u>	<u>8,957</u>
<i>Other financing sources (uses):</i>				
Designated Cash	3,000	(11,200)	-	11,200
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>3,000</u>	<u>(11,200)</u>	<u>-</u>	<u>11,200</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,157</u>	<u>20,157</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(36,925)</u>	<u>(36,925)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(16,768)</u>	<u>\$ (16,768)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			20,157	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 20,157</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SUMMER READING, MATH & SCIENCE INSTITUTE SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	-	\$ -
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**2009 G.O. LIBRARY BOOKS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	12,713	12,713
<i>Fund balances - end of year</i>	\$ -	\$ -	12,713	\$ 12,713
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**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 ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(3,348)	(3,348)
<i>Fund balances - end of year</i>	\$ -	\$ -	(3,348)	\$ (3,348)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**AP NM INCENTIVE FUNDING SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ <u>          -</u>	\$ <u>          -</u>	\$ <u>          -</u>	\$ <u>          -</u>
<i>Total expenditures</i>	<u>          -</u>	<u>          -</u>	<u>          -</u>	<u>          -</u>
Excess (deficiency) of revenues over (under) expenditures	<u>          -</u>	<u>          -</u>	<u>          -</u>	<u>          -</u>
<i>Net changes in fund balances</i>	<u>          -</u>	<u>          -</u>	<u>          -</u>	<u>          -</u>
<i>Fund balances - beginning of year</i>	<u>          -</u>	<u>          -</u>	<u>          805</u>	<u>          805</u>
<i>Fund balances - end of year</i>	\$ <u>          -</u>	\$ <u>          -</u>	<u>          805</u>	\$ <u>          805</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>          -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PRIVATE DIRECT GRANTS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	79,936	79,936
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>79,936</u>	<u>\$ 79,936</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHOOL BASED HEALTH CENTER SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ -	\$ -	\$ 57,836	\$ 57,836
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>57,836</u>	<u>57,836</u>
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>57,836</u>	<u>57,836</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>57,836</u>	<u>57,836</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(7,815)</u>	<u>(7,815)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>50,021</u>	<u>\$ 50,021</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			57,836	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 57,836</u>	

The accompanying notes are an integral part of these financial statements

# **CAPITAL PROJECTS FUNDS**



## 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 the following separate funds classified as Capital Projects Funds:

**Public School Capital Outlay (31200)** – To account for Critical Capital Outlay funds and other special capital outlay funds received from the State of New Mexico. The funds are restricted for the purposes outlined in the applicable legislation under which the funds were approved. This generally includes construction of new schools or improvements to existing schools.

**Special Capital Outlay – Local (31300)** – To account revenues that are derived from local sources such as the sale of a building.

**Special Capital Outlay – State (31400)** – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading the Espanola Public School District's facilities.

**Capital Improvement SB-9 (31700)** – To account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

**Public School Capital Outlay – 20% (32100)** – To account for 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

**Educational Technology Equipment Act (31900)** – To account for purchases of computer equipment and computer software. The authority for the creation of this fund is the Federal Property and Administrative Services Act of 1949, Ch. 288, 63 Stat 377, and the National Defense Authorization Act for the Fiscal Year 1996, Public Law 104-106.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**JUNE 30, 2012**

	<u>31200 - PUBLIC SCHOOL CAPITAL OUTLAY</u>	<u>31400 - SPECIAL CAPITAL OUTLAY-STATE</u>	<u>31700 - CAPITAL IMPROVEMENTS SB-9</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ (19,456)	\$ (99,195)	\$ 21,417
Accounts Receivable :			
Taxes	-	-	196,568
Due from other governmenta	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>(19,456)</u>	<u>(99,195)</u>	<u>217,985</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	19,680
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	194,903
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>214,583</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	3,402
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>(19,456)</u>	<u>(99,195)</u>	<u>-</u>
<i>Total fund balance</i>	<u>(19,456)</u>	<u>(99,195)</u>	<u>3,402</u>
<i>Total liabilities and fund balance</i>	<u>(19,456)</u>	<u>(99,195)</u>	<u>217,985</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**JUNE 30, 2012**

	<u>31900 - ED. TECHNOLOGY EQUIPMENT ACT</u>	<u>31910 - Ed. Tech. Bond - Series Sept. 2007</u>	<u>Total</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ -	\$ -	\$ (97,234)
Accounts Receivable :			
Taxes	-	-	196,568
Due from other governmenta	-	-	-
Interfund receivables	370,301	-	370,301
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>370,301</u>	<u>-</u>	<u>469,635</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	19,680
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	399,853	399,853
Deferred revenue - property taxes	-	-	194,903
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>399,853</u>	<u>614,436</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	3,402
Debt service	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	370,301	(399,853)	(29,552)
Unassigned	-	-	(118,651)
<i>Total fund balance</i>	<u>370,301</u>	<u>(399,853)</u>	<u>(144,801)</u>
<i>Total liabilities and fund balance</i>	<u>370,301</u>	<u>-</u>	<u>469,635</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	31200 - PUBLIC SCHOOL CAPITAL OUTLAY	31400 - SPECIAL CAPITAL OUTLAY- STATE	31700 - CAPITAL IMPROVEME NTS SB-9
<b>Revenues</b>			
Property taxes	\$ -	\$ -	\$ 8,715
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>8,715</u>
<b>Expenditures</b>			
<i>Current:</i>			
Support services			
General Administration	10,133	-	80
School Administration	-	-	-
Operation & Maintenance of Plant	-	-	128,278
Capital Outlay	<u>-</u>	<u>-</u>	<u>146,638</u>
<i>Total expenditures</i>	<u>10,133</u>	<u>-</u>	<u>274,996</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(10,133)	-	(266,281)
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>(10,133)</u>	<u>-</u>	<u>(266,281)</u>
<i>Fund balances - beginning of the year</i>	<u>(9,323)</u>	<u>(99,195)</u>	<u>269,683</u>
<i>Fund balances - end of the year</i>	<u>\$ (19,456)</u>	<u>\$ (99,195)</u>	<u>\$ 3,402</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>31900 - ED. TECHNOLOG Y EQUIPMEN T ACT</u>	<u>31910 - Ed. Tech. Bond - Series Sept. 2007</u>	<u>Total</u>
<b>Revenues</b>			
Property taxes	\$ -	\$ -	\$ 8,715
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>8,715</u>
<b>Expenditures</b>			
<i>Current:</i>			
Support services			
General Administration	-	-	10,213
School Administration	-	161,156	161,156
Operation & Maintenance of Plant	-	3,788	132,066
Capital Outlay	<u>-</u>	<u>234,909</u>	<u>381,547</u>
<i>Total expenditures</i>	<u>-</u>	<u>399,853</u>	<u>684,982</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(399,853)	(676,267)
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>(399,853)</u>	<u>(676,267)</u>
<i>Fund balances - begining of the year</i>	<u>370,301</u>	<u>-</u>	<u>531,466</u>
<i>Fund balances - end of the year</i>	<u>\$ 370,301</u>	<u>\$ (399,853)</u>	<u>\$ (144,801)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC 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 ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Interest	\$ -	\$ -	\$ 33,539	\$ 33,539
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>33,539</u>	<u>33,539</u>
<i>EXPENDITURES:</i>				
Current:				
Capital outlay	<u>12,125,000</u>	<u>12,128,817</u>	<u>3,489,932</u>	<u>8,638,885</u>
<i>Total expenditures</i>	<u>12,125,000</u>	<u>12,128,817</u>	<u>3,489,932</u>	<u>8,638,885</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,125,000)</u>	<u>(12,128,817)</u>	<u>(3,456,393)</u>	<u>8,672,424</u>
<i>Other financing sources (uses):</i>				
Designated cash	12,125,000	12,128,817		(12,128,817)
Proceeds from bond issues	<u>9,900,000</u>	<u>9,900,000</u>	<u>9,900,000</u>	<u>-</u>
<i>Total other financing sources (uses)</i>	<u>22,025,000</u>	<u>22,028,817</u>	<u>9,900,000</u>	<u>(12,128,817)</u>
<i>Net changes in fund balances</i>	<u>9,900,000</u>	<u>9,900,000</u>	<u>6,443,607</u>	<u>(3,456,393)</u>
<i>Fund balances -beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,228,817</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 9,900,000</u>	<u>\$ 9,900,000</u>	<u>8,672,424</u>	<u>\$ (1,227,576)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>(3,456,393)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (3,456,393)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**PUBLIC SCHOOL CAPITAL OUTLAY 20% CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
General administration	-	-	10,133	(10,133)
Capital outlay	-	10,133	-	10,133
<i>Total expenditures</i>	0	10,133	10,133	0
Excess (deficiency) of revenues over (under) expenditures	0	(10,133)	(10,133)	0
<i>Other financing sources (uses):</i>				
Designated cash	-	10,133	-	(10,133)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	0	10,133	0	(10,133)
<i>Net changes in fund balances</i>	-	0	(10,133)	(10,133)
<i>Fund balances - beginning of year</i>	-	-	(9,323)	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (19,456)	\$ (19,456)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(10,133)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (10,133)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(99,195)	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(99,195)</u>	<u>\$ (99,195)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Property taxes	\$ 7,070	\$ 7,070	\$ 7,959	\$ 889
<i>Total revenues</i>	<u>7,070</u>	<u>7,070</u>	<u>7,959</u>	<u>889</u>
<i>EXPENDITURES:</i>				
Current:				
General administration	-	100	80	20
Operation & maintenance of plant	-	-	108,598	(108,598)
Capital outlay	<u>204,070</u>	<u>275,743</u>	<u>146,638</u>	<u>129,105</u>
<i>Total expenditures</i>	<u>204,070</u>	<u>275,843</u>	<u>255,316</u>	<u>20,527</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(197,000)</u>	<u>(268,773)</u>	<u>(247,357)</u>	<u>21,416</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(197,000)</u>	<u>(268,773)</u>	<u>(247,357)</u>	<u>21,416</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>268,773</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ (197,000)</u>	<u>\$ (268,773)</u>	<u>21,416</u>	<u>\$ 290,189</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(247,357)	
Adjustments to revenues			756	
Adjustments to expenditures			<u>(19,680)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (266,281)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATIONAL TECHNOLOGY EQUIPMENT ACT CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	0	-	-
<i>Fund balances - beginning of year</i>	-	0	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	-	\$ -
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			-	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION TECHNOLOGY BOND SERIES 2007 CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
<i>EXPENDITURES:</i>				
Current:				
School administration	-	-	161,156	(161,156)
Operation & maintenance of plant	-	-	3,788	(3,788)
Capital outlay	509,470	399,853	234,909	164,944
<i>Total expenditures</i>	509,470	399,853	399,853	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(509,470)	(399,853)	(399,853)	-
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	(509,470)	(399,853)	(399,853)	-
<i>Fund balances - beginning of year</i>	-	-	399,853	399,853
<i>Fund balances - end of year</i>	\$ (509,470)	\$ (399,853)	-	\$ 399,853
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(399,853)	
Adjustments to Expenditures			399,853	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ -	

The accompanying notes are an integral part of these financial statements

# **DEBT SERVICE FUNDS**

## **DEBT SERVICE FUNDS**

**Deferred Sick Leave (42000)** – To accumulate funds to reimburse employees who do not use all of their accumulated sick leave. Funding Authority is the State of New Mexico Public Education Department.

**Educational Technology (43000)** – To accumulate resources for payment of principle and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters of the Schools and assessed by the County Assessor and collected and remitted to the Schools by the County Treasurer.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR DEBT SERVICE FUNDS**  
**JUNE 30, 2012**

	<u>42000 - DEFERRED SICK LEAVE</u>	<u>43000 - TOTAL ED. TECH. DEBT SERVICE SUBFUND</u>	<u>Total</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 46,649	\$ 411,644	\$ 458,293
Accounts Receivable :			
Taxes	-	59,423	59,423
Due from other governmenta	-	-	-
Interfund receivables	-	10,036	10,036
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>46,649</u>	<u>481,103</u>	<u>527,752</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	45,770	45,770
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>45,770</u>	<u>45,770</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Capital projects	-	-	-
Debt service	46,649	435,333	481,982
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>46,649</u>	<u>435,333</u>	<u>481,982</u>
<i>Total liabilities and fund balance</i>	<u>\$ 46,649</u>	<u>\$ 481,103</u>	<u>\$ 527,752</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	42000 - DEFERRED SICK LEAVE	43000 - TOTAL ED. TECH. DEBT SERVICE SUBFUND	Total
<b>Revenues</b>			
Property taxes	\$ -	\$ 378,107	\$ 378,107
<i>Total Revenues</i>	-	378,107	378,107
<b>Expenditures</b>			
<i>Current:</i>			
Support services			
General Administration	-	3,645	3,645
Central Services	21,261	-	21,261
Debt service - Principal	-	350,000	350,000
Debt Service - Interest	-	20,738	20,738
<i>Total expenditures</i>	21,261	374,383	395,644
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(21,261)	3,724	(17,537)
<i>Other Financing Sources (Uses):</i>			
Operating transfers	-	-	-
<i>Net changes in fund balance</i>	(21,261)	3,724	(17,537)
<i>Fund balances - begining of the year</i>	67,910	431,610	499,520
<i>Fund balances - end of the year</i>	46,649	435,334	481,983

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES:</b>				
Property taxes	\$ 2,591,355	\$ 2,591,355	\$ 2,464,363	\$ (126,992)
<i>Total Revenues</i>	<u>2,591,355</u>	<u>2,591,355</u>	<u>2,464,363</u>	<u>(126,992)</u>
<b>EXPENDITURES:</b>				
Current:				
Support Services				
General Administration	25,914	25,914	24,644	1,270
Debt Service				
Debt Service Reserve	1,946,990	1,946,990	-	1,946,990
Principal	2,055,000	2,055,000	2,055,000	-
Interest	536,355	536,355	434,497	101,858
<i>Total expenditures</i>	<u>4,564,259</u>	<u>4,564,259</u>	<u>2,514,141</u>	<u>2,050,118</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,972,904)</u>	<u>(1,972,904)</u>	<u>(49,778)</u>	<u>1,923,126</u>
<i>Other financing sources (uses):</i>				
Designated Cash	1,972,904	1,972,904	0	1,972,904
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	193,251	193,251
<i>Total other financing sources (uses)</i>	<u>1,972,904</u>	<u>1,972,904</u>	<u>193,251</u>	<u>1,779,653</u>
<i>Net changes in fund balances</i>	-	-	143,473	143,473
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,654,121</u>	<u>2,654,121</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>2,797,594</u>	<u>\$ 2,797,594</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(49,778)	
Adjustments to Revenues			<u>24,776</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (25,002)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**DEBT SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Central Services	<u>67,910</u>	<u>67,910</u>	<u>21,261</u>	<u>46,649</u>
Total expenditures	<u>67,910</u>	<u>67,910</u>	<u>21,261</u>	<u>46,649</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(67,910)</u>	<u>(67,910)</u>	<u>(21,261)</u>	<u>46,649</u>
<i>Other financing sources (uses):</i>				
Designated cash	<u>67,910</u>	<u>67,910</u>	<u>-</u>	<u>(67,910)</u>
Operating transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>0</u>
<i>Total other financing sources (uses)</i>	<u>67,910</u>	<u>67,910</u>	<u>-</u>	<u>(67,910)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(21,261)</u>	<u>(21,261)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>67,910</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,649</u>	<u>\$ 46,649</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(21,261)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (21,261)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION TECHNOLOGY DEBT SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES:</b>				
Property taxes	\$ 679,496	\$ 679,496	\$ 364,453	\$ (315,043)
<i>Total revenues</i>	<u>679,496</u>	<u>679,496</u>	<u>364,453</u>	<u>(315,043)</u>
<b>EXPENDITURES:</b>				
Current:				
General Administration	3,708	3,708	3,645	63
Debt service				
Miscellaneous Expenses	305,050	305,050		305,050
Principal	350,000	350,000	350,000	-
Interest	<u>20,738</u>	<u>20,738</u>	<u>20,738</u>	<u>-</u>
Total expenditures	<u>679,496</u>	<u>679,496</u>	<u>374,383</u>	<u>305,113</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(9,930)</u>	<u>(9,930)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	-	-	(9,930)	(9,930)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>421,573</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>-</u>	<u>\$ -</u>	<u>\$ 411,643</u>	<u>\$ 411,643</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(9,930)	
Adjustments to revenues			13,654	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 3,724</u>	

The accompanying notes are an integral part of these financial statements

# **COMPONENT UNIT**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING BALANCE SHEET**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>11000 - OPERATIONAL</u>	<u>14000 - TOTAL INSTRUCTIONAL MATERIAL S SUBFUND</u>	<u>22000 - ATHLETICS</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 204,541	\$ 3,742	\$ 1,590
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	28,805	-	-
Other	-	-	-
Inventory	<u>58,253</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u><u>291,599</u></u>	<u><u>3,742</u></u>	<u><u>1,590</u></u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued payroll liabilities	24,203	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u><u>24,203</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	58,253	-	-
Restricted for:			
Special Revenue	-	-	1,590
Capital projects	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	<u>209,143</u>	<u>3,742</u>	<u>-</u>
<i>Total fund balance</i>	<u><u>267,396</u></u>	<u><u>3,742</u></u>	<u><u>1,590</u></u>
<i>Total liabilities and fund balance</i>	<u><u>\$ 291,599</u></u>	<u><u>\$ 3,742</u></u>	<u><u>\$ 1,590</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING BALANCE SHEET**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>23000 - ACTIVITY TRANSPORTATION</u>	<u>24106 - ENTITLEMENT IDEA-B</u>	<u>25153 - TITLE XIX MEDICAID 3/21 YEARS</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 39,922	\$ (45,794)	\$ 14,410
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	11,162	-
Interfund receivables	-	34,632	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>39,922</u>	<u>-</u>	<u>14,410</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	-
Accrued compensated absences	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Special Revenue	39,922	-	14,410
Capital projects	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>39,922</u>	<u>-</u>	<u>14,410</u>
<i>Total liabilities and fund balance</i>	<u>\$ 39,922</u>	<u>\$ -</u>	<u>\$ 14,410</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING BALANCE SHEET**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>25250 - SEG Federal Stimulus</u>	<u>25255 - Educ. Job Fund</u>	<u>27170- Libraries- SB301 GO Bonds Laws of 2006</u>
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ 29,790	\$ (15,844)	\$ 328
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	665	-
Interfund receivables	-	-	-
Other	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>29,790</u>	<u>(15,179)</u>	<u>328</u>
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued payroll liabilities	-	(15,179)	-
Accrued compensated absences	-	-	-
Interfund payables	29,790	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>29,790</u>	<u>(15,179)</u>	<u>-</u>
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	-
Restricted for:			
Special Revenue	-	-	328
Capital projects	-	-	-
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>328</u>
<i>Total liabilities and fund balance</i>	<u>\$ 29,790</u>	<u>\$ (15,179)</u>	<u>\$ 328</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING BALANCE SHEET**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	31200 - PUBLIC SCHOOL CAPITAL OUTLAY	31400 - SPECIAL CAPITAL OUTLAY- STATE	Total
<b>Assets</b>			
<i>Current Assets</i>			
Cash and Temporary investments	\$ (69,141)	\$ -	\$ 163,544
Accounts Receivable :			
Taxes	-	-	-
Due from other governments	-	-	11,827
Interfund receivables	-	-	63,437
Other	-	-	-
Inventory	-	-	58,253
<i>Total assets</i>	(69,141)	-	297,061
<b>Liabilities and Fund Balances</b>			
<i>Current Liabilities</i>			
Accounts payable	-	-	-
Accrued payroll liabilities	-	-	9,024
Accrued compensated absences	-	-	-
Interfund payables	51,047	54,084	134,921
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	51,047	54,084	143,945
<i>Fund balances</i>			
Non-Spendable:			
Inventories	-	-	58,253
Restricted for:			
Special Revenue	-	-	56,250
Capital projects	(120,188)	(54,084)	(174,272)
Food Service	-	-	-
Grant activities	-	-	-
Assigned to:			
Subsequent year's budget	-	-	-
Unassigned	-	-	212,885
<i>Total fund balance</i>	(120,188)	(54,084)	153,116
<i>Total liabilities and fund balance</i>	\$ (69,141)	\$ -	\$ 297,061

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT  
 CARINOS CHARTER SCHOOL  
 GOVERNMENTAL FUNDS  
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
 JUNE 30, 2012

	<u>Governmental Fund</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 153,116
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>4,072</u>
Net Assets-total Governmental Activities	<u>\$ 157,188</u>



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	<u>11000 - OPERATIONAL</u>	<u>14000 - TOTAL INSTRUCTIONAL MATERIALS SUBFUND</u>	<u>22000 - ATHLETICS</u>
<b>Revenues</b>			
State and local grants	\$ 1,628,828	\$ 9,846	\$ -
Federal grants	-	-	-
Fees and Fines	-	-	-
Miscellaneous	<u>4,464</u>	<u>-</u>	<u>-</u>
<i>Total Revenues</i>	<u>1,633,292</u>	<u>9,846</u>	<u>-</u>
<b>Expenditures</b>			
<i>Current:</i>			
Instruction	1,093,206	7,794	-
Support services			
Students	172,883	-	-
Instruction	9,613	-	-
General Administration	22,870	-	-
School Administration	159,378	-	-
Central Services	112,285	-	-
Operation & Maintenance of Plant	80,929	-	-
Food Service Operations	<u>23,131</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>1,674,295</u>	<u>7,794</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(41,003)</u>	<u>2,052</u>	<u>-</u>
<i>Fund balances - begining of the year</i>	<u>308,399</u>	<u>1,690</u>	<u>1,590</u>
<i>Fund balances - end of the year</i>	<u>\$ 267,396</u>	<u>\$ 3,742</u>	<u>\$ 1,590</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	23000 - ACTIVITY TRANSPORTATI ON	24106 - ENTITLEMENT IDEA-B	25153 - TITLE XIX MEDICAID 3/21 YEARS
<b>Revenues</b>			
State and local grants	\$ -	\$ 52,707	\$ -
Federal grants	-	-	25,097
Fees and Fines	33,503	-	-
Miscellaneous	-	-	-
<i>Total Revenues</i>	<u>33,503</u>	<u>52,707</u>	<u>25,097</u>
<b>Expenditures</b>			
<i>Current:</i>			
Instruction	28,177	30,261	9,848
Support services			
Students	-	22,446	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Food Service Operations	-	-	-
<i>Total expenditures</i>	<u>28,177</u>	<u>52,707</u>	<u>9,848</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>5,326</u>	<u>-</u>	<u>15,249</u>
<i>Fund balances - begining of the year</i>	<u>34,596</u>	<u>-</u>	<u>(839)</u>
<i>Fund balances - end of the year</i>	<u>\$ 39,922</u>	<u>\$ -</u>	<u>\$ 14,410</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	<u>25250 - SEG Federal Stimulus</u>	<u>25255 - Educ. Job Fund</u>	<u>27170- Libraries- SB301 GO Bonds Laws of 2006</u>
<b>Revenues</b>			
State and local grants	\$ -	\$ 665	\$ -
Federal grants	-	-	-
Fees and Fines	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
<i>Total Revenues</i>	<u>-</u>	<u>665</u>	<u>-</u>
<b>Expenditures</b>			
<i>Current:</i>			
Instruction	-	665	-
Support services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Food Service Operations	-	-	-
	<hr/>	<hr/>	<hr/>
<i>Total expenditures</i>	<u>-</u>	<u>665</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<hr/> <u>-</u>	<hr/> <u>-</u>	<hr/> <u>-</u>
<i>Fund balances - begining of the year</i>	<hr/> <u>-</u>	<hr/> <u>-</u>	<hr/> <u>328</u>
<i>Fund balances - end of the year</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 328</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	<u>31200 - PUBLIC SCHOOL CAPITAL OUTLAY</u>	<u>31400 - SPECIAL CAPITAL OUTLAY-STATE</u>	<u>Total</u>
<b>Revenues</b>			
State and local grants	\$ -	\$ -	\$ 1,692,046
Federal grants	-	-	25,097
Fees and Fines	-	-	33,503
Miscellaneous	<u>69,141</u>	<u>-</u>	<u>73,605</u>
<i>Total Revenues</i>	<u>69,141</u>	<u>-</u>	<u>1,824,251</u>
<b>Expenditures</b>			
<i>Current:</i>			
Instruction	-	-	1,169,951
Support services			
Students	-	-	195,329
Instruction	-	-	9,613
General Administration	-	-	22,870
School Administration	-	-	159,378
Central Services	-	-	112,285
Operation & Maintenance of Plant	138,282	-	219,211
Food Service Operations	<u>-</u>	<u>-</u>	<u>23,131</u>
<i>Total expenditures</i>	<u>138,282</u>	<u>-</u>	<u>1,911,768</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(69,141)</u>	<u>-</u>	<u>(87,517)</u>
<i>Fund balances - begining of the year</i>	<u>(51,047)</u>	<u>(54,084)</u>	<u>240,633</u>
<i>Fund balances - end of the year</i>	<u><u>\$ (120,188)</u></u>	<u><u>\$ (54,084)</u></u>	<u><u>\$ 153,116</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<b>Governmental Fund</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (87,517)
<p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p>	
Depreciation expenses	(2,640)
<p>The issuance of long-term debt (e.g. accrued compensated absences) provides current financial resources to governmental funds. The transaction, however, has no effect on net assets:</p>	
Increase in the reserve for compensated absences	_____
Change in Net Assets - Total Governmental activities	\$ (90,157)

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**OPERATIONAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
State grants	\$ 1,744,690	\$ 1,744,690	\$ 1,744,690	\$ -
Miscellaneous	-	-	4,464	4,464
<i>Total revenues</i>	1,744,690	1,744,690	1,749,154	4,464
EXPENDITURES:				
Current:				
Instruction	1,050,400	1,050,400	1,093,206	(42,806)
Support services				
Student	178,595	178,595	172,883	5,712
Instruction	1,103	1,103	9,613	(8,510)
General administration	29,000	29,000	22,870	6,130
School administration	134,952	134,952	159,378	(24,426)
Central services	120,589	120,589	112,285	8,304
Operation & maintenance of plant	80,137	80,137	80,929	(792)
Food services operations	28,853	28,853	23,131	5,722
Capital outlay	-	-	151,163	(151,163)
<i>Total expenditures</i>	1,623,629	1,623,629	1,825,458	(201,829)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	121,061	121,061	(76,304)	197,365
<i>Other financing sources (uses):</i>				
Designated cash	-	121,061	-	(121,061)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	121,061	-	(121,061)
<i>Net changes in fund balances</i>	121,061	242,122	(76,304)	(318,426)
<i>Fund balances - beginning of year</i>	-	-	292,576	292,576
<i>Fund balances - end of year</i>	\$ 121,061	\$ 242,122	216,272	\$ (25,850)
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(76,304)	
Adjustments to revenues			(115,862)	
Adjustments to expenditures			151,163	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ (41,003)	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**INSTRUCTIONAL MATERIALS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
State grants	\$ -	\$ -	\$ 9,846	\$ -
<i>Total revenues</i>	-	-	9,846	9,846
EXPENDITURES:				
Instruction			7,794	(7,794)
<i>Total expenditures</i>	-	-	7,794	(7,794)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,052	(2,052)
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	2,052	2,052
<i>Fund balances - beginning of year</i>	-	-	1,590	1,590
<i>Fund balances - end of year</i>	\$ -	\$ -	3,642	\$ 3,642
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			2,052	
Adjustments to revenues			-	
Adjustments to expenditures			-	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 2,052	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**NON-INSTRUCTIONAL SUPPORT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
State grants	\$ 30,394	\$ 30,394	\$ -	\$ (30,394)
Charges of services	30,394	30,394	\$ 33,503	(30,394)
<i>Total revenues</i>	60,788	60,788	\$ 33,503	(27,285)
EXPENDITURES:				
Instruction			28,177	(28,177)
<i>Total expenditures</i>	0	-	28,177	(28,177)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	60,788	60,788	5,326	(55,462)
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	60,788	60,788	5,326	(55,462)
<i>Fund balances - beginning of year</i>	-	-	29,162	29,162
<i>Fund balances - end of year</i>	\$ 60,788	\$ 60,788	34,488	\$ (26,300)
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			5,326	
Adjustments to revenues				
Adjustments to expenditures				
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 5,326	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**ENTITLEMENT IDEA-B SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
REVENUES:				
State grants	\$ -	\$ -	\$ 41,545	\$ 0
<i>Total revenues</i>	-	-	41,545	41,545
EXPENDITURES:				
Instruction			30,261	(30,261)
Student			22,446	(22,446)
<i>Total expenditures</i>	-	-	52,707	(52,707)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(11,162)	11,162
<i>Net changes in fund balances</i>	-	-	(11,162)	(11,162)
<i>Fund balances - beginning of year</i>	-	-	34,632	34,632
<i>Fund balances - end of year</i>	\$ -	\$ -	23,470	\$ 23,470
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(11,162)	
Adjustments to revenues			11,162	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 0	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**TITLE XIX MEDICAID 3/21 YEARS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<b>REVENUES:</b>				
Federal grants	\$ 9,848	\$ 9,848	\$ 25,097	\$ 15,249
<i>Total revenues</i>	<u>9,848</u>	<u>9,848</u>	<u>25,097</u>	<u>15,249</u>
<b>EXPENDITURES:</b>				
Current:				
Instruction	1,609	1,609	9,848	(8,239)
<i>Total expenditures</i>	<u>1,609</u>	<u>1,609</u>	<u>9,848</u>	<u>(8,239)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>8,239</u>	<u>8,239</u>	<u>15,249</u>	<u>(7,010)</u>
<i>Other financing sources (uses):</i>				
Designated Cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>8,239</u>	<u>8,239</u>	<u>15,249</u>	<u>7,010</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>839</u>	<u>839</u>
<i>Fund balances - end of year</i>	<u>\$ 8,239</u>	<u>\$ 8,239</u>	<u>16,088</u>	<u>\$ 7,849</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			15,249	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 15,249</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**STATE EQUALIZATION GUARANTEE - FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES:				
State grants	\$ <u>3,166</u>	\$ <u>3,166</u>	\$ <u>-</u>	\$ <u>(3,166)</u>
<i>Total revenues</i>	<u>3,166</u>	<u>3,166</u>	<u>\$ -</u>	<u>(3,166)</u>
EXPENDITURES:				
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>3,166</u>	<u>3,166</u>	<u>-</u>	<u>3,166</u>
<i>Net changes in fund balances</i>	<u>3,166</u>	<u>3,166</u>	<u>-</u>	<u>(3,166)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ <u>3,166</u></u>	<u>\$ <u>3,166</u></u>	<u>-</u>	<u>\$ <u>(3,166)</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ <u>0</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**TITLE XIX MEDICAID 3/21 YEARS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
State grants	\$ <u>2,172</u>	\$ <u>2,172</u>	\$ -	\$ <u>(2,172)</u>
<i>Total revenues</i>	<u>2,172</u>	<u>2,172</u>	<u>\$ -</u>	<u>(2,172)</u>
EXPENDITURES:				
Current:				
Instruction	<u>2,172</u>	<u>2,172</u>	<u>-</u>	<u>2,172</u>
<i>Total expenditures</i>	<u>2,172</u>	<u>2,172</u>	<u>-</u>	<u>2,172</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**STATE EQUALIZATION GUARANTEE - FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(27,820)	(27,820)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(27,820)</u>	<u>\$ (27,820)</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**EDUCATION JOBS FUND - FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES:				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Instruction	-	-	665	(665)
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>665</u>	<u>(665)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(665)</u>	<u>665</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(665)</u>	<u>(665)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,184</u>	<u>14,184</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>13,519</u>	<u>\$ 13,519</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(665)	
Adjustments to revenues			665	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**LIBRARIES - SB 301 GO BONDS - LAWS OF 2006 SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES:				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	328	328
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>328</u>	<u>\$ 328</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 0</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Miscellaneous	\$ <u>138,282</u>	\$ <u>138,282</u>	\$ <u>69,141</u>	<u>(69,141)</u>
<i>Total revenues</i>	<u>138,282</u>	<u>138,282</u>	<u>69,141</u>	<u>(69,141)</u>
EXPENDITURES:				
Operation & Maintenance of Plant	-	-	138,282	(138,282)
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>138,282</u>	<u>(138,282)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>138,282</u>	<u>138,282</u>	<u>(69,141)</u>	<u>(207,423)</u>
<i>Net changes in fund balances</i>	<u>138,282</u>	<u>138,282</u>	<u>(69,141)</u>	<u>(207,423)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(51,047)</u>	<u>(51,047)</u>
<i>Fund balances - end of year</i>	<u>\$ <u>138,282</u></u>	<u>\$ <u>138,282</u></u>	<u>(120,188)</u>	<u>\$ <u>(258,470)</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(69,141)	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ (69,141)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES:				
<i>Total revenues</i>	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(54,084)	(54,084)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(54,084)</u>	<u>\$ (54,084)</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			-	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT  
 CARINOS CHARTER SCHOOL  
 SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
 BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

<u>Bank Account Type/Name</u>	<u>Valley National Bank</u>
Checking	\$ <u>272,490</u>
Total On Deposit	272,490
Reconciling Items	<u>(108,946)</u>
Reconciled Balance June 30, 2012	\$ <u><u>163,544</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Operational Account 11000	Instructional Materials Accounts 14000	Athletics Fund 22000	Non- Instructional Support 23000
	<u>11000</u>	<u>14000</u>	<u>22000</u>	<u>23000</u>
Cash, June 30, 2011	\$ 108,985	\$ 1,690	\$ 1,590	\$ 34,596
Add:				
2011-12 revenues	1,749,154	9,846	-	33,503
Repayment of interfund loans	200,665	-	-	-
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	<u>2,058,804</u>	<u>11,536</u>	<u>1,590</u>	<u>68,099</u>
Less:				
2011-12 expenditures	(1,825,458)	(7,794)	-	(28,177)
Repayment of interfund loans	-	-	-	-
Due from other funds	<u>(28,805)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2012	<u>\$ 204,541</u>	<u>\$ 3,742</u>	<u>\$ 1,590</u>	<u>\$ 39,922</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Federal Flowthrough 24000	Federal Direct 25000	State Flowthrough 27000	Public School Capital Outlay 31200
Cash, June 30, 2011	\$ -	\$ 985	\$ 328	\$ -
Add:				
2011-12 revenues	41,545	25,097	-	69,141
Repayment of interfund loans	-	-	-	-
Due to other funds	-	29,790	-	51,047
	<u>41,545</u>	<u>55,872</u>	<u>328</u>	<u>120,188</u>
Total cash available				
Less:				
2011-12 expenditures	(52,707)	(10,513)	-	(138,282)
Repayment of interfund loans	-	(17,003)	-	(51,047)
Due from other funds	(34,632)	-	-	-
	<u>(45,794)</u>	<u>28,356</u>	<u>328</u>	<u>(69,141)</u>
Cash, June 30, 2012				

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Spec. Capital Outlay-Local 31400	Total
Cash, June 30, 2011	\$ -	\$ 148,174
Add:		
2011-12 revenues	-	1,928,286
Repayment of interfund loans	-	200,665
Due to other funds	54,084	134,921
Total cash available	54,084	2,412,046
Less:		
2011-12 expenditures	-	(2,062,931)
Repayment of interfund loans	(54,084)	(122,134)
Due from other funds	-	(63,437)
Cash, June 30, 2012	\$ -	\$ 163,544

The accompanying notes are an integral part of these financial statements

# **SUPPORTING SCHEDULES**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<u>Balance</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>
Abiquiu Elementary	\$ 11,771	\$ 18,254	\$ 18,405	\$ 11,620
Alcalde Elementary	13,853	12,011	9,216	16,648
Chimayo Elementary	7,222	5,155	11,657	720
Dixon Elementary	1,358	3,667	3,068	1,957
Espanola Elementary	17,855	44,470	44,043	18,282
Fairview Elementary	38,985	38,489	39,416	38,058
Hernandez Elementary	2,517	11,888	10,413	3,992
Los Ninos Elementary	16,283	21,022	20,422	16,883
Mountain View Elementary	3,165	13,100	13,869	2,396
San Juan Elementary	17,248	92,466	107,966	1,748
Sombrillo Elementary	17,782	22,205	17,271	22,716
Velarde Elementary	(2,392)	16,407	14,728	(713)
Espanola Middle School	41,216	17,307	18,242	40,281
Espanola Valley High School	187,679	100,517	120,478	167,718
Clearing Account - Agency Funds	<u>159,658</u>	<u>193,999</u>	<u>561,133</u>	<u>(207,476)</u>
Total All Schools	<u>\$ 534,200</u>	<u>\$ 610,957</u>	<u>\$ 1,010,327</u>	<u>\$ 134,830</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
**FOR PUBLIC FUNDS**  
**JUNE 30, 2012**

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2012	Name and Location of Safekeeper
Bank of America	CUSIP 31419JSM1 FNCL Pool- AE77223 4.0%, Due 11-01-2040	\$ 1,815,353	Bank of America
Valley National Bank	CUSIP 891398AX7 Torrance Cnty NM	300,831	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 31391FGL6 FNMA Pool # 665403	394,333	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 914696DA4 UNIV NM VALENCIA CNTY BR	251,273	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 3133XWX95 FHLB	2,119,844	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 798360EC3 San Juan Cnty NM	1,121,220	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 54422NBK1 Los lamos N Mex	450,624	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 31418AAX6 AFNMA #MA0232	2,412,013	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 31417YHJ9 FNMA #MA0232	2,535,773	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 3138A4EZ4 FNMA #AH2851	2,374,212	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 550340DM2 Luna Cnty N Mex	130,510	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 76717PAJ7 Rio Rancho N Mex Even Center	554,340	Valley National Bank Espanola, NM
Valley National Bank	CUSIP 802169BK7 Santa Fe N Mex Wtr	<u>202,489</u>	Valley National Bank Espanola, NM
		<u>\$ 14,662,815</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Bank Account Type /Name	Valley National Bank	Bank of America	State of New Mexico	Totals
<b>Valley National Bank</b>				
Checking - Operational Old	\$ 122,062			\$ 122,062
Checking - Operational New	1,281,334			1,281,334
Checking - Athletics	578			578
Checking - Federal	126			126
General Obligations Bond	3,926,694			3,926,694
MMA Investment II 88607506	3,873,906			3,873,906
<b>Bank of America</b>				
Checking - Payroll		496,724		496,724
<b>State of New Mexico</b>				
LGIP Fund (Pool - 4102)			1,902	1,902
LGIP Fund (Pool - 4101)			5,579,963	5,579,963
<b>Total on Deposit</b>	<b>9,204,700</b>	<b>496,724</b>	<b>5,581,865</b>	<b>15,283,289</b>
<b>Reconciling Items - District</b>	<b>(2,857,484)</b>			<b>(2,857,484)</b>
<b>Reconciled Balance June 30, 2011</b>	<b>\$ 6,347,216</b>	<b>\$ 496,724</b>	<b>\$ 5,581,865</b>	<b>\$ 12,425,805</b>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Operational 11000	Transportation 13000	Instructional Material 14000	Food Service 21000	Athletics 22000
Cash, June 30, 2011	\$ 8,435,731	\$ -	\$ -	\$ -	\$ -
Add:					
2011-12 revenues	30,560,745	1,467,275	175,757	2,008,614	67,669
Loans from other funds	<u>432,111</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	39,428,587	1,467,275	175,757	2,008,614	67,669
Less:					
2011-12 expenditures	31,204,095	1,459,461	176,283	1,715,798	96,986
Loans to other funds	<u>120,476</u>	<u>205</u>	<u>-</u>	<u>410,824</u>	<u>-</u>
Total Expenses	<u>31,324,571</u>	<u>1,459,666</u>	<u>176,283</u>	<u>2,126,622</u>	<u>96,986</u>
Other Adjustments	(6,646,116)	(16,804)	26,687	95,732	29,188
Held Checks	1,264,441	-	-	-	-
Cash, June 30, 2012	<u>\$ 2,722,341</u>	<u>\$ (9,195)</u>	<u>\$ 26,161</u>	<u>\$ (22,276)</u>	<u>\$ (129)</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Non Instruction 23000	Federal Flowthrough 24000	Federal Direct 25000	Local Grants 26000	State Flowthrough 27000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash, June 30, 2011	\$ -	\$ -	\$ -	\$ -	\$ -
Add:					
2011-12 revenues	14,460	2,654,287	416,654	71,652	43,719
Loans from other funds	<u>-</u>	<u>10,907</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	14,460	2,665,194	416,654	71,652	43,719
Less:					
2011-12 expenditures	31,005	3,453,159	329,270	147,941	238,215
Loans to other funds	<u>-</u>	<u>26,674</u>	<u>422</u>	<u>-</u>	<u>20,157</u>
Total Expenses	<u>31,005</u>	<u>3,479,833</u>	<u>329,692</u>	<u>147,941</u>	<u>258,372</u>
Other Adjustments	200,713	(2,179,033)	528,709	70,481	154,668
Held Checks	-	-	-	-	-
Cash, June 30, 2012	<u>\$ 184,168</u>	<u>\$ (2,993,672)</u>	<u>\$ 615,671</u>	<u>\$ (5,808)</u>	<u>\$ (59,985)</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	<u>State Direct 28000</u>	<u>Local/State 29000</u>	<u>Bond Building 31100</u>	<u>Public School Capital Outlay 31200</u>	<u>Spec. Capital Outlay-Local 31300</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -	\$ -	\$ -
Add:					
2011-12 revenues	-	57,836	9,933,539	-	-
Loans from other funds	<u>-</u>	<u>-</u>	<u>92,513</u>	<u>-</u>	<u>-</u>
Total cash available	-	57,836	10,026,052	-	-
Less:					
2011-12 expenditures	-	-	3,489,932	10,133	-
Loans to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>-</u>	<u>-</u>	<u>3,489,932</u>	<u>10,133</u>	<u>-</u>
Other Adjustments	(2,543)	72,122	2,136,305	(9,323)	-
Held Checks	-	-	-	-	-
Cash, June 30, 2012	<u>\$ (2,543)</u>	<u>\$ 129,958</u>	<u>\$ 8,672,425</u>	<u>\$ (19,456)</u>	<u>\$ 0</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Spec. Capital Outlay-State 31400	Cap. Improv. SB 31700	Ed Tech Equip Act 31900	Debt Service 41000	Deferred Sick leave 42000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash, June 30, 2011	\$ -	-	\$ -	\$ -	\$ -
Add:					
2011-12 revenues	-	7,959	-	2,464,363	-
Loans from other funds	<u>-</u>	<u>-</u>	<u>399,853</u>	<u>-</u>	<u>-</u>
Total cash available	-	7,959	399,853	2,464,363	-
Less:					
2011-12 expenditures	-	255,316	-	2,514,141	21,261
Loans to other funds	<u>-</u>	<u>-</u>	<u>370,301</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>-</u>	<u>255,316</u>	<u>370,301</u>	<u>2,514,141</u>	<u>21,261</u>
Other Adjustments	(99,195)	268,774	(29,552)	2,847,372	67,910
Held Checks	-	-	-	-	-
Cash, June 30, 2012	<u>\$ (99,195)</u>	<u>\$ 21,417</u>	<u>\$ 0</u>	<u>\$ 2,797,594</u>	<u>\$ 46,649</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Ed Tech Debt Service 43000	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ 8,435,731
Add:		
2011-12 revenues	364,453	50,308,982
Loans from other funds	<u>-</u>	<u>935,384</u>
Total cash available	364,453	59,680,097
Less:		
2011-12 expenditures	374,383	45,517,379
Loans to other funds	<u>10,036</u>	<u>949,059</u>
Total Expenses	<u>384,419</u>	<u>46,466,438</u>
Other Adjustments	431,610	(2,052,295)
Held Checks	-	1,264,441
Cash, June 30, 2012	<u>\$ 411,644</u>	<u>\$ 12,425,805</u>

# **COMPLIANCE SECTION**

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

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Espanola Public School District  
Espanola, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major fund, the combining and individual funds and related budgetary comparisons presented as supplemental information of Espanola Public School District (the "District"), New Mexico, as of and for the year ended June 30, 2012, which collectively comprise the District basic financial statements, and have issued our report thereon dated November 14, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

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



A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses identified as FS 07-06, FS 10-10 and FS 11-06.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies identified as FS 10-10, CS 10-20, FS 11-05, FS 11-07, FS 11-08 and FS-12-01.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Espanola Public 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as items CS 06-04, FS 10-01 and FS 10-11.

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

This report is intended solely for the information and use of management, the Board of Education, others within the organization, the audit committee, the Office of the State Auditor, New Mexico State Legislature, New Mexico Public Education Department, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

**Harshwal & Company LLP**  
**Certified Public Accountants**

*Harshwal & Company LLP*

**Albuquerque, New Mexico**  
**November 14, 2012**

# **FEDERAL FINANCIAL ASSISTANCE**

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

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Espanola Public School District  
Espanola, New Mexico

**Compliance**

We have audited the compliance of Espanola Public School District, New Mexico, with the types of compliance requirements described in the *(OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Espanola Public School District's major federal programs for the year ended June 30, 2012. Espanola Public School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Espanola Public School District's management. Our responsibility is to express an opinion on Espanola Public School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Espanola Public School District, New Mexico's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Espanola Public School District's compliance with those requirements.

In our opinion, Espanola Public School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

## Internal Control Over Compliance

Management of Espanola Public School District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Espanola Public School District internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

This report is intended solely for the information and use of the audit committee, management, the Board of Education, others within the organization, the Office of the State Auditor, New Mexico State Legislature, New Mexico Public Education Department, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

**Harshwal & Company LLP**  
**Certified Public Accountants**

*Harshwal & Company LLP*

**Albuquerque, New Mexico**  
**November 14, 2012**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2012**

Federal Grantor or Pass-Through Grantor / Program Title	Pass- through Number	Federal CFDA	Federal Expenditures
<b>U.S. Department of Education</b>			
Pass-through State of New Mexico Department of Education:			
Title I-IASA	24101	84.010	\$ 2,482,528
Title I School Improvement - ARRA	24262	84.010	160,597
Title I - IASA Federal Stimulus	24201	84.010	274
IDEA - B Entitlement	24106	84.027	880,925
IDEA - B Federal Stimulus ARRA	24206	84.027	50,399
IDEA - B Early Intervention Services	24112	84.027	57,363
IDEA - B Pre School	24109	84.173	23,840
Education of Homeless	24113		1,794
Education of Homeless - Federal Stimulus	24213	84.387	7,536
Title II - IASA Math/Science	24115		52
IDEA-B Risk Pool	24120		42,778
Title III - English Language Acquisition	24153	84.365	22,436
Improving Teacher Quality - Title II Teacher/Principal Training & Recruiting	24154	84.367A	530,023
Rural & Low Income Schools	24160	84.358B	104,956
Carl Perkins	24174	84.048	63,651
EETTT Partnership Federal Stimulus	24249	84.318X	57,594
Impact Aid Special Education	25145	84.041	18,859
Impact Aid - Public Law	11000	84.041	38,548
Indian Education Formula Grant	25184	84.060A	47,059
Education Job Funds	25255	84.410	12,528
Subtotal - Pass-through State of New Mexico Department of Education - Espanola Public School District			4,603,740
Carrinas Charter School			
IDEA - B Entitlement	24106	84.027	52,707
Education Job Funds	25255	84.410	665
Subtotal - Pass-through State of New Mexico Department of Education - Carrinas charter School			53,372
<b>Total U.S. Department of Education</b>			<u>4,657,112</u>
<b>U.S. Department of Agriculture</b>			
Direct U.S. Department of Agriculture			
Forest Reserve	11000	10.670	729,640
Subtotal - Direct U.S. Department of Agriculture			729,640
Pass-through State of New Mexico Department of Education			
School Lunch Program	21000	10.555	1,899,297
Fresh Fruits and Vegetables	24118	10.582	88,306
Subtotal - Pass-through State of New Mexico Department of Education			1,987,603
Pass-through State of New Mexico Department of Health and Human Services			
Food Distribution (Commodities)	21000	10.550	30,509
Subtotal - Pass-through State of New Mexico Department of Health and Human Services			30,509
<b>Total U.S. Department of Agriculture</b>			<u>2,747,752</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 7,404,864</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2012**

**Notes to Schedule of Expenditures of Federal Awards**

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Espanola Public School District (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Sub recipients

The District did not provide any federal awards to sub recipients during the year.

3. 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, 2012 was \$30,509 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

**Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:**

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 7,404,864
Total Charter School Federal Assistance	<u>53,372</u>
Total Federal Financial Assistance - Espanola Public Schools	7,351,492
Total expenditures funded by other sources	<u>39,899,827</u>
Total expenditures	<u><u>\$ 47,251,319</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**Section I – Summary of Audit Results**

*Financial Statements:*

1. Type of auditors' report issued	Unqualified
2. Internal control over financial reporting:	
a. Material weakness identified?	Yes
b. Significant deficiencies identified not considered to be material weaknesses?	Yes
c. Control deficiencies identified not considered to be significant deficiencies?	Yes
d. Noncompliance material to financial statements noted?	Yes

*Federal Awards:*

1. Internal control over major programs:	
a. Material weakness identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	No
c. Control deficiencies identified not considered to be significant deficiencies?	No
2. Type of auditors' report issued on compliance for major programs	Unqualified
3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	No

4. Identification of major programs:

CFDA Number	Federal Program
84.010	Title I
84.027/84.173	IDEA-B Entitlement
84.367	Improving Teacher Quality
10.555	National School Lunch Program
10.670	Forest Reserve

5. Dollar threshold used to distinguish between type A and type B programs:	300,000
6. Auditee qualified as low-risk auditee?	No

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 07-06 Control Deficiency - Bank Deposits – Revised and Repeated**

*Condition:* During our test work of internal controls for receipts, we noted that nine out of forty-nine deposits were not deposited within 24 hours.

*Criteria:* NMAC 6.20.2.14c states that money received shall be deposited in the bank within twenty-four (24) hours or one banking days.

*Effect:* Non-adherence to state statutes places the District in noncompliance and lack of timeliness of deposits or failure to receipt all cash received could subject the District to a possible occurrence of fraud.

*Cause:* Lack of following internal controls.

*Auditors' Recommendation:* The District should familiarize responsible employees with the New Mexico Administrative Code relating to Public Schools in order to ensure compliance with regulations and implement prenumbered receipts into their receipting process. We recommend that the District emphasize the importance of timely deposits of receipts and monitor receipts more closely in order to be compliant with state statutes.

*Management's Response:* The district has met with School Site Office Managers in July 2012 to provide training on NM Administrative Code 6.20.2.14 and consequences for not following standards. Currently in place is a "Deposit Violation" write up sent to office manager and copy sent to supervisor for disciplinary action.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 10-01 Non Compliance - Budgetary Conditions – Revised and Repeated**

*Condition:* The District has expenditure functions in which actual expenditures exceeded budgetary authority in several funds. Actual expenditures exceeded budgetary authority by a total of \$377,941. See footnote for more detailed information.

*Criteria:* Sound financial management and state regulation 6.20.2.9 (A), NMAC and state statutes 22-8-5 through 22-8-12.2, NMSA 1978, require that budgets not be exceeded at the legal level of control. School districts legal level of control is determined by expenditure function.

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

*Cause:* The District did not make the appropriate budgetary adjustment requests and transfers to alleviate possible over-expenditure within functions prior to the year-end.

*Auditors' Recommendation:* The District must establish a policy of budgetary review at year-end and make the necessary budget adjustment requests (BAR's). All BAR's and or adjusting journal entries should be requested through the proper process at the Public Education Department and be approved prior to year end.

*Management's Response:* Information provided to auditor on 11/14/2012, district did not have expenditures exceeding authority by \$377,941.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 10-10 Significant Deficiency - Bank Reconciliations –Revised and Repeated**

*Condition:* The District is not completing accurate bank reconciliations in a timely manner. During the audit, when the auditors tested cash balances, the District was unable to provide the auditors with correct bank reconciliations.

*Criteria:* Good accounting practice requires that bank reconciliations be performed monthly. PSAB Supplement 7 requires that Districts perform bank reconciliations timely.

*Effect:* Without performing bank reconciliations timely, incorrect posting to the general ledger will not be recognized. It is often difficult to detect fraudulent activity if bank reconciliations are not performed timely. Fraudulent transactions can take place and not be detected.

*Cause:* The District staff fell behind in reconciling the bank statements due to their heavy work load and due to turnover issues within the finance department. The outstanding reconciling items have not been correctly posted to the general ledger because the previous District staff did not understand the need to post these items and how they should be posted.

*Auditors' Recommendation:* We recommend that the District perform bank reconciliations on a monthly basis and be reviewed by the Superintendent. If the inter-fund reconciling items were recorded in the general ledger as interfund payables and receivables and balanced monthly, we believe it would be easier for the District to achieve the objective of completing correct bank reconciliations timely.

*Management's Response:* District has hired an experienced employee (Finance/Accounting Asst.) who will be responsible for Bank/Cash Reconciliations. Finance Director and Asst. will meet on a monthly basis to validate bank reconciliations are completed timely, accurately and verify bank/fund balances are reconciled to the General Ledger. This process has been executed and is currently taking place monthly.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 10-11 Other Mater - PED Cash Report – Revised and Repeated**

*Condition:* The District's cash report to the PED did not agree to the District's general ledger. The report did not encompass all necessary information to reconcile the PED report to the District's general ledger.

*Criteria:* According to State regulation 6.20.2.11 (b) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger and must be finalized by July 31 following year end.

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

*Cause:* This is due to lack of oversight by the management and untimely bank reconciliations.

*Auditors' Recommendation:* All reports sent to PED must agree to the general ledger and must be finalized prior to the PED's stipulated deadlines. We recommend that all reports are reviewed before being submitted to PED.

*Management's Response:* District has hired a staff member dedicated to work only Bank/Cash Reconciliations and staff cross training in the areas that affect the cash report. With additional resources in this areas PED report should be timely.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 11-05: Significant Deficiency - Preparation of Financial Statements –Revised and Repeated**

*Condition:* The individuals responsible for the accounting functions for the District did not prepare the District's financial statements. The Financial statements were prepared by the auditor.

*Criteria:* Statement of Accounting Standards (SAS) 115, Communication of Internal Control Related Matters Identified in an Audit, requires that management clearly accept responsibility for preparing all financial information and District's financial statements.

*Effect:* Individuals, without the aid of its auditors, are unable to accurately prepare the District's financial statements in accordance with the accounting standards with the regard to apply generally accepted accounting principles.

*Cause:* Individuals responsible for the accounting and reporting functions for the District have not received training relating to the preparation of the District's financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

*Auditor's Recommendation:* We recommend the District's accounting management receive training relating to the preparation for the District's financial statements in accordance with generally accepted accounting principles. This would give the accounting management responsible for the accounting and reporting functions the skills and knowledge to apply generally accepted accounting principles to the financial statements.

*Management's Response:* District is working on scheduling some assistance from Tyler Technology to set up and provide training on the Financial Statements Module available within our Accounting Software. The appropriate personnel will attend training on the preparation of Financial Statements.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 11-06 Control Deficiency - Internal Controls over Journal Entries –Revised and Repeated**

*Criteria:* Sound business practices require the posting of audit adjusting journal entries.

*Condition:* The District did not post the adjusting journal entries determined necessary in the previous audit.

*Cause:* The District does not follow proper procedures regarding journal entries.

*Effect:* Without the posting of necessary adjusting journal entries, adjustments were not made to make the District's records accurate. This could go undetected and cause financial statements to be misstated.

*Auditors' Recommendation:* We recommend that the District update their policies and procedures manual regarding the posting of audit adjusting journal entries.

*Management's Response:* District will post adjusting entries provided by Auditor and will provide validation report to auditor.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**FS 11-07: Significant Deficiency – Negative Cash in Student Activity Funds –Revised and Repeated**

*Condition:* During the performance of audit procedures relating to activity fund cash it was noted that a interfund payable existed in the amount of \$134,830.

*Criteria:* Per PSAB Supplement 18, no activity fund account shall ever be permitted to incur a deficit. Adequate internal control structure shall be established and maintained, as well as audit trails, in the same manner as the school district's regular funds.

*Effect:* The District is in violation of PSAB Supplement 18, which could mean operational funds covering activity funds for their over expenditure which causes a cash management issue because it could result in operational funds also going into a negative cash balance.

*Cause:* The District is not maintaining proper controls over deficit spending in activity accounts.

*Auditor's Recommendation:* We recommend that the District review the activity funds on a monthly basis to ensure that there is no deficit spending.

*Management's Response:* District is currently monitoring funds on a monthly basis.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**Component Unit Findings:**

**CS 10-20 Significant Deficiency - Payroll Violations – Revised and Repeated**

*Condition:* During the payroll testwork, we noted two out of five employees tested did not have the background check in their personnel file.

*Criteria:* NMAC 6.20.2.18 states that School Districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations, pay or position change notices, Educational Retirement Act plan application, and direct deposit authorizations.

*Effect:* The Charter School is not in compliance with NMAC 6.20.2.18.

*Cause:* The Charter School did not accurately maintain payroll records or employee deductions.

*Auditors' Recommendation:* We recommend that the Charter School review all personnel files and ensure that all required documentation is filed.

*Management's Response:* The Charter School administrator will review all employee files to ensure that background checks are completed according to NM statute; the administrator will also ensure that there is a process to comply with all mandatory personnel files.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**CS 06-04 Non Compliance - Budgetary Conditions - Revised and Repeated**

*Condition:* The Charter Schools has expenditure functions in which actual expenditures exceeded budgetary authority in Instructional Materials Funds – Instruction, Non-Instructional Support Funds – Instruction, Public School Capital Outlay Capital Project Fund – Capital Outlay and Special Capital Outlay State Capital Project Fund – Capital Outlay. Actual expenditures exceeded budgetary authority by a total of \$335,598. See footnote for more detailed information.

*Criteria:* Sound financial management and state regulation 6.20.2.9 (A), NMAC and state statutes 22-8-5 through 22-8-12.2, NMSA 1978, require that budgets not be exceeded at the legal level of control. Schools legal level of control is determined by expenditure function.

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

*Cause:* The Charter School did not make the appropriate budgetary adjustment requests and transfers to alleviate possible over-expenditure within functions prior to the year-end.

*Auditors' Recommendation:* The Charter School must establish a policy of budgetary review at year-end and make the necessary budget adjustment requests (BAR's). All BAR's and or adjusting journal entries should be requested through the proper process at the Public Education Department and be approved prior to year end.

*Management's Response:* The school business manager disagrees with the listed finding. The budget used for review of expenditures was the original budget. However, according to the BAR process all funds listed in non-compliance were adjusted according to available additional allocations. The final budget in OBMS (operating budget management software) managed by the PED shows available funds to cover all expenditures issued by the school.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**Section III – Federal Award Findings and Questioned Costs**

No findings or questioned costs related to federal awards.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**Section IV – Prior Year Audit Findings**

**Section II – Financial Statement Findings:**

FS 04-03 – Late Submission of Audit Report - Resolved  
FS 07-02 – Capital Assets Accounting – Resolved  
FS 07-06 – Bank Deposits – Revised and Repeated  
FS 07-07 – Disaster Recovery Plan – Resolved  
FS 10-01 – Budgetary Conditions – Revised and Repeated  
FS 10-05 – Depreciation– Resolved  
FS 10-06 – Deficiencies in Internal Control Structure Design–Resolved  
FS 10-08 – Cash Disbursements - Cash Controls – Resolved  
FS 10-10 – Bank Reconciliations – Revised and Repeated  
FS 10-11 – PED Cash Report – Revised and Repeated  
FS 11-01 – Personnel Education Certificate – Resolved  
FS 11-02 – Cash Disbursements –Resolved  
FS 11-03 – Procurement Code – Resolved  
FS 11-04 – RHC Reports and Contributions –Resolved  
FS 11-05 – Preparation of Financial Statements – Revised and Repeated  
FS 11-06 – Internal Controls over Journal Entries – Revised and Repeated  
FS 11-07 – Negative Cash in Student Activity Funds – Revised and Repeated  
FS 11-08 – Cash Appropriations in Excess of Available Cash Balances – Resolved

**Component Unit Findings:**

CS 06-04 – Budgetary Conditions – Revised and Repeated  
CS 10-15 – Bank Reconciliations – Resolved  
CS 10-20 – Payroll Violations – Revised and Repeated  
CS 10-21 – Payroll Deductions – Resolved  
CS 10-24 – 941 Reconciliations –Resolved  
CS 11-09 – Lack of Supporting Documentation - Cash Disbursements – Resolved  
CS 11-10 – Cash Disbursements –Resolved  
CS 11-11 – Cash Appropriations in Excess of Available Cash Balances – Resolved

**Section III Federal Award Findings and Questioned Costs**

FA 10-03 – Capital Assets — Resolved  
FA 11-12 – Audit report Submission of Data Collection Form and Reporting Package – Resolved

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2012**

**Section III – Other Disclosures**

Auditor Prepared Financials

The financial statements presented in this report were prepared by the auditors, Harshwal & Company, LLP

Exit Conference

The contents of this report were discussed on November 14, 2012. The following individuals were in attendance.

**Espanola Public Schools District**

Mr. Arthur Blea, Superintendent  
Ms. Jeannette Trujillo, Director of Finance  
Mr. Elias Martinez, Accounting System Manager  
Ms. Myrna Garcia, Finance & Accounting Assistant  
Mr. Gilbert Sanchez, Procurement Officer

**Harshwal & Company, LLP**

Sanwar Harshwal, Managing Partner  
Aditya Harshwal, Manager