

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**ANNUAL FINANCIAL REPORT**  
**June 30, 2013**

**Harshwal & Company LLP**  
**Certified Public Accountants**  
**6739 Academy Road NE, Suite 130**  
**Albuquerque NM 87109**  
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# **INTRODUCTORY SECTION**

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ESPANOLA PUBLIC SCHOOL DISTRICT  
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ESPANOLA PUBLIC SCHOOL DISTRICT  
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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**OFFICIAL ROSTER**  
**JUNE 30, 2013**

<u>Name</u>		<u>Title</u>
	<b>Board of Education</b>	
Mr. Ralph Medina		President
Lucas Fresquez		Vice President
Annabelle Almager		Secretary
Mr. Andrew Chavez		Member
Mr. Pablo Lujan		Member
	<b>School Officials</b>	
Danny Trujillio		Superintendent
Ms. Jeanette Trujillio		Director of Finance



# **FINANCIAL SECTION**

## INDEPENDENT AUDITORS' REPORT

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
The Governing Board  
Española Public School District  
Española, New Mexico

### Report on Financial Statements

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 fund and the major special revenue funds of Espanola Public School District (the "District"), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project funds, debt service funds and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2013, and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund and fiduciary fund of the District as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital project funds, debt service funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### *Required Supplementary Information*

Management has omitted the MD&A which is required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements is required by the Government 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.

### **Other Information**

Our audit was conducted for the purpose of forming opinions on the District's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of federal awards as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations and the other schedules required by 2.2.2.NMAC* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The *Schedule of Expenditures of federal awards and other schedules required by 2.2.2 NMAC* are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the *Schedule of Expenditures and other schedules required by 2.2.2 NMAC* are fairly stated in all material respects in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2013 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

**Harshwal & Company LLP  
Certified Public Accountants**

*Harshwal & Company LLP*

**Albuquerque, New Mexico  
November 12, 2013**

# **BASIC FINANCIAL STATEMENTS**

**GOVERNMENT- WIDE  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2013**

	<b>Governmental activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	\$ 11,486,034	\$ 411,948
Property taxes receivables	1,869,372	
Due from other governments	1,347,866	22,420
Inventory	36,447	58,253
Total current assets	14,739,719	492,621
Noncurrent assets		
Bond issuance costs (net of amortization)	87,712	
Capital assets		
Land & land improvements	9,335,409	
Construction in progress	13,490,683	
Buildings and building improvements	133,322,749	
Furniture, fixtures and equipment	5,180,618	21,900
Less: accumulated depreciation	(102,961,702)	(14,565)
Total noncurrent assets	58,455,469	7,335
Total assets	\$ 73,195,188	\$ 499,956
<b>LIABILITIES AND NET POSITION</b>		
Current liabilities		
Accounts payable	4,053,603	9,685
Accrued compensated absences	49,843	
Accrued payroll liabilities	13	148,997
Deferred revenue	347,587	
Interfund balances		54,084
Accrued interest	148,364	
Current portion of long-term debt	2,215,000	
Total current liabilities	6,814,410	212,766
Non current liabilities:		
Bond underwriter premiums (net of amortization)	32,850	
Bond due in more than one year	24,185,000	
Accrued compensated absences	176,041	
Total non-current liabilities	24,393,891	0
Total liabilities	31,208,301	212,766
Net Investment in capital assets	31,967,757	7,335
Restricted for:		
Special Revenue	1,120,256	59,855
Instructional	81,221	
Debt service	3,247,116	
Capital projects	4,155,384	
Unrestricted	1,415,153	220,000
Total net position	41,986,887	287,190
Total liabilities and net position	\$ 73,195,188	\$ 499,956

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, 2013**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program revenues</u>		<u>Net (expenses) revenues and changes in net position</u>	<u>Component unit</u>
		<u>Charges for service</u>	<u>Operating grants and contributions</u>		
<b>Primary government</b>					
Governmental activities:					
Instruction	\$ 23,370,375	\$ 257,237	\$ 4,686,627	\$(18,426,511)	
Students	4,305,709		655,669	(3,650,040)	
Instruction	632,070			(632,070)	
General administration	743,387			(743,387)	
School administration	2,007,853		250,904	(1,756,949)	
Other support services	167,828			(167,828)	
Central services	1,218,707			(1,218,707)	
Operation & maintenance of plant	5,484,483			(5,484,483)	
Student transportation	1,662,361		1,676,644	14,283	
Food services operation	2,201,204	52,894	1,719,098	(429,212)	
Interest on long-term debt	556,113			(556,113)	
Total primary government	<u>\$ 42,350,090</u>	<u>\$ 310,131</u>	<u>\$ 8,988,942</u>	<u>(33,051,017)</u>	<u>0</u>
<b>Component unit</b>	<u>\$ 2,127,105</u>	<u>\$ 49,186</u>	<u>\$ 33,936</u>	<u>0</u>	<u>(2,043,983)</u>
<b>General revenues:</b>					
Property taxes:					
Levied for general purposes				90,626	
Levied for debt service				1,865	
Levied for capital projects				2,708,724	
State equalization guarantee				28,795,814	1,951,744
Unrestricted investment earnings				47,532	
Gain / (Loss) on disposal of assets				(63,643)	
Miscellaneous				499,176	222,241
Total general revenues				<u>32,080,094</u>	<u>2,173,985</u>
Change in net position				(970,923)	130,002
Net position - beginning of year				<u>42,957,810</u>	<u>157,188</u>
Net position - end of year				<u>\$ 41,986,887</u>	<u>\$ 287,190</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, 2013**

	11000 - Operational	13000 - Pupil Transportation	14000 - Total Instructional Materials Subfund
<b>ASSETS</b>			
Current assets			
Cash and temporary investments	\$ 1,093,555	\$	\$ 81,221
Accounts receivable:			
Taxes	53,349		
Dues from other governments			
Interfund receivables	197,431	205	
Inventory	36,447		
Total assets	\$ 1,380,782	\$ 205	\$ 81,221
<b>LIABILITIES AND FUND BALANCES</b>			
Current liabilities:			
Accounts payable	\$ 123,437	\$	\$
Accrued payroll liabilities	13		
Interfund payables	311,635	9,777	
Deferred revenue- other			
Deferred revenue-taxes	53,349		
Total liabilities	488,434	9,777	0
Fund balances			
Non-spendable:			
Inventories	36,447		
Restricted for:			
Special Revenue Funds			
Capital projects Funds			
Debt service Funds			
Instructional materials			81,221
Unassigned	855,901	(9,572)	
Total fund balance	892,348	(9,572)	81,221
Total liabilities and fund balance	\$ 1,380,782	\$ 205	\$ 81,221

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, 2013**

	<u>31100 - Bond Building</u>	<u>41000 - Debt Services</u>	<u>Other Governmental Funds</u>
<b>ASSETS</b>			
Current assets			
Cash and temporary investments	\$ 7,785,029	\$ 1,206,021	\$ 1,320,208
Accounts receivable:			
Taxes		1,555,334	260,689
Dues from other governments			1,347,866
Interfund receivables	12,022	1,871,415	913,973
Inventory	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 7,797,051</u>	<u>\$ 4,632,770</u>	<u>\$ 3,842,736</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current liabilities:			
Accounts payable	\$ 3,923,054	\$	\$ 7,112
Accrued payroll liabilities			
Interfund payables	92,513	62,480	2,518,641
Deferred revenue- other			347,587
Deferred revenue-taxes	<u>                    </u>	<u>1,555,334</u>	<u>260,689</u>
Total liabilities	<u>4,015,567</u>	<u>1,617,814</u>	<u>3,134,029</u>
Fund balances			
Non-spendable:			
Inventories			
Restricted for:			
Special Revenue Funds			1,120,256
Capital projects Funds	3,781,484		373,900
Debt service Funds		3,014,956	232,160
Instructional materials			
Unassigned	<u>                    </u>	<u>                    </u>	<u>(1,017,609)</u>
Total fund balance	<u>3,781,484</u>	<u>3,014,956</u>	<u>708,707</u>
Total liabilities and fund balance	<u>\$ 7,797,051</u>	<u>\$ 4,632,770</u>	<u>\$ 3,842,736</u>

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, 2013**

	<u>Total Primary Government</u>
<b>ASSETS</b>	
Current assets	
Cash and temporary investments	\$ 11,486,034
Accounts receivable:	
Taxes	1,869,372
Dues from other governments	1,347,866
Interfund receivables	2,995,046
Inventory	<u>36,447</u>
Total assets	<u>\$ 17,734,765</u>
<b>LIABILITIES AND FUND BALANCES</b>	
Current liabilities:	
Accounts payable	\$ 4,053,603
Accrued payroll liabilities	13
Interfund payables	2,995,046
Deferred revenue- other	347,587
Deferred revenue-taxes	<u>1,869,372</u>
Total liabilities	<u>9,265,621</u>
Fund balances	
Non-spendable:	
Inventories	36,447
Restricted for:	
Special Revenue Funds	1,120,256
Capital projects Funds	4,155,384
Debt service Funds	3,247,116
Instructional materials	81,221
Unassigned	<u>(171,280)</u>
Total fund balance	<u>8,469,144</u>
Total liabilities and fund balance	<u>\$ 17,734,765</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 POSITION**  
**JUNE 30, 2013**

	<u>Governmental fund</u>
Amounts reported for governmental activities in the statement of position are different because:	
Fund balances - total governmental funds	\$ 8,469,144
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	58,367,757
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	1,869,372
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	87,712
Bond underwriter premiums net of accumulated amortization	(32,850)
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	(225,884)
Accrued interest payable	(148,364)
General obligation bonds	<u>(26,400,000)</u>
Net Position-Total Governmental Activities	<u>\$ 41,986,887</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, 2013**

	11000 - Operational	13000 - Pupil Transportation	14000 - Total Instructional Materials Subfund
<b>REVENUES:</b>			
Property taxes	\$ 90,626	\$	\$
State grants	28,981,498	1,676,644	270,082
Federal grants	820,760		
Charges for services	139,276		
Miscellaneous	253,072		
Interest	31,584		
<i>Total revenues</i>	30,316,816	1,676,644	270,082
<b>EXPENDITURES:</b>			
Current:			
Instruction	16,713,341		215,022
Support services:			
Student	3,669,012		
Instruction	496,887		
General administration	717,872		
School administration	1,856,387		
Central services	1,021,785		
Operation & maintenance of plant	5,440,824		
Student transportation	40,113	1,428,677	
Other support service	167,828		
Food services operations	452,946		
Capital outlay		248,378	
Debt service:			
Principal			
Interest			
<i>Total expenditures</i>	30,576,995	1,677,055	215,022
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(260,179)	(411)	55,060
<i>Other financing sources (uses):</i>			
Bond premium			
Proceeds from bond issues			
<i>Total other financing sources (uses)</i>	0	0	0
Net changes in fund balances	(260,179)	(411)	55,060
Fund balances - beginning of year	1,152,527	(9,161)	26,161
Fund balances- end of year	\$ 892,348	\$ (9,572)	\$ 81,221

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, 2013**

	<u>31100 - Bond Building</u>	<u>41000 - Debt Services</u>	<u>Other Governmental Funds</u>
<b>REVENUES:</b>			
Property taxes	\$	\$ 2,578,937	\$ 131,652
State grants			433,590
Federal grants			5,602,180
Charges for services			170,858
Miscellaneous	21,701		12,349
Interest	<u>15,948</u>		
<i>Total revenues</i>	<u>37,649</u>	<u>2,578,937</u>	<u>6,350,629</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	580,674		3,521,530
Support services:			
Student			623,323
Instruction			131,257
General administration		26,661	113,817
School administration			151,468
Central services			196,922
Operation & maintenance of plant			26,472
Student transportation			33,545
Other support service			
Food services operations			1,746,152
Capital outlay	14,055,403		83,248
Debt service:			
Principal		1,975,000	350,000
Interest		<u>481,283</u>	<u>6,913</u>
<i>Total expenditures</i>	<u>14,636,077</u>	<u>2,482,944</u>	<u>6,984,647</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(14,598,428)</u>	<u>95,993</u>	<u>(634,018)</u>
<i>Other financing sources (uses):</i>			
Bond premium		34,113	
Proceeds from bond issues	<u>9,800,000</u>		
<i>Total other financing sources (uses)</i>	<u>9,800,000</u>	<u>34,113</u>	<u>0</u>
Net changes in fund balances	(4,798,428)	130,106	(634,018)
Fund balances - beginning of year	<u>8,579,912</u>	<u>2,884,850</u>	<u>1,342,725</u>
Fund balances- end of year	<u>\$ 3,781,484</u>	<u>\$ 3,014,956</u>	<u>\$ 708,707</u>

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, 2013**

	Total Primary Government
<b>REVENUES:</b>	
Property taxes	\$ 2,801,215
State grants	31,361,814
Federal grants	6,422,940
Charges for services	310,134
Miscellaneous	287,122
Interest	47,532
<i>Total revenues</i>	41,230,757
<b>EXPENDITURES:</b>	
Current:	
Instruction	21,030,567
Support services:	
Student	4,292,335
Instruction	628,144
General administration	858,350
School administration	2,007,855
Central services	1,218,707
Operation & maintenance of plant	5,467,296
Student transportation	1,502,335
Other support service	167,828
Food services operations	2,199,098
Capital outlay	14,387,029
Debt service:	
Principal	2,325,000
Interest	488,196
<i>Total expenditures</i>	56,572,740
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(15,341,983)
<i>Other financing sources (uses):</i>	
Bond premium	34,113
Proceeds from bond issues	9,800,000
<i>Total other financing sources (uses)</i>	9,834,113
Net changes in fund balances	(5,507,870)
Fund balances - beginning of year	13,977,014
Fund balances- end of year	\$ 8,469,144

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, 2013**

	<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	\$ (5,507,870)
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.	
Depreciation expense	(2,534,948)
Capital outlays	14,387,029
Gain / (Loss) on disposal of assets	(63,643)
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	(9,800,000)
Change in deferred revenue related to property taxes receivable	207,322
The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:	
Bond premium capitalized	(34,113)
Amortization of bond issuance costs	(4,590)
Amortization of bond premiums	4,735
Decrease (Increase) in accrued interest payable	(67,917)
Decrease in accrued compensated absences	118,072
Principal payments on bonds	<u>2,325,000</u>
Change in Net Position-total Governmental Activities	<u>\$ (970,923)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Property taxes	\$ 92,075	\$ 92,075	\$ 93,619	\$ 1,544
State grants	29,228,328	29,228,328	28,981,498	(246,830)
Federal Grants	24,029	24,029	820,760	796,731
Charges of services	96,892	96,892	139,276	42,384
Miscellaneous	60,000	60,000	253,072	193,072
Investment Income	20,195	20,195	31,584	11,389
<i>Total revenues</i>	29,521,519	29,521,519	30,319,809	798,290
<i>EXPENDITURES:</i>				
Current:				
Instruction	16,781,103	16,781,103	16,758,400	22,703
Support services:				
Student	3,588,233	3,763,962	3,667,100	96,862
Instruction	539,910	534,380	496,887	37,493
General administration	1,028,174	778,048	717,872	60,176
School administration	1,971,108	1,881,232	1,856,387	24,845
Central services	1,038,159	1,048,894	1,021,785	27,109
Operation & maintenance of plant	5,278,824	5,517,892	5,440,824	77,068
Student transportation	29,500	49,500	40,113	9,387
Other support service	545,009	545,009	167,828	377,181
Food services operations	236,474	331,401	331,400	1
<i>Total expenditures</i>	31,036,494	31,231,421	30,498,596	732,825
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(1,514,975)	(1,709,902)	(178,787)	1,531,115
<i>Net changes in fund balances</i>	(1,514,975)	(1,709,902)	(178,787)	1,531,115
<i>Fund balances - beginning of year</i>	0	0	2,213,967	2,213,967
<i>Fund balances - end of year</i>	\$ (1,514,975)	\$ (1,709,902)	2,035,180	\$ 3,745,082
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(178,787)	
Adjustments to revenues			(2,993)	
Adjustments to expenditures			(78,399)	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ (260,179)	

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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ <u>1,399,556</u>	\$ <u>1,399,556</u>	\$ <u>1,676,644</u>	\$ <u>277,088</u>
<i>Total revenues</i>	<u>1,399,556</u>	<u>1,399,556</u>	<u>1,676,644</u>	<u>277,088</u>
<i>EXPENDITURES:</i>				
Current:				
Student transportation	1,399,556	1,448,087	1,428,678	19,409
Capital Outlay	<u>                    </u>	<u>248,379</u>	<u>248,378</u>	<u>1</u>
<i>Total expenditures</i>	<u>1,399,556</u>	<u>1,696,466</u>	<u>1,677,056</u>	<u>19,410</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(296,910)</u>	<u>(412)</u>	<u>296,498</u>
<i>Net changes in fund balances</i>	0	(296,910)	(412)	296,498
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(90,103)</u>	<u>(9,161)</u>	<u>80,942</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ (387,013)</u></u>	<u><u>(9,573)</u></u>	<u><u>\$ 377,440</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(412)	
Adjustments to revenues			0	
Adjustments to Expenditures			<u>1</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u><u>\$ (411)</u></u>	

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ <u>270,082</u>	\$ <u>270,082</u>	\$ <u>270,082</u>	\$ _____
<i>Total revenues</i>	<u>270,082</u>	<u>270,082</u>	<u>270,082</u>	<u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>281,582</u>	<u>296,738</u>	<u>215,023</u>	<u>81,715</u>
<i>Total expenditures</i>	<u>281,582</u>	<u>296,738</u>	<u>215,023</u>	<u>81,715</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(11,500)</u>	<u>(26,656)</u>	<u>55,059</u>	<u>81,715</u>
<i>Net changes in fund balances</i>	(11,500)	(26,656)	55,059	81,715
<i>Fund balances - beginning of year</i>	<u>(26,607)</u>	<u>(51,204)</u>	<u>26,161</u>	<u>77,365</u>
<i>Fund balances - end of year</i>	\$ <u><u>(38,107)</u></u>	\$ <u><u>(77,860)</u></u>	<u>81,220</u>	\$ <u><u>159,080</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			55,059	
Adjustments to revenues			0	
Adjustments to expenditures			<u>1</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ <u><u>55,060</u></u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2013**

	<u>Agency fund</u>
<b>ASSETS</b>	
Cash	\$ <u>372,693</u>
<i>Total assets</i>	\$ <u><u>372,693</u></u>
 <b>LIABILITIES</b>	
Deposits held in trust for others	\$ <u>372,693</u>
<i>Total Liabilities</i>	\$ <u><u>372,693</u></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, 2013**

**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.

In 2013, the District also implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which establishes guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position. This statement basically provides a framework that specifies where deferred outflows of resources and deferred inflows of resources—as well as assets and liabilities—should be displayed. The statement also discusses how net position—no longer net assets—should be displayed.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**A. Financial Reporting entity**

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

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the District has one component unit and is not a component unit of another government agency.

**Carinos Charter School-** The District's Board of Education approved the Carinos Charter School for operations in accordance with the criteria listed above. The Charter School is deemed to be fiscally dependent upon the District and has been deemed to be a separate legal entity based on state statute and is presented as a discrete component unit. The New Mexico State Auditor, through Rule 2 NMAC 2.2, requires the inclusion of this unit in the reporting entity. No separate financial statements have been issued.

**B. Government-wide and fund financial statements**

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment 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*.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

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.

**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, 2013**

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

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

- (a) 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.
- (b) The *special revenue funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- (c) 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.
- (d) 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 Statement 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:***

- (a) 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.
- (b) 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.
- (c) 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.
- (d) The *Debt Service Fund* is used to account for the accumulation of resources for the payment of General Long-Term Debt principal and interest.

Additionally, the government reports the following fund types:

***Fiduciary Funds:***

- (a) 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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

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

***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:

- (a) School activity funds - accounts for assets held by the District as an agent for the individual schools and school organization.
- (b) 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.
- (c) Component Unit – 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 unit 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.

Private-sector standards of accounting and financial reporting under FASB and AICPA guidance are now included in GASB guidance by GASB 62.

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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

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

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 Position 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.

**Receivables and payables:** Interfund activity is reported as either loans or 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, 2013 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2013.

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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**D. Assets, Liabilities and Net Position or equity - (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 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.

**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 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 position.

**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, 2013

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, 2013**

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

**D. Assets, Liabilities and Net Position 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 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 position.

**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 position. 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 Position (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 16.

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

*Investment in Capital Assets:* Consists of capital assets including restricted capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**D. Assets, Liabilities and Net Position or equity - (Continued)**

*Restricted:* Consists of net position 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. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. The restricted component consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

*Unrestricted:* All other net positions that do not meet the definition of “restricted” or “investment in capital assets.”

The Government-wide Statement of Net Position reports \$8,603,977 of restricted net position of which \$4,155,384 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 positions are available.

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

**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.

**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.

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

**E. Revenues - (Continued)**

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 \$28,795,814 in state equalization guarantee distributions during the year ended June 30, 2013.

**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 \$2,801,215 in tax revenues during the year ended June 30, 2013. 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 \$1,676,644 in transportation distributions during the year ended June 30, 2013

**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, 2013 totaled \$270,082.

**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:

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**ESPANOLA PUBLIC SCHOOL DISTRICT**  
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**JUNE 30, 2013**

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

***E. Revenues - (Continued)***

- (1) A critical need exist 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.



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**JUNE 30, 2013**

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

***E. Revenues - (Continued)***

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, 2013, the District did not receive any special capital outlay (state) funds.

**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, 2013.

**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, 2013**

**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.
- (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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**Budgetary information - (continued)**

- (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.

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, 2013, 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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**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, 2013.

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

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

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

The collateral pledged is listed on Schedule 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.

**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, 2013, None of the District's deposits of \$7,602,900 was exposed to custodial credit risk. As of June 30, 2013, the carrying amount of these deposits was \$11,858,727.

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.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**Primary Government (Continued)**

	<u>Valley National Bank</u>	<u>Bank of America</u>	<u>Total</u>
Total amounts of deposits	\$ 7,111,262	\$ 491,638	\$ 7,602,900
FDIC coverage	<u>250,000</u>	<u>250,000</u>	<u>500,000</u>
Total uninsured public funds	<u>6,861,262</u>	<u>241,638</u>	<u>7,102,900</u>
Pledged collateral held by pledging bank's trust department or agent but not in the District's name	<u>(7,074,848)</u>	<u>(1,154,199)</u>	<u>(8,229,047)</u>
(Over) Under collateralized	<u>(213,586)</u>	<u>(912,561)</u>	<u>(1,126,147)</u>
Collateral requirement (50% of uninsured public funds)	3,430,631	120,819	3,551,450
Pledged securities	<u>7,074,848</u>	<u>1,154,199</u>	<u>8,229,047</u>
Total under (over) collateralized	<u>\$ (3,644,217)</u>	<u>\$ (1,033,380)</u>	<u>\$ (4,677,597)</u>

**Reconciliation of Cash and Temporary Investments**

Cash and cash equivalents per Statement of Net Position	\$ 11,486,034
Cash per Statement of Fiduciary Net Position	<u>372,693</u>
Balance per Financial Statements	11,858,727

**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, 2013:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities Less than 1 year</u>
Valley National Bank (7506) New Mexico	\$ 4,231,359	\$ 4,231,359
New Mexico State Treasurer (LGIP Fund 4101)	7,584,775	7,584,775
New Mexico State Treasurer (LGIP Fund 4102)	<u>1,903</u>	<u>1,903</u>
Total	<u>\$ 11,818,037</u>	<u>\$ 11,818,037</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.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**Primary Government (Continued)**

**Investments (Continued)**

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.

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, 2013.

**Component Unit - Carinos Charter School**

	<u>Valley National Bank</u>
Amount of deposits	\$ 430,946
FDIC coverage	<u>250,000</u>
Total uninsured public funds	<u>180,946</u>
Collateral requirement (50% of uninsured public funds)	90,473
Pledged securities	<u>0</u>
Total under (over) collateralized	<u><u>\$ 90,473</u></u>

**Reconciliation of Cash and Temporary Investments**

Cash and cash equivalents per Component Unit	\$ 411,948
Add outstanding checks and other non-reconciling items	<u>18,998</u>
Bank balance of cash and temporary investments	<u><u>\$ 430,946</u></u>

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**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

**Component Unit (Continued)**

*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, 2013, \$180,946 of the Charter school's deposits of \$430,946 was exposed to custodial credit risk. As of June 30, 2013, the carrying amount of these deposits was \$411,948. 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).

**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 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, 2013 consisted of the following:

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

**NOTE 5. Receivables**

Receivables as of June 30, 2013, are as follows:

	General Fund	Debt Service Fund	Non - Major funds	Total
Property taxes	\$ 53,349	\$ 1,555,334	\$ 260,689	\$ 1,869,372
Intergovernmental - grants	<u>                    </u>	<u>                    </u>	<u>1,347,866</u>	<u>1,347,866</u>
Total receivables	<u>\$ 53,349</u>	<u>\$ 1,555,334</u>	<u>\$ 1,608,555</u>	<u>\$ 3,217,238</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**

	IDEA-B Entitlement	Title 111- English Language	Title 11- Teacher/Principal Training	Total
Intergovernmental grants	\$18,977	\$ 2,943	\$ 500	\$22,420

**STATE OF NEW MEXICO**  
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**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, 2013 is as follows:

<b>Governmental Activities:</b>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>Major Funds:</b>		
General Fund	\$ 197,636	\$ 321,412
Bond Building Fund	12,022	92,513
Debt Services Fund	1,871,415	62,480
<b>Nonmajor Funds:</b>		
Food Service	427,394	104,143
English Language Acquisition		165,190
EVHS- TV Productions	14,250	
Rural & Lowincome Schools	3	
Title I - IASA		566,360
Entitlement IDEA-B		412,959
Discretionary IDEA-B		17,743
Preschool IDEA-B		14,726
IDEA-B Early Intervention		15,634
Title 11 - Teacher/Principal Training & Recruiting	5	94,592
IDEA-B Risk Pool	2	2
Indian Education (Title VII) EASIE Grant	2	
Title I School Improvement	2,396	2,396
Reading First	20,266	20,266
Carl D Perkins Special Project Current	10,349	27,012
Carl D Perkins Secondary - Redistribution		5,970
IASA (Maths/Science)		7,924
ARRA IDEA B	5,395	1,236
ARRA IDEA B PreSchool	4,186	
Education of Homeless Federal Stimulus		728
Impact Aid SPED (Title VIII)	2	
Enlace- UNM	300	
LANL Foundation	4	
School & Family Support Bureau	7,000	7,000
Kindergarten Three Plus	20,157	34,670
Immigrant Funding Title III		10,907
Federal Stimulus		6
School Based Health Center- NMHD	31,961	
Title XIX Medicaid 3/21 Years		6,081
Dual Credit Instructional Materials		4,255
GO Bond Student Library Fund		2,074
2010 Go Bond Library Fund		1,252
NM Reads to Lead K3		407,165
Libraries GO Bonds-Laws of 2004		196
Breakfast for Elementary Students		13,385
Rural Ed. Bureau-Summer Enrichment Prog.		7,238



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**NOTES TO THE FINANCIAL STATEMENTS**  
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	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>Governmental Activities:</b>		
Science Instructional Materials		54,800
NM Highway Dept. (Road)		3,348
Ed Technology Equipment Act	370,301	
Public School Capital Outlay		19,456
Special Capital Outlay-State		90,074
Ed Technology Bond Series Sep 2007		399,853
	<u>                    </u>	<u>                    </u>
Total All Funds	<u>\$ 2,995,046</u>	<u>\$ 2,995,046</u>
<b>Component Unit:</b>		
Operational Fund	102,272	10,638
Entitlement IDEA B	34,632	53,609
Title 111-English Language		2,943
Title 11-Teacher/Principal Training		500
SEG Federal Stimulus		28,805
Pub School Capital Outlay		51,047
Special Capital Outlay State		54,084
Title XIX Medicaid 3/21 Years	10,638	
	<u>                    </u>	<u>                    </u>
Total	<u>\$ 147,542</u>	<u>\$ 201,626</u>

All interfund balances are to be paid within one year.

The Charter School's due to/due from do not balance for the year ended June 30, 2013. They do not balance by \$54,084.

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**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2013 follows. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2012	Addition	Deletion	Balance June 30, 2013
Capital Assets not being depreciated:				
Land	\$ 5,028,814	\$	\$	\$ 5,028,814
Construction in progress	<u>1,785,450</u>	<u>11,705,233</u>	<u></u>	<u>13,490,683</u>
Total capital assets, not being depreciated	<u>6,814,264</u>	<u>11,705,233</u>	<u>0</u>	<u>18,519,497</u>
Capital assets being depreciated:				
Land improvements	2,510,129	1,831,184	(34,718)	4,306,595
Buildings and building improvements	135,966,130	386,275	(3,029,656)	133,322,749
Equipment and vehicles	<u>4,847,721</u>	<u>464,337</u>	<u>(131,440)</u>	<u>5,180,618</u>
Total Capital Assets being depreciated:	<u>143,323,980</u>	<u>2,681,796</u>	<u>(3,195,814)</u>	<u>142,809,962</u>
Less Accumulated Depreciation for:				
Land and land improvements	1,561,152	104,440	(34,718)	1,630,874
Buildings and building improvements	98,800,468	2,070,537	(2,966,013)	97,904,992
Equipment and vehicles	<u>3,197,305</u>	<u>359,971</u>	<u>(131,440)</u>	<u>3,425,836</u>
Total Accumulated depreciation:	<u>103,558,925</u>	<u>2,534,948</u>	<u>(3,132,171)</u>	<u>102,961,702</u>
Governmental activities capital assets, net:	<u>\$ 46,579,319</u>	<u>\$ 11,852,081</u>	<u>\$ (63,643)</u>	<u>\$ 58,367,757</u>

**Component Unit:**

	Balance June 30, 2012	Additions	Balance June 30, 2013
Capital assets being depreciated:			
Equipment and vehicles	\$ <u>15,770</u>	\$ <u>6,130</u>	\$ <u>21,900</u>
Total Capital Assets being depreciated:	<u>15,770</u>	<u>6,130</u>	<u>21,900</u>
Less Accumulated Depreciation for:			
Equipment and vehicles	<u>11,698</u>	<u>2,867</u>	<u>14,565</u>
Total Accumulated depreciation:	<u>11,698</u>	<u>2,867</u>	<u>14,565</u>
Governmental activities capital assets, net:	<u>\$ 4,072</u>	<u>\$ 3,263</u>	<u>\$ 7,335</u>

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**JUNE 30, 2013**

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

**Espanola Public School District:** Depreciation expense for the year ended June 30, 2013 in the amount of \$2,534,948 was charged to the following functions:

Instruction	\$ 2,335,221
Support Services –Students	13,374
Support Services – Instruction	3,926
Support Services – General administration	3,108
Operation & maintenance of plant	17,187
Student transportation	160,026
Food services operation	<u>2,106</u>
	<u>\$ 2,534,948</u>

**Component Unit:** Depreciation expense for the year ended June 30, 2013 in the amount of \$2,867 was charged to the following functions:

Instruction	\$ 2,867
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**NOTE 8. Long - term Debt**

During the year ended June 30, 2013, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013	Due Within One Year
Bonds Payable	\$ 18,925,000	\$ 9,800,000	\$ (2,325,000)	\$ 26,400,000	\$ 2,215,000
Compensated Absences	<u>343,955</u>	<u>192,241</u>	<u>(310,312)</u>	<u>225,884</u>	<u>49,843</u>
Total	<u>\$ 19,268,955</u>	<u>\$ 9,992,241</u>	<u>\$ (2,635,312)</u>	<u>\$ 26,625,884</u>	<u>\$ 2,264,843</u>

GENERAL OBLIGATION BONDS SERIES 2013:

The School District approved a resolution authorizing the issuance of the Series 2013 General Obligation Bonds in an amount of \$9,800,000. The series 2013 Bonds are issued dated February, 2013. The Series 2013 G.O. Bonds are payable in annual installments on September 1 and interest is payable on March 1 and September 1.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

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

The annual requirements to amortize the Bonds as of June 30, 2013 including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 2,215,000	\$ 718,720	\$ 2,933,720
2015	1,720,000	659,100	2,379,100
2016	1,680,000	606,831	2,286,831
2017	1,645,000	553,819	2,198,819
2018	1,690,000	508,113	2,198,113
2019 - 2024	11,160,000	2,005,138	13,165,138
2025 - 2030	<u>6,290,000</u>	<u>242,856</u>	<u>6,532,856</u>
Totals	<u>\$ 26,400,000</u>	<u>\$ 5,294,577</u>	<u>\$ 31,694,577</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, 2013, compensated absences decreased \$118,072 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, 2013 was \$77,996.

**Component Unit:**

Operating Leases – The Charter School leases office equipment under short-term cancelable operating leases. Rental cost for the year ended June 30, 2013 was \$137,459.

**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.

**STATE OF NEW MEXICO**  
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**JUNE 30, 2013**

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

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.

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, 2013, 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, 2013.

**Governmental Funds:**

**Major Funds:**

Transportation (13000)	\$	(9,572)
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**Nonmajor Funds:**

Dual Credit IM (HB2) (27103)		(4,255)
2008 GO Bond Student Library Fund(27105)		(2,074)
2010 GO Bonds Library Fund (27106)		(1,252)
NM Reads to Lead K3 (27114)		(407,165)
Libraries - GO Bonds-Laws of 2004 (27145)		(196)
Breakfast For Elementary Students (27155)		(13,385)
Rural Ed. Bureau-Summer Enrichment Prog.(27165)		(7,238)
Kindergarten - Three Plus (27166)		(14,513)
Science Instructional Materials (27176)		(54,800)
NM Highway Department (28120)		(3,348)
Public School Capital Outlay (31200)		(19,456)
Special Capital Outlay State (31400)		(90,074)
Ed. Tech. Bond- Series Sept. 2007 (31910)		<u>(399,853)</u>

Total		<u><u>\$ (1,027,181)</u></u>
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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, 2013**

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

**Component Unit:**

**Governmental Funds:**

Public School Capital Outlay	\$ (51,047)
Special Capital Outlay-State	<u>(54,084)</u>
Total	<u><u>\$ (105,131)</u></u>

(B). Excess of expenditures over appropriations by fund and function. The following funds exceeded approved budgetary authority for the year ended June 30, 2013.

**Component Unit:**

<b>Fund Name</b>	<b>Function Name</b>	<b>Amount</b>
Title I - IASA (24101)	Instruction	\$ 59,914
Title 111 - English Language Acquisition (24153)	Instruction	2,943
Title 11 - Teacher/Principal Training (24154)	Instruction	<u>6,014</u>
		<u><u>\$ 68,871</u></u>

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**JUNE 30, 2013**

**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:*

Member contributions: Plan members whose annual salary is \$20,000 or less are required by statute to contribute 7.9% of their gross salary. Plan members whose annual salary is over \$20,000 are required to make the following contributions to the plan: 9.40% of their gross salary in fiscal year 2013; 10.1% of their gross salary in fiscal year 2014; and 10.7% of their gross salary in fiscal year 2015 and thereafter.

Employer Contributions: In the fiscal year 2013, the District was required to contribute 12.4% of the gross covered salary for employees whose annual salary is \$20,000 or less, and 10.9% of the gross covered salary for employees whose annual salary is more than \$20,000.

In the future, the District will contribute the following percentages of the gross covered salary of employees: 13.5% of gross covered salary in fiscal year 2014; and 13.9% of gross covered salary in fiscal year 2015.

The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contribution to ERB for the years ending June 30, 2013, 2012 and 2011 were \$2,253,809, \$1,875,922 and \$2,553,323 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.

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

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 NMRHCA 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.

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plan 3, 4 or 5; municipal fire member coverage plan 3, 4, or 5; municipal detention office member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each employee's annual salary; each participating employee was required to contribute 1.0% of their salary.



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

In addition, pursuant to Section 10-7C-15 (G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contributions to the RHCA for the years ended June 30, 2013, 2012 and 2011 were \$414,060, \$373,583 and \$361,951, respectively, which equal the required contributions for each year.

**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. Subsequent Events Review**

A review of subsequent events up to November 12, 2013, which is the date the financial statements were available for issue, revealed no significant subsequent events.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE 15. Subsequent Accounting Standard Pronouncements**

The GASB issued Statement No. 65, *Financial reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and net Position* which is effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The objective of this statement is to provide financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Concepts Statement No. 4, *Elements of Financial Statements*, introduced and defined those elements as a consumption of net assets by the government that is applicable to a future reporting period, and an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Concepts Statement 4 also identifies net position as the residual of all other elements presented in a statement of financial position. This Statement amends the net asset reporting requirements in Statement No. 34, *Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments*, and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. The District is reviewing the effects of implementation of this statement.

The GASB issued Statement No. 66 *Technical Corrections-2012-an amendment of the GASB Statements No. 10 and No. 62*, which is effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The objective of this statement is to amend Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of a state and local government’s risk financing activities to the general fund and the internal service fund type. As a result, government would base their decisions about governmental fund type usage for risk financing activities on the definitions in State N0. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement also amends Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and that principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee. These changes would eliminate any uncertainty regarding the application of Statement No. 13, *Accounting for Operating Leases with Schedule Rent Increases*, and result in guidance that is consistent with the requirements in Statement No. 48, *Sales of Pledges of receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively. The District is reviewing the effects of the implementation of this statement.

In June 2012, Statement No. 67 *Financial Reporting for Pension Plans—an amendment of GASB Statements No. 25*, which is effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. The District is still evaluating how this reporting standard will affect the reporting entity.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 15. Subsequent Accounting Standard Pronouncements (continued)**

In June 2012, Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statements No. 27*, which is effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2016.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, which is effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively.

In April 2013, GASB Statement No. 70 *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, which is effective for reporting periods beginning after June 15, 2013. Earlier application is encouraged. Except for disclosures related to cumulative amounts paid or received in relation to a financial guarantee, the provisions of this Statement are required to be applied retroactively. Disclosures related to cumulative amounts paid or received in relation to a financial guarantee may be applied prospectively. The District is still evaluating how this reporting standard will affect the reporting entity.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE 16. 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.

*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:

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2013**

**NOTE 16. Governmental Fund Balance (Continued)**

	<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	\$ 36,447	\$	\$	\$	\$	\$	\$ 36,447
Restricted for:							
Special Revenue						1,120,256	1,120,256
Capital projects				3,781,484		373,900	4,155,384
Debt service					3,014,956	232,160	3,247,116
Instructional materials			81,221				81,221
Unassigned:	<u>855,901</u>	<u>(9,572)</u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>(1,017,609)</u>	<u>(171,280)</u>
Total fund balances	<u>\$892,348</u>	<u>\$ (9,572)</u>	<u>\$ 81,221</u>	<u>\$ 3,781,484</u>	<u>\$ 3,014,956</u>	<u>\$ 708,707</u>	<u>\$ 8,469,144</u>

<b>Component Unit:</b>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Project Funds</u>	<u>Total</u>
Fund Balances:				
Nonspendable:				
Inventory	\$ 58,253	\$	\$	\$ 58,253
Restricted for:				
Special Revenue		59,855		59,855
Unassigned:	<u>266,878</u>	<u>          </u>	<u>(105,131)</u>	<u>161,747</u>
Total fund balances	<u>\$ 325,131</u>	<u>\$ 59,855</u>	<u>\$ (105,131)</u>	<u>\$ 279,855</u>

# **SUPPLEMENTARY INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2013**

	<u>Special Revenue</u>	<u>Capital Project</u>	<u>Debt Service</u>	<u>Total</u>
<b>ASSETS</b>				
Current Assets				
Cash and temporary investments	\$1,084,449	\$ 3,599	\$ 232,160	\$ 1,320,208
Accounts Receivable:				
Taxes		199,930	60,759	260,689
Dues from other governments	1,347,866			1,347,866
Interfund receivables	<u>543,672</u>	<u>370,301</u>	<u>          </u>	<u>913,973</u>
Total Assets	<u>\$2,975,987</u>	<u>\$ 573,830</u>	<u>\$ 292,919</u>	<u>\$ 3,842,736</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Current Liabilities				
Accounts payable	\$ 7,112	\$	\$	\$ 7,112
Interfund payables	2,009,258	509,383		2,518,641
Deferred revenue- property taxes		199,930	60,759	260,689
Deferred revenue - other	<u>347,587</u>	<u>          </u>	<u>          </u>	<u>347,587</u>
Total liabilities	<u>2,363,957</u>	<u>709,313</u>	<u>60,759</u>	<u>3,134,029</u>
Fund balances				
Restricted for:				
Special Revenue Fund	1,120,256			1,120,256
Capital projects Fund		373,900		373,900
Debt service Fund			232,160	232,160
Unassigned	<u>(508,226)</u>	<u>(509,383)</u>	<u>          </u>	<u>(1,017,609)</u>
Total fund balances	<u>612,030</u>	<u>(135,483)</u>	<u>232,160</u>	<u>708,707</u>
Total liabilities and fund balance	<u>\$2,975,987</u>	<u>\$ 573,830</u>	<u>\$ 292,919</u>	<u>\$ 3,842,736</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, 2013**

	<u>Special Revenue</u>	<u>Capital Project</u>	<u>Debt Service</u>	<u>Total</u>
<b>REVENUES:</b>				
Property taxes	\$	\$ 1,865	\$ 129,787	\$ 131,652
State grants	433,590			433,590
Federal Grants	5,602,180			5,602,180
Charges for services	170,858			170,858
Miscellaneous	<u>3,228</u>	<u>9,121</u>		<u>12,349</u>
<i>Total Revenues</i>	<u>6,209,856</u>	<u>10,986</u>	<u>129,787</u>	<u>6,350,629</u>
<b>EXPENDITURES:</b>				
Current:				
Instruction	3,521,530			3,521,530
Support Services:				
Student	623,323			623,323
Instruction	131,257			131,257
General Administration	112,349	35	1,433	113,817
School Administration	151,468			151,468
Central Services	175,658		21,264	196,922
Operation & Maintenance of Plant	24,839	1,633		26,472
Student Transportation	33,545			33,545
Food Services Operations	1,746,152			1,746,152
Capital Outlay	83,248			83,248
Debt Service - Principal			350,000	350,000
Debt Service - Interest			<u>6,913</u>	<u>6,913</u>
<i>Total expenditures</i>	<u>6,603,369</u>	<u>1,668</u>	<u>379,610</u>	<u>6,984,647</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(393,513)	9,318	(249,823)	(634,018)
<i>Other financing sources (uses):</i>				
Operating transfers				
Proceeds from bond issues				
<i>Total other financing sources (uses)</i>				
<i>Net changes in fund balances</i>	(393,513)	9,318	(249,823)	(634,018)
<i>Fund balances - beginning of year</i>	<u>1,005,543</u>	<u>(144,801)</u>	<u>481,983</u>	<u>1,342,725</u>
<i>Fund balances - end of year</i>	<u>\$ 612,030</u>	<u>\$ (135,483)</u>	<u>\$ 232,160</u>	<u>\$ 708,707</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.

**Activity Transportation (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 identify 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) and ARRA IDEA-B 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) and ARRA IDEA-B Preschool 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.

**IDEA-B Early Intervention (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.

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

**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.

**Fresh Fruits & Vegetables (24118)** – To account for a Federal grant to provide a variety of free fresh fruits and vegetables to children to help create a healthier school environment. Funding is authorized by the Agriculture, Rural Development, Food and Drug Administration and Related Agencies Act, signed in November 2005, Public Law 109-97.

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

**English Language Acquisition (24153)** – To 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.

**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)

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

**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 identify 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.

**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.

**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.

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

**Child and Adult Food Program (25171)** – To account for the activities of a program to provide for healthier schools by providing a health center at the schools. Funding is from the New Mexico Department of Health.

**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.

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

**2010 GO Bond Library Fund (27106)** – To be used to fund each library facility for improvement or acquisition and to acquire library resources to support the library program. Funds generated by GO Bonds may not be used to supplant existing or prior library material funding within school districts receiving these monies.

**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.

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

**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.

**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.

**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, 2013**

	<u>21000 - Food Services</u>	<u>22000 - Athletics</u>	<u>23000 - Activity Transportation</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 72,142	\$ 18,913	\$ 118,248
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>427,394</u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 499,536</u>	<u>\$ 18,913</u>	<u>\$ 118,248</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$ 7,112	\$
Interfund payables	104,143		
Deferred revenue - other	<u>104,102</u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>208,245</u>	<u>7,112</u>	<u>0</u>
Fund balances			
Restricted for:			
Special Revenue fund	291,291	11,801	118,248
Unassigned	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>291,291</u>	<u>11,801</u>	<u>118,248</u>
Total liabilities and fund balance	<u>\$ 499,536</u>	<u>\$ 18,913</u>	<u>\$ 118,248</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, 2013**

	23780 - EVHS - TV Productions	24101 - Title I - IASA	24106 - Entitlement IDEA-B
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments		566,360	419,983
Interfund receivables	<u>14,250</u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 14,250</u>	<u>\$ 566,360</u>	<u>\$ 419,983</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables		566,360	412,959
Deferred revenue - other	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>0</u>	<u>566,360</u>	<u>412,959</u>
Fund balances			
Restricted for:			
Special Revenue fund	14,250		7,024
Unassigned	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>14,250</u>	<u>0</u>	<u>7,024</u>
Total liabilities and fund balance	<u>\$ 14,250</u>	<u>\$ 566,360</u>	<u>\$ 419,983</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, 2013**

	<u>24107 - Discretionary IDEA-B</u>	<u>24109 - Preschool IDEA-B</u>	<u>24112 - IDEA- B Early Intervention</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments	17,743	14,726	15,634
Interfund receivables	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 17,743</u>	<u>\$ 14,726</u>	<u>\$ 15,634</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	17,743	14,726	15,634
Deferred revenue - other	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>17,743</u>	<u>14,726</u>	<u>15,634</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 17,743</u>	<u>\$ 14,726</u>	<u>\$ 15,634</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, 2013**

	<u>24113 - Education of Homeless</u>	<u>24115 - TITLE II IASA (Math/Science)</u>	<u>24118 - Fresh Fruit and Vegetable</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments		7,924	
Interfund receivables			
Total assets	<u>\$ 0</u>	<u>\$ 7,924</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables		7,924	
Deferred revenue - other			
Total liabilities	<u>0</u>	<u>7,924</u>	<u>0</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned			
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 0</u>	<u>\$ 7,924</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, 2013**

	24120 - IDEA- B "Risk Pool"	24153 - Title 111- English Language Acquisition	24154 - Title 11 - Teacher/Princip al Training & Recruiting
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments		165,190	94,587
Interfund receivables	<u>2</u>	<u>          </u>	<u>5</u>
Total assets	<u>\$ 2</u>	<u>\$ 165,190</u>	<u>\$ 94,592</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	2	165,190	94,592
Deferred revenue - other	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>2</u>	<u>165,190</u>	<u>94,592</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 2</u>	<u>\$ 165,190</u>	<u>\$ 94,592</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, 2013**

	24157 - Title IV- Safe & Drug Free Schools & Community	24160 - Rural & Low-Income Schools	24162 - Title I School Improvement
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 1,841	\$ 73,228	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>                    </u>	<u>                    3</u>	<u>                  2,396</u>
Total assets	<u>\$ 1,841</u>	<u>\$ 73,231</u>	<u>\$ 2,396</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			2,396
Deferred revenue - other	<u>          1,841</u>	<u>          73,231</u>	<u>                    </u>
Total liabilities	<u>          1,841</u>	<u>          73,231</u>	<u>          2,396</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Total liabilities and fund balance	<u>\$ 1,841</u>	<u>\$ 73,231</u>	<u>\$ 2,396</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, 2013**

	<u>24163 - Immigrant Funding - Title III</u>	<u>24167 - Reading First</u>	<u>24174 - Carl D Perkins Spec. Proj. - Current</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 10,907	\$	\$
Accounts Receivable :			
Due from other governments			16,663
Interfund receivables		<u>20,266</u>	<u>10,349</u>
Total assets	<u>\$ 10,907</u>	<u>\$ 20,266</u>	<u>\$ 27,012</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	10,907	20,266	27,012
Deferred revenue - other			
Total liabilities	<u>10,907</u>	<u>20,266</u>	<u>27,012</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned			
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 10,907</u>	<u>\$ 20,266</u>	<u>\$ 27,012</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, 2013**

	24176 - Carl D. Perkins Secondary - <u>Redistribution</u>	24201 - Title I Federal <u>Stimulus</u>	24206 - ARRA <u>IDEA-B</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$ 44,960	\$
Accounts Receivable :			
Due from other governments	5,970		
Interfund receivables			<u>5,395</u>
Total assets	<u>\$ 5,970</u>	<u>\$ 44,960</u>	<u>\$ 5,395</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	5,970	6	1,236
Deferred revenue - other		<u>44,954</u>	<u>4,159</u>
Total liabilities	<u>5,970</u>	<u>44,960</u>	<u>5,395</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned			
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 5,970</u>	<u>\$ 44,960</u>	<u>\$ 5,395</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, 2013**

	<u>24209 - ARRA IDEA-B Preschool</u>	<u>24212 - Early Intervention Services</u>	<u>24213 - Education of Homeless Federal Stimulus</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 214	\$	\$
Accounts Receivable :			
Due from other governments			728
Interfund receivables	<u>4,186</u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 4,400</u>	<u>\$ 0</u>	<u>\$ 728</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			728
Deferred revenue - other	<u>4,400</u>	<u>          </u>	<u>          </u>
Total liabilities	<u>4,400</u>	<u>0</u>	<u>728</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 4,400</u>	<u>\$ 0</u>	<u>\$ 728</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
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**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	24262 - Title I - Sch. Improvement Federal Stimulus	25111 - Alcohol Abuse Reduction	25145 - Impact Aid SpEd (Title VIII)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 2,995	\$	\$ 646
Accounts Receivable :			
Due from other governments		22,358	
Interfund receivables			<u>2</u>
Total assets	<u>\$ 2,995</u>	<u>\$ 22,358</u>	<u>\$ 648</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			
Deferred revenue - other	<u>2,995</u>		<u>648</u>
Total liabilities	<u>2,995</u>	<u>0</u>	<u>648</u>
Fund balances			
Restricted for:			
Special Revenue fund		22,358	
Unassigned			
Total fund balance	<u>0</u>	<u>22,358</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 2,995</u>	<u>\$ 22,358</u>	<u>\$ 648</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
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**NONMAJOR SPECIAL REVENUE FUNDS**  
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	<u>25147 - Impact Aid Indian Education</u>	<u>25153 - Title XIX Medicaid 3/21 Years</u>	<u>25171 - Child and Adult Food Program</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 3,477	\$ 590,501	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			
Total assets	<u>\$ 3,477</u>	<u>\$ 590,501</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables		6,081	
Deferred revenue - other	<u>3,477</u>	<u>104,771</u>	
Total liabilities	<u>3,477</u>	<u>110,852</u>	<u>0</u>
Fund balances			
Restricted for:			
Special Revenue fund		479,649	
Unassigned			
Total fund balance	<u>0</u>	<u>479,649</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 3,477</u>	<u>\$ 590,501</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
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**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	25184 - Indian Education (Title VII) EASIE Grant	26103 - Enlace- UNM	26113 - LANL Foundation
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 3,007	\$ 642	\$ 13,992
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>2</u>	<u>300</u>	<u>4</u>
Total assets	<u>\$ 3,009</u>	<u>\$ 942</u>	<u>\$ 13,996</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			
Deferred revenue - other	<u>3,009</u>	<u></u>	<u></u>
Total liabilities	<u>3,009</u>	<u>0</u>	<u>0</u>
Fund balances			
Restricted for:			
Special Revenue fund		942	13,996
Unassigned	<u></u>	<u></u>	<u></u>
Total fund balance	<u>0</u>	<u>942</u>	<u>13,996</u>
Total liabilities and fund balance	<u>\$ 3,009</u>	<u>\$ 942</u>	<u>\$ 13,996</u>

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**STATE OF NEW MEXICO**  
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	<u>26123 - PNM Foundation INC</u>	<u>26182 - NNM Network Teacher Incentive Funds</u>	<u>27103 - Dual Credit Instr. Materials</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 52	\$	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 52</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			4,255
Deferred revenue - other	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>0</u>	<u>0</u>	<u>4,255</u>
Fund balances			
Restricted for:			
Special Revenue fund	52		
Unassigned	<u>          </u>	<u>          </u>	<u>(4,255)</u>
Total fund balance	<u>52</u>	<u>0</u>	<u>(4,255)</u>
Total liabilities and fund balance	<u>\$ 52</u>	<u>\$ 0</u>	<u>\$ 0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
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**JUNE 30, 2013**

	<u>27104 - 2012</u>	<u>27105 - 2008</u>	<u>27106 - 2010</u>
	School Bus Replacement	GO Bond Student Library Fund (SB333)	Go Bonds Library Fund
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$                    0</u>	<u>\$                    0</u>	<u>\$                    0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables		2,074	1,252
Deferred revenue - other	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>                    0</u>	<u>                    2,074</u>	<u>                    1,252</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>                    </u>	<u>                    (2,074)</u>	<u>                    (1,252)</u>
Total fund balance	<u>                    0</u>	<u>                    (2,074)</u>	<u>                    (1,252)</u>
Total liabilities and fund balance	<u>\$                    0</u>	<u>\$                    0</u>	<u>\$                    0</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
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	<u>27114 - NM Reads to Lead K3</u>	<u>27138 - Incentives for School IMPR ACT PED</u>	<u>27139 - School &amp; Family Support Bureau</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$ 10,101	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			7,000
Total assets	<u>\$ 0</u>	<u>\$ 10,101</u>	<u>\$ 7,000</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	407,165		7,000
Deferred revenue - other			
Total liabilities	<u>407,165</u>	<u>0</u>	<u>7,000</u>
Fund balances			
Restricted for:			
Special Revenue fund		10,101	
Unassigned	<u>(407,165)</u>		
Total fund balance	<u>(407,165)</u>	<u>10,101</u>	<u>0</u>
Total liabilities and fund balance	<u>\$ 0</u>	<u>\$ 10,101</u>	<u>\$ 7,000</u>

The accompanying notes are an integral part of these financial statements

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	27145 - Libraries - GO Bonds-Laws of 2004	27154 - Beginning Teacher Mentoring Program	27155 - Breakfast for Elementary Students
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$ 6,756	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	\$ <u>          0</u>	\$ <u>      6,756</u>	\$ <u>          0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	196		13,385
Deferred revenue - other			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>          196</u>	<u>          0</u>	<u>      13,385</u>
Fund balances			
Restricted for:			
Special Revenue fund		6,756	
Unassigned	<u>          (196)</u>	<u>                    </u>	<u>      (13,385)</u>
Total fund balance	<u>          (196)</u>	<u>          6,756</u>	<u>      (13,385)</u>
Total liabilities and fund balance	\$ <u>          0</u>	\$ <u>      6,756</u>	\$ <u>          0</u>

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**STATE OF NEW MEXICO**  
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**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	27165 - Rural Ed. Bureau- Summer Enrichment Prog.	27166 - Kindergarten - Three Plus	27176 - Science Instructional Materials
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables		20,157	
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	\$ <u>                    0</u>	\$ <u>                    20,157</u>	\$ <u>                    0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables	7,238	34,670	54,800
Deferred revenue - other			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>                    7,238</u>	<u>                    34,670</u>	<u>                    54,800</u>
Fund balances			
Restricted for:			
Special Revenue fund			
Unassigned	<u>                    (7,238)</u>	<u>                    (14,513)</u>	<u>                    (54,800)</u>
Total fund balance	<u>                    (7,238)</u>	<u>                    (14,513)</u>	<u>                    (54,800)</u>
Total liabilities and fund balance	\$ <u>                    0</u>	\$ <u>                    20,157</u>	\$ <u>                    0</u>

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**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	<u>27548 - Summer Reading, Math &amp; Science Institutes</u>	<u>27549 - GO Library Books</u>	<u>28120 - NM Highway Dept. (Road)</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$ 12,713	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			
Total assets	<u>\$ 0</u>	<u>\$ 12,713</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			3,348
Deferred revenue - other			
Total liabilities	<u>0</u>	<u>0</u>	<u>3,348</u>
Fund balances			
Restricted for:			
Special Revenue fund		12,713	
Unassigned			<u>(3,348)</u>
Total fund balance	<u>0</u>	<u>12,713</u>	<u>(3,348)</u>
Total liabilities and fund balance	<u>\$ 0</u>	<u>\$ 12,713</u>	<u>\$ 0</u>

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**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	28158 - Suicide Prevention	28168 - AP New Mexico Incentive Funding	29102 - Private DIR Grants (Categorical)
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 1,118	\$	\$ 79,936
Accounts Receivable :			
Due from other governments			
Interfund receivables	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 1,118</u>	<u>\$ 0</u>	<u>\$ 79,936</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Interfund payables			
Deferred revenue - other	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances			
Restricted for:			
Special Revenue fund	1,118		79,936
Unassigned	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>1,118</u>	<u>0</u>	<u>79,936</u>
Total liabilities and fund balance	<u>\$ 1,118</u>	<u>\$ 0</u>	<u>\$ 79,936</u>

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**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2013**

	<u>29130 - School Based Health Center-NMHD</u>	<u>Total</u>
<b>ASSETS</b>		
Current Assets		
Cash and temporary investments	\$ 18,060	\$ 1,084,449
Accounts Receivable :		
Due from other governments		1,347,866
Interfund receivables	<u>31,961</u>	<u>543,672</u>
Total assets	<u>\$ 50,021</u>	<u>\$ 2,975,987</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Current Liabilities		
Accounts payable	\$	\$ 7,112
Interfund payables		2,009,258
Deferred revenue - other		<u>347,587</u>
Total liabilities	<u>0</u>	<u>2,363,957</u>
Fund balances		
Restricted for:		
Special Revenue fund	50,021	1,120,256
Unassigned		<u>(508,226)</u>
Total fund balance	<u>50,021</u>	<u>612,030</u>
Total liabilities and fund balance	<u>\$ 50,021</u>	<u>\$ 2,975,987</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, 2013**

	<u>21000 - Food Services</u>	<u>22000 - Athletics</u>	<u>23000 - Activity Transportation</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants	1,499,056		
Fees and Fines	52,896	117,962	
Miscellaneous	<u>650</u>	<u>1,078</u>	<u>          </u>
<i>Total Revenues</i>	<u>1,552,602</u>	<u>119,040</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction		107,109	48,970
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations	1,499,056		
Capital Outlay	<u>          </u>	<u>          </u>	<u>          </u>
<i>Total expenditures</i>	<u>1,499,056</u>	<u>107,109</u>	<u>48,970</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>53,546</u>	<u>11,931</u>	<u>(48,970)</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>53,546</u>	<u>11,931</u>	<u>(48,970)</u>
Fund balances - beginning of the year	<u>237,745</u>	<u>(130)</u>	<u>167,218</u>
Fund balances - end of the year	<u>\$ 291,291</u>	<u>\$ 11,801</u>	<u>\$ 118,248</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, 2013**

	23780 - EVHS - TV Productions	24101 - Title I - IASA	24106 - Entitlement IDEA-B
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants		1,713,699	1,022,827
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>0</u>	<u>1,713,699</u>	<u>1,022,827</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	2,700	1,484,093	602,757
Support services			
Students		2,018	222,430
Instruction			87,414
General Administration		80,828	15,342
School Administration		142,359	
Central Services			60,522
Operation & Maintenance of Plant		2,476	22,363
Student Transportation		1,925	4,975
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>2,700</u>	<u>1,713,699</u>	<u>1,015,803</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,700)</u>	<u>0</u>	<u>7,024</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>(2,700)</u>	<u>0</u>	<u>7,024</u>
Fund balances - beginning of the year	<u>16,950</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u>\$ 14,250</u>	<u>\$ 0</u>	<u>\$ 7,024</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, 2013**

	<u>24107 - Discretionary IDEA-B</u>	<u>24109 - Preschool IDEA-B</u>	<u>24112 - IDEA- B Early Intervention</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants		25,456	54,099
Fees and Fines			
Miscellaneous			
	<u>0</u>	<u>25,456</u>	<u>54,099</u>
<i>Total Revenues</i>			
<b>EXPENDITURES:</b>			
Current:			
Instruction		9,178	54,099
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation		16,278	
Food Service Operations			
Capital Outlay			
	<u>0</u>	<u>25,456</u>	<u>54,099</u>
<i>Total expenditures</i>			
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 0</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 STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2013**

	<u>24113 - Education of Homeless</u>	<u>24115 - TITLE II IASA (Math/Science)</u>	<u>24118 - Fresh Fruit and Vegatable</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants		10,416	119,294
Fees and Fines			
Miscellaneous			
	<u>0</u>	<u>10,416</u>	<u>119,294</u>
<i>Total Revenues</i>			
<b>EXPENDITURES:</b>			
Current:			
Instruction		6,190	
Support services			
Students		4,226	
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			119,294
Capital Outlay			
	<u>0</u>	<u>10,416</u>	<u>119,294</u>
<i>Total expenditures</i>			
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2013**

	<u>24120 - IDEA- B "Risk Pool"</u>	<u>24153 - Title 111- English Language Acquisition</u>	<u>24154 - Title 11 - Teacher/Princip al Training &amp; Recruiting</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants		53,716	262,352
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>0</u>	<u>53,716</u>	<u>262,352</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction		53,256	249,821
Support services			
Students			
Instruction			
General Administration		460	12,370
School Administration			161
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>0</u>	<u>53,716</u>	<u>262,352</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 0</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 STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2013**

	24157 - Title IV- Safe & Drug Free Schools & Community	24160 - Rural & Low-Income Schools	24162 - Title I School Improvement
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants		63,887	
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>0</u>	<u>63,887</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction		13,205	
Support services			
Students		50,333	
Instruction			
General Administration		349	
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>0</u>	<u>63,887</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2013**

	24163 - Immigrant Funding - Title III	24167 - Reading First	24174 - Carl D Perkins Spec. Proj. - Current
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants			62,590
Fees and Fines			
Miscellaneous			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>                    0</u>	<u>                    62,590</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			62,590
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    62,590</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - beginning of the year	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - end of the year	<u><u>                    0</u></u>	<u><u>                    0</u></u>	<u><u>                    0</u></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, 2013**

	24176 - Carl D. Perkins Secondary - <u>Redistribution</u>	24201 - Title I Federal Stimulus <u>                    </u>	24206 - ARRA IDEA-B <u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants	5,970		
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>5,970</u>	<u>0</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	2,818		
Support services			
Students	3,152		
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>5,970</u>	<u>0</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2013**

	24209 - ARRA IDEA-B Preschool	24212 - Early Intervention Services	24213 - Education of Homeless Federal Stimulus
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants			
Fees and Fines			
Miscellaneous	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - beginning of the year	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - end of the year	<u><u>                    0</u></u>	<u><u>                    0</u></u>	<u><u>                    0</u></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, 2013**

	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			19,823
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>19,823</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			19,823
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>0</u>	<u>0</u>	<u>19,823</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>22,358</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 22,358</u></u>	<u><u>\$ 0</u></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, 2013**

	<u>25147 - Impact Aid Indian Education</u>	<u>25153 - Title XIX Medicaid 3/21 Years</u>	<u>25171 - Child and Adult Food Program</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants	62,461	473,729	100,747
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>62,461</u>	<u>473,729</u>	<u>100,747</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	373	140,275	
Support services			
Students	62,088	272,694	
Instruction			
General Administration		3,000	
School Administration			
Central Services		57,760	
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			100,747
Capital Outlay			
<i>Total expenditures</i>	<u>62,461</u>	<u>473,729</u>	<u>100,747</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>479,649</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 479,649</u></u>	<u><u>\$ 0</u></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, 2013**

	25184 - Indian Education (Title VII) EASIE Grant	26103 - Enlace- UNM	26113 - LANL Foundation
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$	\$ 3,500	\$ 107,300
Federal grants	52,058		
Fees and Fines			
Miscellaneous			1,500
<i>Total Revenues</i>	<u>52,058</u>	<u>3,500</u>	<u>108,800</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	18,832	2,558	25,848
Support services			
Students			
Instruction	33,226		
General Administration			
School Administration			
Central Services			57,376
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>52,058</u>	<u>2,558</u>	<u>83,224</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>942</u>	<u>25,576</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>942</u>	<u>25,576</u>
Fund balances - beginning of the year	<u>0</u>	<u>0</u>	<u>(11,580)</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ 942</u></u>	<u><u>\$ 13,996</u></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, 2013**

	26123 - PNM <u>Foundation INC</u>	26182 - NNM Network Teacher <u>Incentive Funds</u>	27103 - Dual Credit Instr. <u>Materials</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$ 10,028
Federal grants			
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>10,028</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	2,658	3,067	10,028
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>2,658</u>	<u>3,067</u>	<u>10,028</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,658)</u>	<u>(3,067)</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>(2,658)</u>	<u>(3,067)</u>	<u>0</u>
Fund balances - beginning of the year	<u>2,710</u>	<u>3,067</u>	<u>(4,255)</u>
Fund balances - end of the year	<u>\$ 52</u>	<u>\$ 0</u>	<u>\$ (4,255)</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, 2013**

	27104 - 2012 School Bus Replacement	27105 - 2008 GO Bond Student Library Fund (SB333)	27106 - 2010 Go Bonds Library Fund
<b>REVENUES:</b>			
State and local grants	\$ 83,248	\$ 8,768	\$ 32,272
Federal grants			
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>83,248</u>	<u>8,768</u>	<u>32,272</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			10,617
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay	<u>83,248</u>		
<i>Total expenditures</i>	<u>83,248</u>	<u>0</u>	<u>10,617</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>8,768</u>	<u>21,655</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>8,768</u>	<u>21,655</u>
Fund balances - beginning of the year	<u>0</u>	<u>(10,842)</u>	<u>(22,907)</u>
Fund balances - end of the year	<u><u>\$ 0</u></u>	<u><u>\$ (2,074)</u></u>	<u><u>\$ (1,252)</u></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, 2013**

	27114 - NM Reads to Lead K3	27138 - Incentives for School IMPR ACT PED	27139 - School & Family Support Bureau
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$ 21,246	\$	\$
Federal grants			
Fees and Fines			
Miscellaneous			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>21,246</u>	<u>0</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	428,411		
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>428,411</u>	<u>0</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(407,165)</u>	<u>0</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>(407,165)</u>	<u>0</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>10,101</u>	<u>0</u>
Fund balances - end of the year	<u><u>\$ (407,165)</u></u>	<u><u>\$ 10,101</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 STATEMENT OF REVENUE, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2013**

	27145 - Libraries - GO Bonds-Laws of 2004	27154 - Beginning Teacher Mentoring Program	27155 - Breakfast for Elementary Students
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$ 41,049
Federal grants			
Fees and Fines			
Miscellaneous			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>                    0</u>	<u>                    41,049</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			27,055
Capital Outlay			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    27,055</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    13,994</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>                    0</u>	<u>                    13,994</u>
Fund balances - beginning of the year	<u>                  (196)</u>	<u>                  6,756</u>	<u>                 (27,379)</u>
Fund balances - end of the year	<u>                 (196)</u>	<u>                 6,756</u>	<u>                 (13,385)</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, 2013**

	27165 - Rural Ed. Bureau- Summer Enrichment Prog.	27166 - Kindergarten - Three Plus	27176 - Science Instructional Materials
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>REVENUES:</b>			
State and local grants	\$	\$ 118,679	\$
Federal grants			
Fees and Fines			
Miscellaneous			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>          118,679</u>	<u>                    0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction		117,266	54,800
Support services			
Students			
Instruction			
General Administration			
School Administration		8,948	
Central Services			
Operation & Maintenance of Plant			
Student Transportation		10,367	
Food Service Operations			
Capital Outlay			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>          136,581</u>	<u>          54,800</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>          (17,902)</u>	<u>          (54,800)</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>          (17,902)</u>	<u>          (54,800)</u>
Fund balances - beginning of the year	<u>          (7,238)</u>	<u>          3,389</u>	<u>                    0</u>
Fund balances - end of the year	<u>          (7,238)</u>	<u>          (14,513)</u>	<u>          (54,800)</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, 2013**

	27548 - Summer Reading, Math & Science Institutes	27549 - GO Library Books	28120 - NM Highway Dept. (Road)
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants			
Fees and Fines			
Miscellaneous	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - beginning of the year	<u>                    0</u>	<u>          12,713</u>	<u>          (3,348)</u>
Fund balances - end of the year	<u><u>                    0</u></u>	<u><u>          12,713</u></u>	<u><u>          (3,348)</u></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, 2013**

	<u>28158 - Suicide Prevention</u>	<u>28168 - AP New Mexico Incentive Funding</u>	<u>29102 - Private DIR Grants (Categorical)</u>
<b>REVENUES:</b>			
State and local grants	\$ 7,500	\$	\$
Federal grants			
Fees and Fines			
Miscellaneous			
<i>Total Revenues</i>	<u>7,500</u>	<u>0</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction		805	
Support services			
Students	6,382		
Instruction			
General Administration			
School Administration			
Central Services			
Operation & Maintenance of Plant			
Student Transportation			
Food Service Operations			
Capital Outlay			
<i>Total expenditures</i>	<u>6,382</u>	<u>805</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,118</u>	<u>(805)</u>	<u>0</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>1,118</u>	<u>(805)</u>	<u>0</u>
Fund balances - beginning of the year	<u>0</u>	<u>805</u>	<u>79,936</u>
Fund balances - end of the year	<u>\$ 1,118</u>	<u>\$ 0</u>	<u>\$ 79,936</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, 2013**

	<u>29130 - School Based Health Center-NMHD</u>	<u>Total</u>	
<b>REVENUES:</b>			
State and local grants	\$	\$	433,590
Federal grants			5,602,180
Fees and Fines			170,858
Miscellaneous			<u>3,228</u>
<i>Total Revenues</i>	<u>0</u>		<u>6,209,856</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			3,521,530
Support services			
Students			623,323
Instruction			131,257
General Administration			112,349
School Administration			151,468
Central Services			175,658
Operation & Maintenance of Plant			24,839
Student Transportation			33,545
Food Service Operations			1,746,152
Capital Outlay			<u>83,248</u>
<i>Total expenditures</i>	<u>0</u>		<u>6,603,369</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>		<u>(393,513)</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>		<u>0</u>
Net changes in fund balance	<u>0</u>		<u>(393,513)</u>
Fund balances - beginning of the year	<u>50,021</u>		<u>1,005,543</u>
Fund balances - end of the year	<u>\$ 50,021</u>	<u>\$</u>	<u>612,030</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**FOOD 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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 1,950,000	\$ 1,950,000	\$ 1,635,755	\$ (314,245)
Charges of services	50,000	50,000	52,894	2,894
Miscellaneous	<u>        </u>	<u>        </u>	650	650
<i>Total revenues</i>	<u>2,000,000</u>	<u>2,000,000</u>	<u>1,689,299</u>	<u>(310,701)</u>
<i>EXPENDITURES:</i>				
Current:				
Food services operations	<u>2,095,829</u>	<u>2,096,707</u>	<u>1,682,555</u>	<u>414,152</u>
<i>Total expenditures</i>	<u>2,095,829</u>	<u>2,096,707</u>	<u>1,682,555</u>	<u>414,152</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(95,829)</u>	<u>(96,707)</u>	<u>6,744</u>	<u>103,451</u>
<i>Net changes in fund balances</i>	(95,829)	(96,707)	6,744	103,451
<i>Fund balances - beginning of year</i>	<u>1,184,000</u>	<u>0</u>	<u>(38,861)</u>	<u>(38,861)</u>
<i>Fund balances - end of year</i>	<u>\$ 1,088,171</u>	<u>\$ (96,707)</u>	<u>(32,117)</u>	<u>\$ 64,590</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			6,744	
Adjustments to Revenues			(136,697)	
Adjustments to Expenditures			<u>183,499</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 53,546</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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Charges for services	\$ 100,000	\$ 100,000	\$ 117,962	\$ 17,962
Miscellaneous			<u>1,078</u>	<u>1,078</u>
<i>Total revenues</i>	<u>100,000</u>	<u>100,000</u>	<u>119,040</u>	<u>19,040</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>100,000</u>	<u>100,000</u>	<u>99,998</u>	<u>2</u>
<i>Total expenditures</i>	<u>100,000</u>	<u>100,000</u>	<u>99,998</u>	<u>2</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>19,042</u>	<u>19,042</u>
<i>Net changes in fund balances</i>	0	0	19,042	19,042
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(130)</u>	<u>(130)</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u>18,912</u>	<u><u>\$ 18,912</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			19,042	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>(7,111)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ 11,931</u></u>	

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Charges of services	\$ <u>16,776</u>	\$ <u>16,776</u>	\$ _____	\$ <u>(16,776)</u>
<i>Total revenues</i>	<u>16,776</u>	<u>16,776</u>	<u>0</u>	<u>(16,776)</u>
<i>EXPENDITURES</i>				
Current:				
Instruction	<u>152,700</u>	<u>152,700</u>	<u>48,971</u>	<u>103,729</u>
<i>Total expenditures</i>	<u>152,700</u>	<u>152,700</u>	<u>48,971</u>	<u>103,729</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(135,924)</u>	<u>(135,924)</u>	<u>(48,971)</u>	<u>86,953</u>
<i>Net changes in fund balances</i>	(135,924)	(135,924)	(48,971)	86,953
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>169,919</u>	<u>169,919</u>
<i>Fund balances - end of year</i>	<u><u>\$ (135,924)</u></u>	<u><u>\$ (135,924)</u></u>	<u>120,948</u>	<u><u>\$ 256,872</u></u>
Reconciliation of Budgetary Basis to GAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(48,971)	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>1</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAP Basis			<u><u>\$ (48,970)</u></u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
<i>Current:</i>				
<i>Instruction</i>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          0</u>
<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>          0</u>	<u>          0</u>	<u>          0</u>	<u>          0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>          0</u>	<u>          0</u>	<u>      14,250</u>	<u>      14,250</u>
<i>Fund balances - end of year</i>	\$ <u><u>          0</u></u>	\$ <u><u>          0</u></u>	<u>      14,250</u>	\$ <u><u>      14,250</u></u>
<i>Reconciliation of Budgetary Basis to GAAP Basis</i>				
<i>Excess (Deficiency) of Revenues Over Expenditures-Cash Basis</i>			0	
<i>Adjustments to Revenues</i>			0	
<i>Adjustments to Expenditures</i>			<u>      (2,700)</u>	
<i>Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis</i>			\$ <u><u>      (2,700)</u></u>	

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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 1,473,249	\$ 1,473,249	\$ 2,808,162	\$ 1,334,913
<i>Total revenues</i>	<u>1,473,249</u>	<u>1,473,249</u>	<u>2,808,162</u>	<u>1,334,913</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	1,221,726	1,650,988	1,484,093	166,895
Support services				
Student	5,000	9,000	2,018	6,982
General administration	69,620	102,304	80,827	21,477
School administration	174,341	186,341	142,359	43,982
Operation & maintenance of plant	1,562	3,562	2,476	1,086
Student transportation	<u>1,000</u>	<u>2,000</u>	<u>1,925</u>	<u>75</u>
<i>Total expenditures</i>	<u>1,473,249</u>	<u>1,954,195</u>	<u>1,713,698</u>	<u>240,497</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(480,946)</u>	<u>1,094,464</u>	<u>1,575,410</u>
<i>Net changes in fund balances</i>	0	(480,946)	1,094,464	1,575,410
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(1,077,858)</u>	<u>(1,609,571)</u>	<u>(531,713)</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (1,558,804)</u>	<u>(515,107)</u>	<u>\$ 1,043,697</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			1,094,464	
Adjustments to Revenues			(1,094,463)	
Adjustments to Expenditures			<u>(1)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ <u>1,520,511</u>	\$ <u>1,520,511</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>1,520,511</u>	<u>1,520,511</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction		659,462	602,757	56,705
Support services				
Student		246,934	222,430	24,504
Instruction		95,491	87,414	8,077
General administration		28,000	15,342	12,658
Central services		60,522	60,522	
Operation & maintenance of plant		27,000	22,363	4,637
Student transportation	_____	<u>74,344</u>	<u>4,975</u>	<u>69,369</u>
<i>Total expenditures</i>	<u>0</u>	<u>1,191,753</u>	<u>1,015,803</u>	<u>175,950</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(1,191,753)</u>	<u>504,708</u>	<u>1,696,461</u>
<i>Net changes in fund balances</i>	0	(1,191,753)	504,708	1,696,461
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(1,085,026)</u>	<u>(836,730)</u>	<u>248,296</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (2,276,779)</u>	<u>(332,022)</u>	<u>\$ 1,944,757</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			504,708	
Adjustments to Revenues			(497,684)	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 7,024</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**DISCRETIONARY 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Support services				
Student	<u>          </u>	<u>5,726</u>	<u>          </u>	<u>5,726</u>
<i>Total expenditures</i>	<u>0</u>	<u>5,726</u>	<u>0</u>	<u>5,726</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(5,726)</u>	<u>0</u>	<u>5,726</u>
<i>Net changes in fund balances</i>	0	(5,726)	0	5,726
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(17,743)</u>	<u>(17,743)</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (5,726)</u>	<u>(17,743)</u>	<u>\$ (12,017)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
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**  
**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 21,678	\$ 21,678	\$ 34,570	\$ 12,892
<i>Total revenues</i>	21,678	21,678	34,570	12,892
<i>EXPENDITURES:</i>				
Current:				
Instruction	5,395	9,178	9,178	
Student transportation	16,283	16,283	16,278	5
<i>Total expenditures</i>	21,678	25,461	25,456	5
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(3,783)	9,114	12,897
<i>Net changes in fund balances</i>	0	(3,783)	9,114	12,897
<i>Fund balances - beginning of year</i>	0	(2,686)	(19,755)	(17,069)
<i>Fund balances - end of year</i>	\$ 0	\$ (6,469)	(10,641)	\$ (4,172)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			9,114	
Adjustments to Revenues			(9,114)	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ 95,828	\$ 95,828
<i>Total revenues</i>	0	0	95,828	95,828
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	80,000	54,100	25,900
<i>Total expenditures</i>	0	80,000	54,100	25,900
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(80,000)	41,728	121,728
<i>Net changes in fund balances</i>	0	(80,000)	41,728	121,728
<i>Fund balances - beginning of year</i>	0	(128,834)	(57,363)	71,471
<i>Fund balances - end of year</i>	\$ 0	\$ (208,834)	(15,635)	\$ 193,199
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			41,728	
Adjustments to Revenues			(41,729)	
Adjustments to Expenditures			1	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**EDUCATION OF 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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ _____ 577	\$ _____ 577
<i>Total revenues</i>	<u>          0</u>	<u>          0</u>	<u>          577</u>	<u>          577</u>
<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>          0</u>	<u>          0</u>	<u>          577</u>	<u>          577</u>
<i>Net changes in fund balances</i>	0	0	577	577
<i>Fund balances - beginning of year</i>	<u>          0</u>	<u>      (12,000)</u>	<u>          (577)</u>	<u>         11,423</u>
<i>Fund balances - end of year</i>	<u><u>          0</u></u>	<u><u>      (12,000)</u></u>	<u>          0</u>	<u><u>         12,000</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			577	
Adjustments to Revenues			(577)	
Adjustments to Expenditures			<u>          0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>          0</u></u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ 2,544	\$ 2,544
<i>Total revenues</i>	0	0	2,544	2,544
<i>EXPENDITURES:</i>				
Current:				
Instruction		12,943	6,190	6,753
Support services				
Student	_____	16,000	4,227	11,773
<i>Total expenditures</i>	0	28,943	10,417	18,526
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(28,943)	(7,873)	21,070
<i>Net changes in fund balances</i>	0	(28,943)	(7,873)	21,070
<i>Fund balances - beginning of year</i>	0	(39,874)	(52)	39,822
<i>Fund balances - end of year</i>	\$ 0	\$ (68,817)	(7,925)	\$ 60,892
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(7,873)	
Adjustments to Revenues			7,872	
Adjustments to Expenditures			1	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 163,047	\$ 163,047	\$ 130,708	\$ (32,339)
<i>Total revenues</i>	163,047	163,047	130,708	(32,339)
<i>EXPENDITURES:</i>				
Current:				
Food services operations	163,047	163,047	119,294	43,753
<i>Total expenditures</i>	163,047	163,047	119,294	43,753
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	11,414	11,414
<i>Net changes in fund balances</i>	0	0	11,414	11,414
<i>Fund balances - beginning of year</i>	0	(136,084)	(11,415)	124,669
<i>Fund balances - end of year</i>	\$ 0	\$ (136,084)	(1)	\$ 136,083
 Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			11,414	
Adjustments to Revenues			(11,414)	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ 42,778	\$ 42,778
<i>Total revenues</i>	0	0	42,778	42,778
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	6,477	_____	6,477
<i>Total expenditures</i>	0	6,477	0	6,477
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(6,477)	42,778	49,255
<i>Net changes in fund balances</i>	0	(6,477)	42,778	49,255
<i>Fund balances - beginning of year</i>	0	(52,435)	(42,778)	9,657
<i>Fund balances - end of year</i>	0	(58,912)	0	58,912
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			42,778	
Adjustments to Revenues			(42,778)	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			0	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 40,705	\$ 40,705	\$ 64,099	\$ 23,394
<i>Total revenues</i>	40,705	40,705	64,099	23,394
<i>EXPENDITURES:</i>				
Current:				
Instruction	40,245	60,521	53,256	7,265
Support services				
General administration	460	460	460	
<i>Total expenditures</i>	40,705	60,981	53,716	7,265
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(20,276)	10,383	30,659
<i>Net changes in fund balances</i>	0	(20,276)	10,383	30,659
<i>Fund balances - beginning of year</i>	0	(20,528)	(175,573)	(155,045)
<i>Fund balances - end of year</i>	\$ 0	\$ (40,804)	(165,190)	\$ (124,386)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			10,383	
Adjustments to Revenues			(10,383)	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE 11 - 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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ 344,898	\$ 344,898	\$ 331,475	\$ (13,423)
<i>Total revenues</i>	<u>344,898</u>	<u>344,898</u>	<u>331,475</u>	<u>(13,423)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	341,001	416,001	249,821	166,180
Support services				
General administration	3,897	42,602	12,370	30,232
School administration	<u>          </u>	<u>20,281</u>	<u>161</u>	<u>20,120</u>
<i>Total expenditures</i>	<u>344,898</u>	<u>478,884</u>	<u>262,352</u>	<u>216,532</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(133,986)</u>	<u>69,123</u>	<u>203,109</u>
<i>Net changes in fund balances</i>	0	(133,986)	69,123	203,109
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(270,385)</u>	<u>(163,710)</u>	<u>106,675</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (404,371)</u>	<u>(94,587)</u>	<u>\$ 309,784</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			69,123	
Adjustments to Revenues			(69,123)	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**TITLE IV- 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>1,841</u>	<u>1,841</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>1,841</u>	\$ <u><u>1,841</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 74,467	\$ 74,467	\$ 84,747	\$ 10,280
<i>Total revenues</i>	74,467	74,467	84,747	10,280
<i>EXPENDITURES:</i>				
Current:				
Instruction	7,750	19,722	13,205	6,517
Support services				
Student	66,369	66,369	50,333	16,036
General administration	348	348	348	
<i>Total expenditures</i>	74,467	86,439	63,886	22,553
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(11,972)	20,861	32,833
<i>Net changes in fund balances</i>	0	(11,972)	20,861	32,833
<i>Fund balances - beginning of year</i>	(300)	(11,761)	52,370	64,131
<i>Fund balances - end of year</i>	\$ (300)	\$ (23,733)	73,231	\$ 96,964
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			20,861	
Adjustments to Revenues			(20,860)	
Adjustments to Expenditures			(1)	
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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(2,396)</u>	<u>(2,396)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(2,396)</u>	\$ <u><u>(2,396)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u><u>0</u></u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IMMIGRANT FUNDING - TITLE III 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(10,907)</u>	<u>(10,907)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(10,907)</u>	\$ <u><u>(10,907)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(20,266)</u>	<u>(20,266)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(20,266)</u>	\$ <u><u>(20,266)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ <u>57,587</u>	\$ <u>57,587</u>	\$ <u>61,004</u>	\$ <u>3,417</u>
<i>Total revenues</i>	<u>57,587</u>	<u>57,587</u>	<u>61,004</u>	<u>3,417</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>63,985</u>	<u>67,564</u>	<u>62,590</u>	<u>4,974</u>
<i>Total expenditures</i>	<u>63,985</u>	<u>67,564</u>	<u>62,590</u>	<u>4,974</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(6,398)</u>	<u>(9,977)</u>	<u>(1,586)</u>	<u>8,391</u>
<i>Net changes in fund balances</i>	(6,398)	(9,977)	(1,586)	8,391
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(16,287)</u>	<u>(15,078)</u>	<u>1,209</u>
<i>Fund balances - end of year</i>	<u><u>\$ (6,398)</u></u>	<u><u>\$ (26,264)</u></u>	<u><u>(16,664)</u></u>	<u><u>\$ 9,600</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(1,586)	
Adjustments to Revenues			1,586	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ 0</u></u>	

**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction		8,022	2,818	5,204
Support services				
Student		<u>6,355</u>	<u>3,152</u>	<u>3,203</u>
<i>Total expenditures</i>	<u>0</u>	<u>14,377</u>	<u>5,970</u>	<u>8,407</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(14,377)</u>	<u>(5,970)</u>	<u>8,407</u>
<i>Net changes in fund balances</i>	0	(14,377)	(5,970)	8,407
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(1,995)</u>	<u>0</u>	<u>1,995</u>
<i>Fund balances - end of year</i>	<u>0</u>	<u>(16,372)</u>	<u>(5,970)</u>	<u>10,402</u>
Reconciliation to GAAP Basis:				
Reconciliation of Budgetary Basis to GAAP Basis			(5,970)	
Adjustments to Revenues			5,970	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>(275)</u>	<u>44,954</u>	<u>45,229</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>(275)</u></u>	<u>44,954</u>	<u><u>45,229</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>4,159</u>	<u>4,159</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u>4,159</u>	<u><u>\$ 4,159</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**ARRA IDEA-B PRESCHOOL 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>4,400</u>	<u>4,400</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>4,400</u>	\$ <u><u>4,400</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>0</u>	\$ <u><u>0</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(728)</u>	<u>(728)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(728)</u>	\$ <u><u>(728)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**TITLE I SCHOOL IMPROVEMENT 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>2,995</u>	<u>2,995</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>2,995</u>	\$ <u><u>2,995</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

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

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ <u>11,340</u>	\$ <u>11,340</u>	\$ <u>8,075</u>	\$ <u>(3,265)</u>
<i>Total revenues</i>	<u>11,340</u>	<u>11,340</u>	<u>8,075</u>	<u>(3,265)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>23,060</u>	<u>33,034</u>	<u>19,823</u>	<u>13,211</u>
<i>Total expenditures</i>	<u>23,060</u>	<u>33,034</u>	<u>19,823</u>	<u>13,211</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(11,720)</u>	<u>(21,694)</u>	<u>(11,748)</u>	<u>9,946</u>
<i>Net changes in fund balances</i>	(11,720)	(21,694)	(11,748)	9,946
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>12,396</u>	<u>12,396</u>
<i>Fund balances - end of year</i>	<u><u>\$ (11,720)</u></u>	<u><u>\$ (21,694)</u></u>	<u>648</u>	<u><u>\$ 22,342</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(11,748)	
Adjustments to Revenues			11,748	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ 0</u></u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**IMPACT AID INDIAN 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 6,007	\$ 6,007	\$ 25,214	\$ 19,207
<i>Total revenues</i>	<u>6,007</u>	<u>6,007</u>	<u>25,214</u>	<u>19,207</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction		5,000	373	4,627
Support services				
Student	<u>46,731</u>	<u>81,084</u>	<u>62,088</u>	<u>18,996</u>
<i>Total expenditures</i>	<u>46,731</u>	<u>86,084</u>	<u>62,461</u>	<u>23,623</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(40,724)</u>	<u>(80,077)</u>	<u>(37,247)</u>	<u>42,830</u>
<i>Net changes in fund balances</i>	(40,724)	(80,077)	(37,247)	42,830
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>40,724</u>	<u>40,724</u>
<i>Fund balances - end of year</i>	<u>\$ (40,724)</u>	<u>\$ (80,077)</u>	<u>3,477</u>	<u>\$ 83,554</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(37,247)	
Adjustments to Revenues			37,247	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ 225,350	\$ 225,350	\$ 508,237	\$ 282,887
<i>Total revenues</i>	<u>225,350</u>	<u>225,350</u>	<u>508,237</u>	<u>282,887</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	430,194	430,194	140,275	289,919
Support services				
Student	235,500	380,853	272,694	108,159
General Administration	3,000	3,000	3,000	
Central services	<u>81,305</u>	<u>58,011</u>	<u>57,760</u>	<u>251</u>
<i>Total expenditures</i>	<u>749,999</u>	<u>872,058</u>	<u>473,729</u>	<u>398,329</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(524,649)</u>	<u>(646,708)</u>	<u>34,508</u>	<u>681,216</u>
<i>Net changes in fund balances</i>	(524,649)	(646,708)	34,508	681,216
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>549,912</u>	<u>549,912</u>
<i>Fund balances - end of year</i>	<u>\$ (524,649)</u>	<u>\$ (646,708)</u>	<u>584,420</u>	<u>\$ 1,231,128</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			34,508	
Adjustments to Revenues			(34,508)	
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**  
**CHILD AND ADULT FOOD 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ 100,747	\$ 100,747
<i>Total revenues</i>	0	0	100,747	100,747
<i>EXPENDITURES:</i>				
Current:				
Food Services Operations	_____	100,747	100,747	_____
<i>Total expenditures</i>	0	100,747	100,747	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(100,747)	0	100,747
<i>Net changes in fund balances</i>	0	(100,747)	0	100,747
<i>Fund balances - beginning of year</i>	0	0	0	0
<i>Fund balances - end of year</i>	0	(100,747)	0	100,747
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			372,982	
Adjustments to Expenditures			(372,982)	
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**  
**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Federal grants	\$ <u>51,897</u>	\$ <u>51,897</u>	\$ <u>60,060</u>	\$ <u>8,163</u>
<i>Total revenues</i>	<u>51,897</u>	<u>51,897</u>	<u>60,060</u>	<u>8,163</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	18,831	18,835	18,832	3
Support services				
Instruction	<u>33,066</u>	<u>33,228</u>	<u>33,226</u>	<u>2</u>
<i>Total expenditures</i>	<u>51,897</u>	<u>52,063</u>	<u>52,058</u>	<u>5</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(166)</u>	<u>8,002</u>	<u>8,168</u>
<i>Net changes in fund balances</i>	0	(166)	8,002	8,168
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(4,993)</u>	<u>(4,993)</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>(166)</u></u>	<u><u>3,009</u></u>	<u><u>3,175</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			8,002	
Adjustments to Revenues			(8,002)	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>0</u></u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 3,500	\$ 3,500
<i>Total revenues</i>	0	0	3,500	3,500
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	3,500	2,558	942
<i>Total expenditures</i>	0	3,500	2,558	942
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(3,500)	942	4,442
<i>Net changes in fund balances</i>	0	(3,500)	942	4,442
<i>Fund balances - beginning of year</i>	0	0	(2,300)	(2,300)
<i>Fund balances - end of year</i>	0	(3,500)	(1,358)	2,142
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			942	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 942	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ 82,000	\$ 82,000	\$ 107,300	\$ 25,300
Miscellaneous			1,500	1,500
<i>Total revenues</i>	82,000	82,000	108,800	26,800
<i>EXPENDITURES:</i>				
Current:				
Instruction	28,586	31,586	25,848	5,738
Central Services	75,413	67,130	57,376	9,754
Operation & Maintenance of Plant	856			
<i>Total expenditures</i>	104,855	98,716	83,224	15,492
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(22,855)	(16,716)	25,576	42,292
<i>Net changes in fund balances</i>	(22,855)	(16,716)	25,576	42,292
<i>Fund balances - beginning of year</i>	0	0	(11,580)	(11,580)
<i>Fund balances - end of year</i>	\$ (22,855)	\$ (16,716)	13,996	\$ 30,712
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			25,576	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 25,576	

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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>2,710</u>	<u>2,710</u>	<u>2,658</u>	<u>52</u>
<i>Total expenditures</i>	<u>2,710</u>	<u>2,710</u>	<u>2,658</u>	<u>52</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,710)</u>	<u>(2,710)</u>	<u>(2,658)</u>	<u>52</u>
<i>Net changes in fund balances</i>	(2,710)	(2,710)	(2,658)	52
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>2,710</u>	<u>2,710</u>
<i>Fund balances - end of year</i>	<u><u>\$ (2,710)</u></u>	<u><u>\$ (2,710)</u></u>	<u>52</u>	<u><u>\$ 2,762</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(2,658)	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ (2,658)</u></u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NNM NETWORK 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ 0	\$ 0	\$ 0	\$ 0
<i>EXPENDITURES:</i>				
Current:				
Instruction	3,067	3,067	3,067	
<i>Total expenditures</i>	3,067	3,067	3,067	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(3,067)	(3,067)	(3,067)	0
<i>Net changes in fund balances</i>	(3,067)	(3,067)	(3,067)	0
<i>Fund balances - beginning of year</i>	0	0	3,067	3,067
<i>Fund balances - end of year</i>	\$ (3,067)	\$ (3,067)	0	\$ 3,067
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(3,067)	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (3,067)	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 10,028	\$ 10,028
<i>Total revenues</i>	0	0	10,028	10,028
<i>EXPENDITURES:</i>				
Current:				
Instruction	0	12,090	10,028	2,062
<i>Total expenditures</i>	0	12,090	10,028	2,062
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(12,090)	0	12,090
<i>Net changes in fund balances</i>	0	(12,090)	0	12,090
<i>Fund balances - beginning of year</i>	0	0	(4,255)	(4,255)
<i>Fund balances - end of year</i>	0	(12,090)	(4,255)	7,835
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			0	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHOOL BUS REPLACEMENT 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 83,248	\$ 83,248
<i>Total revenues</i>	0	0	83,248	83,248
<i>EXPENDITURES:</i>				
Capital Outlay	_____	83,248	83,248	_____
<i>Total expenditures</i>	0	83,248	83,248	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(83,248)	0	83,248
<i>Net changes in fund balances</i>	0	(83,248)	0	83,248
<i>Fund balances - beginning of year</i>	0	0	0	0
<i>Fund balances - end of year</i>	\$ 0	\$ (83,248)	0	\$ 83,248
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			(73,220)	
Adjustments to Expenditures			73,220	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**2008 GO BOND STUDENT LIBRARY FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ <u>8,768</u>	\$ <u>8,768</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>8,768</u>	<u>8,768</u>
<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>0</u>	<u>0</u>	<u>8,768</u>	<u>8,768</u>
<i>Net changes in fund balances</i>	0	0	8,768	8,768
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(10,842)</u>	<u>(10,842)</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>0</u></u>	<u>(2,074)</u>	<u><u>(2,074)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			8,768	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>8,768</u></u>	

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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
State grants	\$ 33,637	\$ 33,637	\$ 32,272	\$ (1,365)
<i>Total revenues</i>	33,637	33,637	32,272	(1,365)
<i>EXPENDITURES:</i>				
Current:				
Support services				
Instruction	33,637	10,729	10,617	112
<i>Total expenditures</i>	33,637	10,729	10,617	112
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	22,908	21,655	(1,253)
<i>Net changes in fund balances</i>	0	22,908	21,655	(1,253)
<i>Fund balances - beginning of year</i>	0	0	(22,907)	(22,907)
<i>Fund balances - end of year</i>	\$ 0	\$ 22,908	(1,252)	\$ (24,160)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			21,655	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 21,655	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**NM READS TO LEAD K3 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 21,246	\$ 21,246
<i>Total revenues</i>	0	0	21,246	21,246
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	428,920	428,411	509
<i>Total expenditures</i>	0	428,920	428,411	509
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(428,920)	(407,165)	21,755
<i>Net changes in fund balances</i>	0	(428,920)	(407,165)	21,755
<i>Fund balances - beginning of year</i>	0	0	0	0
<i>Fund balances - end of year</i>	0	(428,920)	(407,165)	21,755
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(407,165)	
Adjustments to Revenues			0	
Adjustments to Expenditures			0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (407,165)	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>10,101</u>	<u>10,101</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>10,101</u>	\$ <u><u>10,101</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**LIBRARY GO BOND 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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(196)</u>	<u>(196)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(196)</u>	\$ <u><u>(196)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>6,757</u>	<u>6,757</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>6,757</u>	\$ <u><u>6,757</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ <u>41,049</u>	\$ <u>41,049</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>41,049</u>	<u>41,049</u>
<i>EXPENDITURES:</i>				
Food Services Operations	_____	<u>40,426</u>	<u>27,055</u>	<u>13,371</u>
<i>Total expenditures</i>	<u>0</u>	<u>40,426</u>	<u>27,055</u>	<u>13,371</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(40,426)</u>	<u>13,994</u>	<u>54,420</u>
<i>Net changes in fund balances</i>	0	(40,426)	13,994	54,420
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(27,379)</u>	<u>(27,379)</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ (40,426)</u></u>	<u><u>(13,385)</u></u>	<u><u>\$ 27,041</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			13,994	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ 13,994</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**RURAL ED.- BUREAU 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(7,238)</u>	<u>(7,238)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(7,238)</u>	\$ <u><u>(7,238)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
State grants	\$ 187,000	\$ 187,000	\$ 118,679	\$ (68,321)
<i>Total revenues</i>	<u>187,000</u>	<u>187,000</u>	<u>118,679</u>	<u>(68,321)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	162,402	123,330	117,266	6,064
Support Services				
Student	15,149			
School administration	4,449	8,948	4,475	4,473
Student transportation	<u>5,000</u>	<u>10,371</u>	<u>10,367</u>	<u>4</u>
<i>Total expenditures</i>	<u>187,000</u>	<u>142,649</u>	<u>132,108</u>	<u>10,541</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>44,351</u>	<u>(13,429)</u>	<u>(57,780)</u>
<i>Net changes in fund balances</i>	0	44,351	(13,429)	(57,780)
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(16,768)</u>	<u>(16,768)</u>
<i>Fund balances - end of year</i>	<u>0</u>	<u>44,351</u>	<u>(30,197)</u>	<u>(74,548)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(13,429)	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>(4,473)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>(17,902)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCIENCE INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>                    </u>	<u>54,801</u>	<u>54,800</u>	<u>1</u>
<i>Total expenditures</i>	<u>0</u>	<u>54,801</u>	<u>54,800</u>	<u>1</u>
<i>Excess (deficiency) of revenues over     (under) expenditures</i>	<u>0</u>	<u>(54,801)</u>	<u>(54,800)</u>	<u>1</u>
<i>Net changes in fund balances</i>	0	(54,801)	(54,800)	1
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (54,801)</u>	<u>(54,800)</u>	<u>\$ 1</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(54,800)	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (54,800)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>0</u>	\$ <u><u>0</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u><u>0</u></u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>12,713</u>	<u>12,713</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>12,713</u>	\$ <u><u>12,713</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(3,348)</u>	<u>(3,348)</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>(3,348)</u>	\$ <u><u>(3,348)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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**  
**SUICIDE PREVENTION 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ <u>7,500</u>	\$ <u>7,500</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>7,500</u>	<u>7,500</u>
<i>EXPENDITURES:</i>				
Current:				
Support services				
Student	_____	<u>7,500</u>	<u>6,382</u>	<u>1,118</u>
<i>Total expenditures</i>	<u>0</u>	<u>7,500</u>	<u>6,382</u>	<u>1,118</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(7,500)</u>	<u>1,118</u>	<u>8,618</u>
<i>Net changes in fund balances</i>	0	(7,500)	1,118	8,618
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ (7,500)</u>	<u>1,118</u>	<u>\$ 8,618</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			1,118	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 1,118</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
<i>Current:</i>				
Instruction	<u>805</u>	<u>805</u>	<u>805</u>	<u>0</u>
<i>Total expenditures</i>	<u>805</u>	<u>805</u>	<u>805</u>	<u>0</u>
<i>Excess (deficiency) of revenues over     (under) expenditures</i>	<u>(805)</u>	<u>(805)</u>	<u>(805)</u>	<u>0</u>
<i>Net changes in fund balances</i>	(805)	(805)	(805)	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>805</u>	<u>805</u>
<i>Fund balances - end of year</i>	<u><u>\$ (805)</u></u>	<u><u>\$ (805)</u></u>	<u>0</u>	<u><u>\$ 805</u></u>
<i>Reconciliation of Budgetary Basis to GAAP Basis</i>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(805)	
Adjustments to Revenues			0	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ (805)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
<i>Current:</i>				
<i>Instruction</i>	<u>79,936</u>	<u>79,936</u>	<u>          </u>	<u>79,936</u>
<i>Total expenditures</i>	<u>79,936</u>	<u>79,936</u>	<u>0</u>	<u>79,936</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(79,936)</u>	<u>(79,936)</u>	<u>0</u>	<u>79,936</u>
<i>Net changes in fund balances</i>	<u>(79,936)</u>	<u>(79,936)</u>	<u>0</u>	<u>79,936</u>
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>79,936</u>	<u>79,936</u>
<i>Fund balances - end of year</i>	<u><u>\$ (79,936)</u></u>	<u><u>\$ (79,936)</u></u>	<u>79,936</u>	<u><u>\$ 159,872</u></u>
<i>Reconciliation of Budgetary Basis to GAAP Basis</i>				
<i>Excess (Deficiency) of Revenues Over Expenditures-Cash Basis</i>			<u>0</u>	
<i>    Adjustments to Revenues</i>			<u>0</u>	
<i>    Adjustments to Expenditures</i>			<u>0</u>	
<i>Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis</i>			<u><u>\$ 0</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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>50,021</u>	<u>50,021</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>50,021</u>	\$ <u><u>50,021</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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



# **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 – 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).

**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, 2013**

	<u>31200 - Public School Capital Outlay</u>	<u>31400 - Special Capital Outlay-State</u>	<u>31700 - Capital Improvements SB-9</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$ 3,599
Accounts Receivable :			
Taxes			199,930
Interfund receivables	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 203,529</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Interfund payables	\$ 19,456	\$ 90,074	\$
Deferred revenue - property taxes	<u>                    </u>	<u>                    </u>	<u>199,930</u>
Total liabilities	<u>19,456</u>	<u>90,074</u>	<u>199,930</u>
Fund balances			
Restricted for:			
Capital projects Fund			3,599
Unassigned	<u>(19,456)</u>	<u>(90,074)</u>	<u>                    </u>
Total fund balance	<u>(19,456)</u>	<u>(90,074)</u>	<u>3,599</u>
Total liabilities and fund balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 203,529</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, 2013**

	31900 - ED. Technology <u>Equipment Act</u>	31910 - Ed. Tech. Bond - Series Sept. <u>2007</u>	<u>Total</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$ 3,599
Accounts Receivable :			
Taxes			199,930
Interfund receivables	<u>370,301</u>	<u>          </u>	<u>370,301</u>
Total assets	<u>\$ 370,301</u>	<u>\$ 0</u>	<u>\$ 573,830</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Interfund payables	\$	\$ 399,853	\$ 509,383
Deferred revenue - property taxes	<u>          </u>	<u>          </u>	<u>199,930</u>
Total liabilities	<u>          0</u>	<u>399,853</u>	<u>709,313</u>
Fund balances			
Restricted for:			
Capital projects Fund	370,301		373,900
Unassigned	<u>          </u>	<u>(399,853)</u>	<u>(509,383)</u>
Total fund balance	<u>370,301</u>	<u>(399,853)</u>	<u>(135,483)</u>
Total liabilities and fund balance	<u>\$ 370,301</u>	<u>\$ 0</u>	<u>\$ 573,830</u>

**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, 2013**

	31200 - Public School Capital <u>Outlay</u>	31400 - Special Capital <u>Outlay-State</u>	31700 - Capital Improvements <u>SB-9</u>
<b>REVENUES:</b>			
Property taxes	\$	\$	\$ 1,865
Miscellaneous	<u>                    </u>	<u>          9,121</u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>          9,121</u>	<u>          1,865</u>
<b>EXPENDITURES:</b>			
Current:			
Support services			
General administration			35
Operation & maintenance of plant	<u>                    </u>	<u>                    </u>	<u>          1,633</u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>          1,668</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>          9,121</u>	<u>            197</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Net changes in fund balance	<u>                    0</u>	<u>          9,121</u>	<u>            197</u>
Fund balances - beginning of the year	<u>         (19,456)</u>	<u>         (99,195)</u>	<u>            3,402</u>
Fund balances - end of the year	<u><u>         (19,456)</u></u>	<u><u>         (90,074)</u></u>	<u><u>            3,599</u></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, 2013**

	31900 - ED. Technology <u>Equipment Act</u>	31910 - Ed. Tech. Bond - Series Sept. <u>2007</u>	<u>Total</u>
<b>REVENUES:</b>			
Property taxes	\$	\$	\$ 1,865
Miscellaneous			<u>9,121</u>
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>10,986</u>
<b>EXPENDITURES:</b>			
Current:			
Support services			
General administration			35
Operation & maintenance of plant			<u>1,633</u>
<i>Total expenditures</i>	<u>0</u>	<u>0</u>	<u>1,668</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>9,318</u>
<i>Other Financing Sources (Uses):</i>			
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balance	<u>0</u>	<u>0</u>	<u>9,318</u>
Fund balances - beginning of the year	<u>370,301</u>	<u>(399,853)</u>	<u>(144,801)</u>
Fund balances - end of the year	<u><u>\$ 370,301</u></u>	<u><u>\$ (399,853)</u></u>	<u><u>\$ (135,483)</u></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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Miscellaneous	\$	\$	\$ 21,701	\$ 21,701
Interest	<u>30,043</u>	<u>30,043</u>	<u>15,948</u>	<u>(14,095)</u>
<i>Total revenues</i>	<u>30,043</u>	<u>30,043</u>	<u>37,649</u>	<u>7,606</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction		346,806	213,331	133,475
Capital outlay	<u>18,946,558</u>	<u>18,337,376</u>	<u>10,499,691</u>	<u>7,837,685</u>
<i>Total expenditures</i>	<u>18,946,558</u>	<u>18,684,182</u>	<u>10,713,022</u>	<u>7,971,160</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(18,916,515)</u>	<u>18,654,139)</u>	<u>(10,675,373)</u>	<u>7,978,766</u>
<i>Other financing sources (uses):</i>				
Proceeds from bond issues	<u>9,900,000</u>	<u>9,900,000</u>	<u>9,800,000</u>	<u>(100,000)</u>
<i>Total other financing sources (uses)</i>	<u>9,900,000</u>	<u>9,900,000</u>	<u>9,800,000</u>	<u>(100,000)</u>
<i>Net changes in fund balances</i>	(9,016,515)	(8,754,139)	(875,373)	7,878,766
<i>Fund balances -beginning of year</i>	<u>9,900,000</u>	<u>9,900,000</u>	<u>8,672,424</u>	<u>(1,227,576)</u>
<i>Fund balances - end of year</i>	<u>\$ 883,485</u>	<u>\$ 1,145,861</u>	<u>7,797,051</u>	<u>\$ 6,651,190</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net changes in fund balances -Cash Basis			(875,373)	
Adjustments to revenues			0	
Adjustments to expenditures			<u>(3,923,055)</u>	
Net Change in fund balances-GAAP Basis			<u>\$ (4,798,428)</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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(19,456)</u>	<u>(19,456)</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>(19,456)</u></u>	<u><u>(19,456)</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to revenues			0	
Adjustments to expenditures			<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**  
**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Miscellaneous	\$ _____	\$ _____	\$ <u>9,121</u>	\$ <u>9,121</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>9,121</u>	<u>9,121</u>
<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>0</u>	<u>0</u>	<u>9,121</u>	<u>9,121</u>
<i>Net changes in fund balances</i>	0	0	9,121	9,121
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>(99,195)</u>	<u>(99,195)</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>(90,074)</u></u>	<u><u>(90,074)</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			9,121	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>9,121</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Property taxes	\$ _____	\$ _____	\$ <u>3,530</u>	\$ <u>3,530</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>3,530</u>	<u>3,530</u>
<i>EXPENDITURES:</i>				
Current:				
General administration		35	35	
Operation & maintenance of plant		<u>21,312</u>	<u>21,312</u>	
<i>Total expenditures</i>	<u>0</u>	<u>21,347</u>	<u>21,347</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>		<u>(21,347)</u>	<u>(17,817)</u>	<u>3,530</u>
<i>Net changes in fund balances</i>	0	(21,347)	(17,817)	3,530
<i>Fund balances - beginning of year</i>	<u>(197,000)</u>	<u>(268,773)</u>	<u>21,416</u>	<u>290,189</u>
<i>Fund balances - end of year</i>	<u>\$ (197,000)</u>	<u>\$ (290,120)</u>	<u>3,599</u>	<u>\$ 293,719</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(17,817)	
Adjustments to revenues			(1,665)	
Adjustments to expenditures			<u>19,679</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 197</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>	<u>0</u>	\$ <u><u>0</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to revenues			0	
Adjustments to expenditures			<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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<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>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>(509,470)</u>	<u>(399,853)</u>	<u>0</u>	<u>399,853</u>
<i>Fund balances - end of year</i>	<u><u>\$ (509,470)</u></u>	<u><u>\$ (399,853)</u></u>	<u>0</u>	<u><u>\$ 399,853</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			0	
Adjustments to Revenues			0	
Adjustments to Expenditures			<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

# **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, 2013**

	<u>42000 - Deferred Sick Leave</u>	<u>43000 - Total ED. Tech. Debt Service Subfund</u>	<u>Total</u>
<b>ASSETS</b>			
Current Assets			
Cash and Temporary investments	\$ 25,385	\$ 206,775	\$ 232,160
Accounts Receivable :			
Taxes	<u>                    </u>	<u>60,759</u>	<u>60,759</u>
Total assets	<u>\$ 25,385</u>	<u>\$ 267,534</u>	<u>\$ 292,919</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Deferred revenue - property taxes	<u>\$                    </u>	<u>\$ 60,759</u>	<u>\$ 60,759</u>
Total liabilities	<u>                    0</u>	<u>60,759</u>	<u>60,759</u>
Fund balances			
Restricted for:			
Debt service Fund	25,385	206,775	232,160
Unassigned			
Total fund balance	<u>25,385</u>	<u>206,775</u>	<u>232,160</u>
Total liabilities and fund balance	<u>\$ 25,385</u>	<u>\$ 267,534</u>	<u>\$ 292,919</u>

**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, 2013**

	<u>42000 - Deferred Sick Leave</u>	<u>43000 - Total ED. Tech. Debt Service Subfund</u>	<u>Total</u>
<b>REVENUES:</b>			
Property taxes	\$ <u>          </u>	\$ <u>129,787</u>	\$ <u>129,787</u>
<i>Total Revenues</i>	<u>          0</u>	<u>129,787</u>	<u>129,787</u>
<b>EXPENDITURES:</b>			
Current:			
Support services			
General Administration		1,433	1,433
Central Services	21,264		21,264
Debt service - Principal		350,000	350,000
Debt Service - Interest		<u>6,913</u>	<u>6,913</u>
<i>Total expenditures</i>	<u>21,264</u>	<u>358,346</u>	<u>379,610</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(21,264)</u>	<u>(228,559)</u>	<u>(249,823)</u>
Net changes in fund balance	<u>(21,264)</u>	<u>(228,559)</u>	<u>(249,823)</u>
Fund balances - beginning of the year	<u>46,649</u>	<u>435,334</u>	<u>481,983</u>
Fund balances - end of the year	<u>\$ 25,385</u>	<u>\$ 206,775</u>	<u>\$ 232,160</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, 2013**

	<u>Budgeted Amounts</u>			
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<i>REVENUES:</i>				
Property taxes	\$ 2,756,006	\$ 2,756,006	\$ 2,666,193	\$ (89,813)
<i>Total Revenues</i>	<u>2,756,006</u>	<u>2,756,006</u>	<u>2,666,193</u>	<u>(89,813)</u>
<i>EXPENDITURES:</i>				
Current:				
Support Services				
General Administration	28,000	28,000	26,662	1,338
Debt Service				
Principal	4,057,617	4,057,617	1,975,000	2,082,617
Interest	<u>781,006</u>	<u>781,006</u>	<u>481,283</u>	<u>299,723</u>
<i>Total expenditures</i>	<u>4,866,623</u>	<u>4,866,623</u>	<u>2,482,945</u>	<u>2,383,678</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,110,617)</u>	<u>(2,110,617)</u>	<u>183,248</u>	<u>2,293,865</u>
<i>Other financing sources (uses):</i>				
Proceeds from bond issues	<u>0</u>	<u>0</u>	<u>34,113</u>	<u>34,113</u>
<i>Total other financing sources (uses)</i>	<u>0</u>	<u>0</u>	<u>34,113</u>	<u>34,113</u>
<i>Net changes in fund balances</i>	(2,110,617)	(2,110,617)	217,361	2,327,978
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>2,797,594</u>	<u>2,797,594</u>
<i>Fund balances - end of year</i>	<u>\$ (2,110,617)</u>	<u>\$ (2,110,617)</u>	<u>3,014,955</u>	<u>\$ 5,125,572</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net changes in fund balances-Cash Basis			217,361	
Adjustments to Revenues			(87,256)	
Adjustments to Expenditures			<u>1</u>	
Net changes in fund balances-GAAP Basis			<u>\$ 130,106</u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**DEFERRED SICK LEAVE**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Central Services	<u>67,910</u>	<u>67,910</u>	<u>21,264</u>	<u>46,646</u>
<i>Total expenditures</i>	<u>67,910</u>	<u>67,910</u>	<u>21,264</u>	<u>46,646</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(67,910)</u>	<u>(67,910)</u>	<u>(21,264)</u>	<u>46,646</u>
<i>Net changes in fund balances</i>	0	(67,910)	(21,264)	46,646
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>46,649</u>	<u>46,649</u>
<i>Fund balances - end of year</i>	<u><u>0</u></u>	<u><u>(67,910)</u></u>	<u><u>25,385</u></u>	<u><u>93,295</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(21,264)	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>(21,264)</u></u>	

**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Property taxes	\$ 356,913	\$ 356,913	\$ 143,441	\$ (213,472)
<i>Total revenues</i>	<u>356,913</u>	<u>356,913</u>	<u>143,441</u>	<u>(213,472)</u>
<i>EXPENDITURES:</i>				
Current:				
Support Services				
General Administration	4,000	4,000	1,434	2,566
Debt service				
Principal	684,367	684,367	350,000	334,367
Interest	<u>6,913</u>	<u>6,913</u>	<u>6,913</u>	<u>          </u>
<i>Total expenditures</i>	<u>695,280</u>	<u>695,280</u>	<u>358,347</u>	<u>336,933</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(338,367)</u>	<u>(338,367)</u>	<u>(214,906)</u>	<u>123,461</u>
<i>Net changes in fund balances</i>	(338,367)	(338,367)	(214,906)	123,461
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>411,643</u>	<u>411,643</u>
<i>Fund balances - end of year</i>	<u>(338,367)</u>	<u>\$ (338,367)</u>	<u>\$ 196,737</u>	<u>\$ 535,104</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			(214,906)	
Adjustments to revenues			(13,654)	
Adjustments to expenditures			<u>1</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (228,559)</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, 2013**

	<u>11000 - Operational</u>	<u>14000 - Total Instructional Materials Subfund</u>	<u>22000 - Athletics</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 333,926	\$	\$ 1,590
Accounts Receivable :			
Due from other governments			
Interfund receivables	102,272		
Inventory	<u>58,253</u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 494,451</u>	<u>\$ 0</u>	<u>\$ 1,590</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$ 9,685	\$	\$
Accrued payroll liabilities	148,997		
Interfund payables	<u>10,638</u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>169,320</u>	<u>0</u>	<u>0</u>
Fund balances			
Non-Spendable:			
Inventories	58,253		
Restricted for:			
Special revenue Fund			1,590
Unassigned	<u>266,878</u>	<u>                    </u>	<u>                    </u>
Total fund balance	<u>325,131</u>	<u>0</u>	<u>1,590</u>
Total liabilities and fund balance	<u>\$ 494,451</u>	<u>\$ 0</u>	<u>\$ 1,590</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, 2013**

	23000 - Activity Transportation	24101 - Title I - IASA	24106 - Entitlement IDEA-B
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 25,958	\$	\$
Accounts Receivable :			
Due from other governments			18,977
Interfund receivables			34,632
Inventory			
Total assets	\$ 25,958	\$ 0	\$ 53,609
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Accrued payroll liabilities			
Interfund payables			53,609
Total liabilities	0	0	53,609
Fund balances			
Non-Spendable:			
Inventories			
Restricted for:			
Special revenue Fund	25,958		
Unassigned			
Total fund balance	25,958	0	0
Total liabilities and fund balance	\$ 25,958	\$ 0	\$ 53,609

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, 2013**

	<u>24153 - Title 111- English Language Acquisition</u>	<u>24154 - Title 11 - Teacher/Principal Training &amp; Recruiting</u>	<u>25153 - Title XIX Medicaid 3/21 Years</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$	\$	\$ 21,341
Accounts Receivable :			
Due from other governments	2,943	500	
Interfund receivables			10,638
Inventory	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	\$ <u>2,943</u>	\$ <u>500</u>	\$ <u>31,979</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Accrued payroll liabilities			
Interfund payables	<u>2,943</u>	<u>500</u>	<u>          </u>
Total liabilities	<u>2,943</u>	<u>500</u>	<u>0</u>
Fund balances			
Non-Spendable:			
Inventories			
Restricted for:			
Special revenue Fund			31,979
Unassigned	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balance	<u>0</u>	<u>0</u>	<u>31,979</u>
Total liabilities and fund balance	\$ <u>2,943</u>	\$ <u>500</u>	\$ <u>31,979</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, 2013**

	25250 - SEG Federal Stimulus	25255 - Educ. Job Fund	27106 - 2010 Go Bonds Library Fund
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 28,805	\$	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			
Inventory			
Total assets	\$ 28,805	\$ 0	\$ 0
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Accrued payroll liabilities			
Interfund payables	28,805		
Total liabilities	28,805	0	0
Fund balances			
Non-Spendable:			
Inventories			
Restricted for:			
Special revenue Fund			
Unassigned			
Total fund balance	0	0	0
Total liabilities and fund balance	\$ 28,805	\$ 0	\$ 0

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, 2013**

	<u>27170- Libraries- SB301 GO Bonds Laws of 2006</u>	<u>31200 - Public School Capital Outlay</u>	<u>31400 - Special Capital Outlay- State</u>
<b>ASSETS</b>			
Current Assets			
Cash and temporary investments	\$ 328	\$	\$
Accounts Receivable :			
Due from other governments			
Interfund receivables			
Inventory	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 328</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Current Liabilities			
Accounts payable	\$	\$	\$
Accrued payroll liabilities			
Interfund payables	<u>                    </u>	<u>51,047</u>	<u>54,084</u>
Total liabilities	<u>0</u>	<u>51,047</u>	<u>54,084</u>
Fund balances			
Non-Spendable:			
Inventories			
Restricted for:			
Special revenue Fund	328		
Unassigned	<u>                    </u>	<u>(51,047)</u>	<u>(54,084)</u>
Total fund balance	<u>328</u>	<u>(51,047)</u>	<u>(54,084)</u>
Total liabilities and fund balance	<u>\$ 328</u>	<u>\$ 0</u>	<u>\$ 0</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, 2013**

	<u>TOTAL</u>
<b>ASSETS</b>	
Current Assets	
Cash and temporary investments	\$ 411,948
Accounts Receivable :	
Due from other governments	22,420
Interfund receivables	147,542
Inventory	<u>58,253</u>
Total assets	<u>\$ 640,163</u>
 <b>LIABILITIES AND FUND BALANCES</b>	
Current Liabilities	
Accounts payable	\$ 9,685
Accrued payroll liabilities	148,997
Interfund payables	<u>201,626</u>
Total liabilities	<u>360,308</u>
 Fund balances	
Non-Spendable:	
Inventories	58,253
Restricted for:	
Special revenue Fund	59,855
Unassigned	<u>161,747</u>
Total fund balance	<u>279,855</u>
Total liabilities and fund balance	<u>\$ 640,163</u>

**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 POSITION**  
**JUNE 30, 2013**

	<u>Governmental fund</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 279,855
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	<u>7,335</u>
Net Position-total Governmental Activities	<u><u>\$ 287,190</u></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	\$ 1,805,022	\$ 15,157	\$
Federal grants			
Fees and Fines	9,828		
Miscellaneous	<u>15,204</u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>1,830,054</u>	<u>15,157</u>	<u>0</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	1,105,098	18,899	
Support services			
Students	222,419		
Instruction	6,140		
General administration	10,913		
School administration	159,148		
Central services	140,569		
Operation & maintenance of plant	95,085		
Food service operations	26,817		
Capital Outlay	<u>6,130</u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>1,772,319</u>	<u>18,899</u>	<u>0</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>57,735</u>	<u>(3,742)</u>	<u>0</u>
<i>Net changes in fund balance</i>	<u>57,735</u>	<u>(3,742)</u>	<u>                    </u>
Fund balances - beginning of the year	<u>267,396</u>	<u>3,742</u>	<u>1,590</u>
Fund balances - end of the year	<u>\$ 325,131</u>	<u>\$ 0</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**

	<u>23000 - Activity Transportation</u>	<u>24101 - Title I - IASA</u>	<u>24106 - Entitlement IDEA-B</u>
<b>REVENUES:</b>			
State and local grants	\$	\$ 59,914	\$ 60,522
Federal grants			
Fees and Fines	39,358		
Miscellaneous	<u>437</u>		
<i>Total Revenues</i>	<u>39,795</u>	<u>59,914</u>	<u>60,522</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	53,759	59,914	30,261
Support services			
Students			30,261
Instruction			
General administration			
School administration			
Central services			
Operation & maintenance of plant			
Food service operations			
Capital Outlay			
<i>Total expenditures</i>	<u>53,759</u>	<u>59,914</u>	<u>60,522</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(13,964)</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balance</i>	<u>(13,964)</u>		
Fund balances - beginning of the year	<u>39,922</u>	<u>0</u>	<u>0</u>
Fund balances - end of the year	<u>\$ 25,958</u>	<u>\$ 0</u>	<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**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	24153 - Title 111- English Language Acquisition	24154 - Title 11 - Teacher/Principal Training & Recruiting	25153 - Title XIX Medicaid 3/21 Years
<b>REVENUES:</b>			
State and local grants	\$ 2,943	\$ 6,014	\$
Federal grants			33,936
Fees and Fines			
Miscellaneous			
	<hr/>	<hr/>	<hr/>
<i>Total Revenues</i>	<u>2,943</u>	<u>6,014</u>	<u>33,936</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction	2,943	6,014	
Support services			
Students			16,367
Instruction			
General administration			
School administration			
Central services			
Operation & maintenance of plant			
Food service operations			
Capital Outlay			
	<hr/>	<hr/>	<hr/>
<i>Total expenditures</i>	<u>2,943</u>	<u>6,014</u>	<u>16,367</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<hr/> <u>0</u>	<hr/> <u>0</u>	<hr/> <u>17,569</u>
<i>Net changes in fund balance</i>	<hr/>	<hr/>	<hr/> <u>17,569</u>
Fund balances - beginning of the year	<hr/> <u>0</u>	<hr/> <u>0</u>	<hr/> <u>14,410</u>
Fund balances - end of the year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 31,979</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>27106 - 2010 Go Bonds Library Fund</u>
<b>REVENUES:</b>			
State and local grants	\$	\$	\$ 2,172
Federal grants			
Fees and Fines			
Miscellaneous			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total Revenues</i>	<u>                    0</u>	<u>                    0</u>	<u>                    2,172</u>
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			2,172
General administration			
School administration			
Central services			
Operation & maintenance of plant			
Food service operations			
Capital Outlay			
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    2,172</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
<i>Net changes in fund balance</i>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Fund balances - beginning of the year	<u>                    0</u>	<u>                    0</u>	<u>                    0</u>
Fund balances - end of the year	<u><u>                    0</u></u>	<u><u>                    0</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 - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDING**

	27170- Libraries- SB301 GO Bonds Laws of 2006	31200 - Public School Capital Outlay	31400 - Special Capital Outlay- State
<b>REVENUES:</b>			
State and local grants	\$	\$	\$
Federal grants			
Fees and Fines			
Miscellaneous		206,600	
<i>Total Revenues</i>	0	206,600	0
<b>EXPENDITURES:</b>			
Current:			
Instruction			
Support services			
Students			
Instruction			
General administration			
School administration			
Central services			
Operation & maintenance of plant		137,459	
Food service operations			
Capital Outlay			
<i>Total expenditures</i>	0	137,459	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	69,141	0
<i>Net changes in fund balance</i>		69,141	
Fund balances - beginning of the year	328	(120,188)	(54,084)
Fund balances - end of the year	\$ 328	\$ (51,047)	\$ (54,084)

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>TOTAL</u>
<b>REVENUES:</b>	
State and local grants	\$ 1,951,744
Federal grants	33,936
Fees and Fines	49,186
Miscellaneous	<u>222,241</u>
<i>Total Revenues</i>	<u>2,257,107</u>
 <b>EXPENDITURES:</b>	
Current:	
Instruction	1,276,888
Support services	
Students	269,047
Instruction	8,312
General administration	10,913
School administration	159,148
Central services	140,569
Operation & maintenance of plant	232,544
Food service operations	26,817
Capital Outlay	<u>6,130</u>
<i>Total expenditures</i>	<u>2,130,368</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>126,739</u>
<i>Net changes in fund balance</i>	<u>126,739</u>
Fund balances - beginning of the year	<u>153,116</u>
Fund balances - end of the year	<u><u>\$ 279,855</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, 2013**

	<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	\$ 126,739
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.	
Capital Outlay	6,130
Depreciation expenses	<u>(2,867)</u>
Change in Net Position - Total Governmental activities	<u>\$ 130,002</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ 2,061,108	\$ 2,061,108	\$ 1,805,022	\$ (256,086)
Charges of services			9,828	9,828
Miscellaneous			15,204	15,204
<i>Total revenues</i>	2,061,108	2,061,108	1,830,054	(231,054)
<i>EXPENDITURES:</i>				
Current:				
Instruction	1,474,309	1,399,964	1,105,098	294,866
Support services				
Student	189,402	251,546	222,419	29,127
Instruction	37,000	14,500	6,140	8,360
General administration	27,500	27,500	10,913	16,587
School administration	130,941	166,932	159,148	7,784
Central services	117,020	158,085	140,569	17,516
Operation & maintenance of plant	99,800	101,200	95,085	6,115
Food services operations	39,261	40,306	26,817	13,489
Capital outlay		6,130	6,130	
<i>Total expenditures</i>	2,115,233	2,166,163	1,772,319	393,844
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(54,125)	(105,055)	57,735	162,790
<i>Net changes in fund balances</i>	(54,125)	(105,055)	57,735	162,790
<i>Fund balances - beginning of year</i>	121,061	242,122	216,272	(25,850)
<i>Fund balances - end of year</i>	\$ 66,936	\$ 137,067	274,007	\$ 136,940
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			57,735	
Adjustments to revenues			0	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 57,735	

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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ <u>15,158</u>	\$ <u>15,158</u>	\$ <u>15,157</u>	\$ <u>(1)</u>
<i>Total revenues</i>	<u>15,158</u>	<u>15,158</u>	<u>15,157</u>	<u>(1)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>18,900</u>	<u>18,900</u>	<u>18,899</u>	<u>1</u>
<i>Total expenditures</i>	<u>18,900</u>	<u>18,900</u>	<u>18,899</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,742)</u>	<u>(3,742)</u>	<u>(3,742)</u>	<u>0</u>
<i>Net changes in fund balances</i>	(3,742)	(3,742)	(3,742)	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>3,642</u>	<u>3,642</u>
<i>Fund balances - end of year</i>	<u><u>\$ (3,742)</u></u>	<u><u>\$ (3,742)</u></u>	<u><u>(100)</u></u>	<u><u>\$ 3,642</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(3,742)	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u><u>\$ (3,742)</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**  
**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Total revenues</i>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>1,590</u>	<u>1,590</u>	<u>0</u>	<u>1,590</u>
<i>Total expenditures</i>	<u>1,590</u>	<u>1,590</u>	<u>0</u>	<u>1,590</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,590)</u>	<u>(1,590)</u>	<u>0</u>	<u>1,590</u>
<i>Net changes in fund balances</i>	<u>(1,590)</u>	<u>(1,590)</u>	<u>0</u>	<u>1,590</u>
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u><u>\$ (1,590)</u></u>	<u><u>\$ (1,590)</u></u>	<u>0</u>	<u><u>\$ 1,590</u></u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			0	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u><u>\$ 0</u></u>	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
Charges of services	\$	\$	\$ 39,358	\$ 39,358
Miscellaneous			437	437
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>39,795</u>	<u>39,795</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	<u>39,190</u>	<u>64,383</u>	<u>53,759</u>	<u>10,624</u>
<i>Total expenditures</i>	<u>39,190</u>	<u>64,383</u>	<u>53,759</u>	<u>10,624</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(39,190)</u>	<u>(64,383)</u>	<u>(13,964)</u>	<u>50,419</u>
<i>Net changes in fund balances</i>	(39,190)	(64,383)	(13,964)	50,419
<i>Fund balances - beginning of year</i>	<u>60,788</u>	<u>60,788</u>	<u>34,488</u>	<u>(26,300)</u>
<i>Fund balances - end of year</i>	<u>\$ 21,598</u>	<u>\$ (3,595)</u>	<u>20,524</u>	<u>\$ 24,119</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(13,964)	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ (13,964)</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 I-IASA 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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ <u>59,914</u>	\$ <u>59,914</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>59,914</u>	<u>59,914</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	_____	<u>59,914</u>	<u>(59,914)</u>
<i>Total expenditures</i>	<u>0</u>	<u>0</u>	<u>59,914</u>	<u>(59,914)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>	<u>\$ 0</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			0	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 0</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 52,707	\$ 52,707
<i>Total revenues</i>	0	0	52,707	52,707
<i>EXPENDITURES:</i>				
Current:				
Instruction		30,261	30,261	
Support Services				
Student		30,261	30,261	
<i>Total expenditures</i>	0	60,522	60,522	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(60,522)	(7,815)	52,707
<i>Net changes in fund balances</i>	0	(60,522)	(7,815)	52,707
<i>Fund balances - beginning of year</i>	0	0	23,470	23,470
<i>Fund balances - end of year</i>	\$ 0	\$ (60,522)	15,655	\$ 76,177
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(7,815)	
Adjustments to revenues			7,815	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 0	



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**TITLE 111- 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	-	-		0
<i>Total revenues</i>	\$ 0	\$ 0	\$ 0	\$ 0
<i>EXPENDITURES:</i>				
Current:				
Instruction			2,943	(2,943)
<i>Total expenditures</i>	0	0	2,943	(2,943)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	(2,943)	(2,943)
<i>Net changes in fund balances</i>	0	0	(2,943)	(2,943)
<i>Fund balances - beginning of year</i>	0	(20,528)	(175,573)	(155,045)
<i>Fund balances - end of year</i>	\$ 0	\$ (20,528)	(178,516)	\$ (157,988)
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(2,943)	
Adjustments to revenues			2,943	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 0	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**TITLE 11- TEACHER/PRINCIPAL TRAINING 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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ _____	\$ _____	\$ 5,514	\$ 5,514
<i>Total revenues</i>	0	0	5,514	5,514
<i>EXPENDITURES:</i>				
Current:				
Instruction	_____	_____	6,014	(6,014)
<i>Total expenditures</i>	0	0	6,014	(6,014)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	0	(500)	(500)
<i>Net changes in fund balances</i>	0	0	(500)	(500)
<i>Fund balances - beginning of year</i>	0	0	0	0
<i>Fund balances - end of year</i>	0	0	(500)	(500)
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			(500)	
Adjustments to revenues			500	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			0	

**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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
Federal grants	\$ _____	\$ _____	\$ <u>33,936</u>	\$ <u>33,936</u>
<i>Total revenues</i>	<u>0</u>	<u>0</u>	<u>33,936</u>	<u>33,936</u>
<i>EXPENDITURES:</i>				
Current:				
Support Services				
Student	_____	<u>23,298</u>	<u>16,367</u>	<u>6,931</u>
<i>Total expenditures</i>	<u>0</u>	<u>23,298</u>	<u>16,367</u>	<u>6,931</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>(23,298)</u>	<u>17,569</u>	<u>40,867</u>
<i>Net changes in fund balances</i>	0	(23,298)	17,569	40,867
<i>Fund balances - beginning of year</i>	<u>8,239</u>	<u>8,239</u>	<u>16,088</u>	<u>7,849</u>
<i>Fund balances - end of year</i>	<u>\$ 8,239</u>	<u>\$ (15,059)</u>	<u>33,657</u>	<u>\$ 48,716</u>
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			17,569	
Adjustments to revenues			0	
Adjustments to expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u>\$ 17,569</u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
State grants	\$ 3,166	\$ 3,166	\$ 666	\$ (2,500)
Federal grants				
<i>Total revenues</i>	3,166	3,166	666	(2,500)
<i>EXPENDITURES:</i>				
<i>Total expenditures</i>	\$ 0	\$ 0	\$ 0	\$ 0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	3,166	3,166	666	(2,500)
<i>Net changes in fund balances</i>	3,166	3,166	666	(2,500)
<i>Fund balances - beginning of year</i>	0	0	13,519	13,519
<i>Fund balances - end of year</i>	\$ 3,166	\$ 3,166	14,185	\$ 11,019
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			666	
Adjustments to Revenues			(666)	
Adjustments to Expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 0	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**2010 GO BONDS LIBRARY 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, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>REVENUES:</i>				
State grants	\$ <u>2,173</u>	\$ <u>2,173</u>	\$ <u>2,172</u>	\$ <u>(1)</u>
<i>Total revenues</i>	<u>2,173</u>	<u>2,173</u>	<u>2,172</u>	<u>(1)</u>
<i>EXPENDITURES:</i>				
Current:				
Instruction				
Support Services				
Instruction	<u>2,173</u>	<u>2,173</u>	<u>2,172</u>	<u>1</u>
<i>Total expenditures</i>	<u>2,173</u>	<u>2,173</u>	<u>2,172</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net changes in fund balances</i>	0	0	0	0
<i>Fund balances - beginning of year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund balances - end of year</i>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>0</u></u>	<u><u>\$ 0</u></u>
<i>Reconciliation of budgetary basis to GAAP basis</i>				
Excess (Deficiency) of revenues over expenditures-cash basis			<u>0</u>	
Adjustments to Revenues			<u>0</u>	
Adjustments to Expenditures			<u>0</u>	
Excess (Deficiency) of revenues over expenditures-GAAP basis			<u><u>\$ 0</u></u>	

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>REVENUES:</i>				
Miscellaneous	\$ _____	\$ _____	\$ 206,600	\$ 206,600
<i>Total revenues</i>	0	0	206,600	206,600
<i>EXPENDITURES:</i>				
Current:				
Operation & Maintenance of Plant	-	137,459	137,459	
<i>Total expenditures</i>	0	137,459	137,459	0
<i>Excess (deficiency) of revenues over (under) expenditures</i>	0	(137,459)	69,141	206,600
<i>Net changes in fund balances</i>	0	(137,459)	69,141	206,600
<i>Fund balances - beginning of year</i>	138,282	138,282	(120,188)	(258,470)
<i>Fund balances - end of year</i>	\$ 138,282	\$ 823	(51,047)	\$ (51,870)
Reconciliation of budgetary basis to GAAP basis				
Excess (Deficiency) of revenues over expenditures-cash basis			69,141	
Adjustments to revenues			0	
Adjustments to expenditures			0	
Excess (Deficiency) of revenues over expenditures-GAAP basis			\$ 69,141	

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2013**

Bank Account Type/Name	Valley National Bank
Checking	\$ <u>430,946</u>
Total On Deposit	430,946
Reconciling Items	<u>(18,998)</u>
Reconciled Balance June 30, 2013	<u><u>\$ 411,948</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT - COMPONENT UNIT**  
**CARINOS CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	Operational Account 11000	Instructional Materials Accounts 14000	Athletics Fund 22000	Non- Instructional Support 23000
Cash, June 30, 2012	\$ 204,541	\$ 3,742	\$ 1,590	\$ 39,922
Add:				
2012-13 revenues	1,830,054	15,157		39,795
Loans from other funds	<u>10,638</u>	<u>          </u>	<u>          </u>	<u>          </u>
Total cash available	<u>2,045,233</u>	<u>18,899</u>	<u>1,590</u>	<u>79,717</u>
Less:				
2012-13 expenditures	(1,772,319)	(18,899)		(53,759)
Loans to other funds	(102,272)			
Adjustment	<u>163,284</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash, June 30, 2013	<u><u>\$ 333,926</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,590</u></u>	<u><u>\$ 25,958</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, 2013**

	Federal Flowthrough 24000	Federal Direct 25000	State Flowthrough 27000	Public School Capital Outlay 31200
Cash, June 30, 2012	\$ (45,794)	\$ 28,356	\$ 328	\$ (69,141)
Add:				
2012-13 revenues	118,135	34,602	2,172	206,600
Loans from other funds	<u>57,052</u>	<u>28,805</u>	<u>          </u>	<u>51,047</u>
Total cash available	<u>129,393</u>	<u>91,763</u>	<u>2,500</u>	<u>188,506</u>
Less:				
2012-13 expenditures	(129,393)	(16,367)	(2,172)	(137,459)
Loans to other funds	(34,632)	(10,638)	<u>          </u>	<u>          </u>
Adjustment	<u>34,632</u>	<u>(14,612)</u>	<u>0</u>	<u>(51,047)</u>
Cash, June 30, 2013	<u>\$ 0</u>	<u>\$ 50,146</u>	<u>\$ 328</u>	<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**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	Spec. Capital Outlay-Local <u>31400</u>	<u>Total</u>
Cash, June 30, 2012	\$	\$ 163,544
Add:		
2012-13 revenues		2,246,515
Loans from other funds	<u>54,084</u>	<u>201,626</u>
Total cash available	<u>54,084</u>	<u>2,611,685</u>
Less:		
2012-13 expenditures		(2,130,368)
Loans to other funds		(147,542)
Adjustment	<u>(54,084)</u>	<u>78,173</u>
Cash, June 30, 2013	<u>\$ 0</u>	<u>\$ 411,948</u>

# **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, 2013**

	Balance			Balance
	<u>June 30, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2013</u>
Abiquiu Elementary	\$ 11,620	\$ 22,754	\$ 23,674	\$ 10,700
Alcalde Elementary	16,648	12,044	11,931	16,761
Chimayo Elementary	720	12,863	7,328	6,255
Dixon Elementary	1,957	10,335	8,962	3,330
Espanola Elementary	18,282	76,744	71,138	23,888
Fairview Elementary	38,058	38,125	40,804	35,379
Hernandez Elementary	3,992	9,499	11,405	2,086
Los Ninos Elementary	16,883	5,555	16,032	6,406
Mountain View Elementary	2,396	10,813	9,544	3,665
San Juan Elementary	1,748	157,714	159,435	27
Sombrillo Elementary	22,716	20,995	25,872	17,839
Velarde Elementary	(713)	29,866	25,750	3,403
Espanola Middle School	40,281	19,029	37,878	21,432
Espanola Valley High School	167,718	175,607	162,613	180,712
Clearing Account - Agency Funds	<u>(207,476)</u>	<u>303,759</u>	<u>55,473</u>	<u>40,810</u>
Total All Schools	<u>\$ 134,830</u>	<u>\$ 905,702</u>	<u>\$ 667,839</u>	<u>\$ 372,693</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, 2013**

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Fair / Par Market June 30, 2013</u>	<u>Name and Location of safekeeper</u>
Bank of America	CUSIP 31419JSM1 FNCL Pool- AE77223 4.0%, Due 11-01-2040	\$ 1,154,199	Bank of America
Valley National Bank	CUSIP 31391FGL6 FNMA Pool # 665403	228,619	Valley National Bank Española, NM
Valley National Bank	CUSIP 3133XWX95 FHLB	2,081,518	Valley National Bank Española, NM
Valley National Bank	CUSIP 31418AAX6 FNMA #MA0921	1,709,420	Valley National Bank Española, NM
Valley National Bank	CUSIP 387779AJ0 GRANT CNTY NM HOSP	75,323	Valley National Bank Española, NM
Valley National Bank	CUSIP 31306XQS5 FHLMC Pool # AJ20465	1,931,083	Valley National Bank Española, NM
Valley National Bank	CUSIP 31417V6U2 FNMA #AC8982	329,075	Valley National Bank Española, NM
Valley National Bank	CUSIP 31417YSN8 FNMA #MA0524	178,640	Valley National Bank Española, NM
Valley National Bank	CUSIP 76717PAJ7 Rio Rancho N Mex Even Center	<u>541,170</u>	Valley National Bank Española, NM
		<u>\$ 8,229,047</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, 2013**

<u>Bank Account Type /Name</u>	<u>Valley National Bank</u>	<u>Bank of America</u>	<u>State of New Mexico</u>	<u>Totals</u>
Valley National Bank				
Checking - Operational Old	\$ 1			\$ 1
Checking - Operational New	2,153,149			2,153,149
Checking - Athletics				
Checking - Federal				
General Obligations Bond	726,753			726,753
MMA Investment II 88607506	4,231,359			4,231,359
Bank of America				
Checking - Payroll		491,638		491,638
State of New Mexico				
LGIP Fund (Pool - 4102)			7,584,776	7,584,776
LGIP Fund (Pool - 4101)			<u>1,902</u>	<u>1,902</u>
Total on Deposit	<u>7,111,262</u>	<u>491,638</u>	<u>7,586,678</u>	<u>15,189,578</u>
Reconciling Items - District	(3,293,067)			(3,293,067)
Unreconciling Items - District	<u>(37,784)</u>			<u>(37,784)</u>
Reconciled Balance June 30, 2013	<u>\$ 3,780,411</u>	<u>\$ 491,638</u>	<u>\$ 7,586,678</u>	<u>\$ 11,858,727</u>
Less: Fiduciary Funds Cash				<u>372,693</u>
Cash per Government-wide Financial Statements				<u>\$ 11,486,034</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	Operational <u>11000</u>	Transportation <u>13000</u>	Instructional Material <u>14000</u>	Food Service <u>21000</u>
Cash, June 30, 2012	\$ 2,722,341	\$ (9,195)	\$ 26,161	\$ (22,276)
Add:				
2012-13 revenues	30,319,809	1,676,644	270,082	1,689,299
Loans from other funds	<u>311,635</u>	<u>9,777</u>	<u>          </u>	<u>104,143</u>
Total cash available	<u>33,353,785</u>	<u>1,677,226</u>	<u>296,243</u>	<u>1,771,166</u>
Less:				
2012-13 expenditures	30,498,596	1,677,056	215,023	1,682,555
Loans to other funds	<u>197,431</u>	<u>205</u>	<u>          </u>	<u>427,394</u>
Total Expenses	<u>30,696,027</u>	<u>1,677,261</u>	<u>215,023</u>	<u>2,109,949</u>
Other Adjustments	<u>(1,564,203)</u>	<u>35</u>	<u>1</u>	<u>410,925</u>
Cash, June 30, 2013	<u>\$ 1,093,555</u>	<u>\$ 0</u>	<u>\$ 81,221</u>	<u>\$ 72,142</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	Athletics 22000	Non Instruction 23000	Federal Flowthrough 24000	Federal Direct 25000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash, June 30, 2012	\$ (129)	\$ 184,168	\$ (2,993,672)	\$ 615,671
Add:				
2012-13 revenues	119,040		5,177,003	702,333
Loans from other funds	<u>          </u>	<u>          </u>	<u>1,363,651</u>	<u>6,081</u>
Total cash available	<u>118,911</u>	<u>184,168</u>	<u>3,546,982</u>	<u>1,324,085</u>
Less:				
2012-13 expenditures	99,998	48,971	3,387,282	708,818
Loans to other funds	<u>          </u>	<u>14,250</u>	<u>42,602</u>	<u>4</u>
Total Expenses	<u>99,998</u>	<u>63,221</u>	<u>3,429,884</u>	<u>708,822</u>
Other Adjustments	<u>          </u>	<u>(2,699)</u>	<u>17,047</u>	<u>(17,632)</u>
Cash, June 30, 2013	<u>\$ 18,913</u>	<u>\$ 118,248</u>	<u>\$ 134,145</u>	<u>\$ 597,631</u>



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	<u>Local Grants</u> 26000	<u>State</u> <u>Flowthrough</u> 27000	<u>State Direct</u> 28000	<u>Local/State</u> 29000
Cash, June 30, 2012	\$ (5,808)	\$ (59,985)	\$ (2,543)	\$ 129,958
Add:				
2012-13 revenues	112,300	315,290	7,500	
Loans from other funds	<u>          </u>	<u>532,035</u>	<u>3,348</u>	<u>          </u>
Total cash available	<u>106,492</u>	<u>787,340</u>	<u>8,305</u>	<u>129,958</u>
Less:				
2012-13 expenditures	91,507	746,267	7,187	
Loans to other funds	<u>304</u>	<u>27,157</u>	<u>          </u>	<u>31,961</u>
Total Expenses	<u>91,811</u>	<u>773,424</u>	<u>7,187</u>	<u>31,961</u>
Other Adjustments	<u>5</u>	<u>15,654</u>	<u>          </u>	<u>(1)</u>
Cash, June 30, 2013	<u>\$ 14,686</u>	<u>\$ 29,570</u>	<u>\$ 1,118</u>	<u>\$ 97,996</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	<u>Bond Building 31100</u>	<u>Public School Capital Outlay 31200</u>	<u>Spec. Capital Outlay-Local 31300</u>	<u>Spec. Capital Outlay-State 31400</u>
Cash, June 30, 2012	\$ 8,672,425	\$ (19,456)	\$	\$ (99,195)
Add:				
2012-13 revenues	9,837,649			9,121
Loans from other funds	<u>92,513</u>	<u>19,456</u>	<u>          </u>	<u>90,074</u>
Total cash available	<u>18,602,587</u>	<u>          0</u>	<u>          0</u>	<u>          0</u>
Less:				
2012-13 expenditures	10,713,022			
Loans to other funds	<u>12,022</u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Expenses	<u>10,725,044</u>	<u>          0</u>	<u>          0</u>	<u>          0</u>
Other Adjustments	<u>(92,514)</u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash, June 30, 2013	<u>\$ 7,785,029</u>	<u>\$          0</u>	<u>\$          0</u>	<u>\$          0</u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	Cap. Improv. SB 31700	Ed Tech Equip Act 31900	Debt Service 41000	Deferred Sick leave 42000
Cash, June 30, 2012	\$ 21,417	\$	\$ 2,797,594	\$ 46,649
Add:				
2012-13 revenues	3,530		2,700,306	
Loans from other funds	<u>          </u>	<u>399,853</u>	<u>62,480</u>	<u>          </u>
Total cash available	<u>24,947</u>	<u>399,853</u>	<u>5,560,380</u>	<u>46,649</u>
Less:				
2012-13 expenditures	21,347		2,482,945	21,264
Loans to other funds	<u>          </u>	<u>370,301</u>	<u>1,871,415</u>	<u>          </u>
Total Expenses	<u>21,347</u>	<u>370,301</u>	<u>4,354,360</u>	<u>21,264</u>
Other Adjustments	<u>(1)</u>	<u>(29,552)</u>	<u>1</u>	<u>          </u>
Cash, June 30, 2013	<u>\$ 3,599</u>	<u>\$ 0</u>	<u>\$ 1,206,021</u>	<u>\$ 25,385</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

	<u>Ed Tech Debt Service 43000</u>	<u>Total</u>
Cash, June 30, 2012	\$ 411,644	\$ 12,415,769
Add:		
2012-13 revenues	143,441	53,083,347
Loans from other funds	<u>                    </u>	<u>2,995,046</u>
Total cash available	<u>555,085</u>	<u>68,494,162</u>
Less:		
2012-13 expenditures	358,347	52,760,185
Loans to other funds	<u>                    </u>	<u>2,995,046</u>
Total Expenses	<u>358,347</u>	<u>55,755,231</u>
Other Adjustments	<u>10,037</u>	<u>(1,252,897)</u>
Cash, June 30, 2013	<u>\$ 206,775</u>	<u>\$ 11,486,034</u>

# **COMPLIANCE SECTION**

**INDEPENDENT AUDITOR'S 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  
The Governing Board  
Espanola Public School District  
Espanola, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and special revenue funds, of the Espanola Public School District (the "District"), New Mexico, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and related budgetary comparisons of the District presented as supplemental information, and have issued our report thereon dated November 12, 2013.

**Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 10-10, FS 11-06, CS 13-01 and CS 13-03.

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 11-05 and CS 13-02.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of 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* and which are described in the accompanying schedule of findings and questioned costs as items FS 10-11, FS 13-01 and CS 06-04.

### **The District's Response to Findings**

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

### **Purpose of this report**

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

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

*Harshwal & Company LLP*

**Albuquerque, New Mexico**  
**November 12, 2013**

# **FEDERAL FINANCIAL ASSISTANCE**



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY  
OMB CIRCULAR A-133**

Hector Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
The Governing Board  
Española Public School District  
Española, New Mexico

**Report on Compliance for Each Major Federal Program**

We have audited the Espanola Public School District's, compliance of 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, 2013. 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.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Espanola Public School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Espanola Public School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Espanola Public School District's compliance.

### **Opinion on Each Major Federal Program**

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, 2013.

### **Report on Internal Control Over Compliance**

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

*Harshwal & Company LLP*

**Albuquerque, New Mexico**  
**November 12, 2013**

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2013**

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	84.0100	\$ 1,713,699
IDEA - B Entitlement	24106	84.0270A	1,015,803
IDEA - B Pre School	24109	84.173A	25,456
IDEA - B Early Intervention Services	24112	84.027A	54,100
Title II - IASA Math/Science	24115	84.027A	10,416
Fresh Fruits and Vegetables	24118	10.582	119,294
Title III - English Language Acquisition	24153	84.365A	53,716
Title II Teacher/Principal Training & Recruiting	24154	84.367A	262,352
Rural & Low Income Schools	24160	84.358B	63,887
Carl D Perkins Secondary-Current	24174	84.0480	62,590
Carl D. Perkins Secondary - Redistribution	24176	84.0480	5,970
Impact Aid Special Education	25145	84.0410	19,823
Impact Aid Indian Education	25147	84.0410	62,461
Impact Aid - Public Law	11000	84.0410	100,857
Indirect Cost- Federal Flowthrough	11000	84.0410	104,005
Title XIX Medicaid 3/21 Years	25153	93.7780	473,729
Child and Adult Food Program	25171	10.5580	100,747
Indian Education Formula Grant	25184	84.060A	<u>52,058</u>
Subtotal - Pass-through State of New Mexico Department of Education			<u>4,300,963</u>
<b>Total U.S. Department of Education</b>			<u>4,300,963</u>
<b>U.S. Department of Agriculture</b>			
Direct U.S. Department of Agriculture			
Forest Reserve	11000	10.670	<u>615,897</u>
Subtotal - Direct U.S. Department of Agriculture			<u>615,897</u>
Pass-through State of New Mexico Department of Education			
School Lunch Program	21000	10.555	1,670,364
USDA Commodities	21000	10.550	<u>12,192</u>
Subtotal - Pass-through State of New Mexico Department of Education			<u>1,682,556</u>
<b>Total U.S. Department of Agriculture</b>			<u>2,298,453</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 6,599,416</u>

See the accompanying notes to Schedule of Expenditures of Federal Awards

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2013**

**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, 2013 was \$12,192 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	\$ 6,599,416
Total expenditures funded by other sources	<u>49,973,324</u>
Total expenditures	<u><u>\$56,572,740</u></u>

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**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         |
| 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            |
| 93.778  | Medicaid                      |
| 10.555  | National School Lunch Program |
| 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, 2013**

**Section II– Financial Statement Findings**

**FS 10-10 Material Weakness - Bank Reconciliation –Revised and Repeated**

**Condition:** During our audit procedures relating to cash and bank reconciliation, when the auditors tested cash balances, the District was unable to provide the auditors with correct bank reconciliations. A number of adjusting entries were required to be recorded to correct the cash entries after year end. We also noted that the Valley Operating bank account of District has not been reconciled with general ledger and resulted into a difference of \$37,785.

**Criteria:** Good accounting practices state that bank statements should be reconciled to the General Ledger monthly and on a timely basis. In addition, a cash reconciliation that reconciles from the bank to the general ledger balance should be prepared to determine that all transactions have been recorded properly and to discover bank errors.

**Effect:** Reconciling cash accounts is essential to operational and management decisions. Delays in reconciling accounts may result in unnecessary adjustments which are not properly supported. Also, fraudulent transactions can take place and not be detected.

**Cause:** The District does not have procedures to track bank accounts to ensure that all transactions are captured on the general ledger and reconciled.

**Auditors' Recommendation:** We recommend that the District perform bank reconciliation on a monthly basis and the reconciliations 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 reconciliation timely.

**Management's Response:** The District has been working diligently on several years of variances which have affected the current cash/bank reconciliations process. The district is now at a point where the variances have been identified, adjusted and now dealing with current year transactions.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**FS 10-11 Non Compliance - PED Cash Report – Repeated**

**Condition:** The District’s cash report to the PED did not agree to the District’s general ledger resulted into a difference of \$65,770. 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. A number of adjusting entries were required to be recorded to correct the cash entries after year end.

**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:** At the time when the Final Cash Report was due, the district was still working of prior year variances. The Finance Director and Finance Assistant work closely in regard to information reported on the PED Cash Report.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**FS 11-05 Significant Deficiency - Preparation of Financial Statements – 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:** According to the American Institute of Certified Public Accountants’ Statement on Auditing Standards No. 115, a system of internal control over financial reporting does not stop at the general ledger. Well-designed systems should be implemented and should include controls over financial statement preparation, footnote disclosure preparation, and should give the entity the ability to catch material errors that may affect the financial statements.

**Effect:** When sufficient controls over the preparation of financial statements and related disclosures are not designed, implemented and operating effectively, an entity’s ability to prevent or detect a misstatement in its financial statements is limited.

**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 generally accepted accounting principles.

**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:** The District does not have the necessary resources to hire one/two individuals dedicated to work on Preparation of Financial Statements. The district will look into training with Tyler Technologies (Accounting Software Co.) and required time/resources needed.



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**FS 11-06 Material Weakness - Internal Controls over Journal Entries –Revised and Repeated**

**Condition:** The District did not post various adjusting journal entries determined as material and necessary in the previous audit. Material entries included reconciling and rollforwarding fund balances, adjustments to cash, interfund reconciliations and capital assets. In addition, during our testwork of adjustment journal entries we noted that the District does not have the procedure to review and approve the journal entries.

**Criteria:** An accounting system should provide timely and accurate information for management. To achieve this, accounting personnel must periodically reconcile all accounts. The District's internal control system should be designed to provide the complete preparation of the District's financial statements and accompanying footnotes being audited. Sufficient internal controls require a segregation of duties for the authorization and preparation of journal entries to ensure compliance with Section 6-6-3 NMSA 1978.

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

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

**Auditors' Recommendation:** We recommend that the District should update their policies and procedures manual regarding the posting of audit adjusting journal entries and implement a procedure to insure journal entries are reviewed, approved and supported.

**Management's Response:** Management concurs with the finding. In future, the district will ensure all relevant prior year audit adjustments are recorded in the accounting records to properly reflect the opening balances. The district plans to improve the process for journal entry approvals. The journal entries will be reviewed and signed off by someone other than the person preparing the journal entry. This will ensure stronger internal controls.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**FS 13-01 Non Compliance - Reporting**

**Condition:** The quarterly PED report was late submitted on August 07, 2013 to New Mexico Public Education Department (PED) for the quarter April-June 2013.

**Criteria:** The quarterly PED reports should be submitted within 30 days after the end of each reporting period to New Mexico Public Education Department (PED).

**Effect:** Non-compliance could result in reduced funding.

**Cause:** Internal controls were in place to ensure the reports are submitted on time; however, corrections to the report delayed the submission.

**Auditor's Recommendation:** The District should keep track of reporting due dates and submit reports on or before the required due dates.

**Management's Response:** The district acknowledges the fourth quarter (final reports) were submitted five days late. Immediate steps have been taken to submit reports timely.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**Component Unit Findings:**

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

**Condition:** The Charter School has expenditure functions in which actual expenditures exceeded budgetary authority in the following funds:

<b><u>Funds</u></b>	<b><u>Functions</u></b>	<b><u>Amount</u></b>
Title I IASA- 24101	Instruction	\$ 59,914
Title 111-English Language Acquisition- 24153	Instruction	2,943
Title 11- Teacher/Principal Training- 24154	Instruction	<u>6,014</u>
<b>Total</b>		<b><u>\$ 68,871</u></b>

**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:** Budgetary authority for the entitlement funds were not allocated by the district. According to the NMPED procedure the district must authorize budgetary authority on the OBMS website. However, MOUs were created for all expenditures issued through the Title I, Title II, and Title III funds.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**CS 13-01 Material Weakness - Bank reconciliation**

**Condition:** During our audit procedures relating to cash and bank reconciliation, we noted that the Checking account of Charter School has not been reconciled with general ledger and resulted into a difference of \$6,386.

**Criteria:** Good accounting practices state that bank statements should be reconciled to the General Ledger monthly and on a timely basis. In addition, a cash reconciliation that reconciles from the bank to the general ledger balance should be prepared to determine that all transactions have been recorded properly and to discover bank errors.

**Effect:** Reconciling cash accounts is essential to operational and management decisions. Delays in reconciling accounts may result in unnecessary adjustments which are not properly supported. Also, fraudulent transactions can take place and not be detected.

**Cause:** The Charter School does not have a procedure for tracking bank accounts to ensure that all are captured on the general ledger and reconciled.

**Auditors' Recommendation:** We recommend that each bank statement is reconciled to the general ledger balances on a monthly basis and all supporting documentation, including bank statements, should be maintained.

**Management's Response:** After the bank reconciliation was prepared a voided entry was made in the amount of \$6,386 in the accounting software.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**CS 13-02 Significant Deficiency- Pledged Collateral less than State Requirements**

**Condition:** During the year ended June 30, 2013, the Charter school maintained and utilized deposits with financial institutions which were not covered by pledged collateral as required by State of New Mexico Statutes.

**Criteria:** NMAC 2.2.2.10 N. (4) (b), Section 6-10-16, NMSA 1978, requires entities to obtain pledge collateral from institutions for at least 50% of its deposits in bank.

**Effect:** Lack of proper collateralization resulted in non-compliance with state statutes and increased potential liability and exposure to the loss of the Charter School's public funds in the event of bank closure.

**Cause:** The Charter School was not aware that the unlimited insurance coverage for noninterest-bearing transactions accounts provided under the Dodd-Frank Wall Street reform and Consumer Protection Act expired on December 31, 2012

**Auditors' Recommendation:** The Charter School should closely monitor bank deposits and ensure all cash balances are collateralized as required by State Statutes.

**Management's Response:** Carrinos Charter School did not have a pledged collateral agreement in place with their bank. As of October 2013 Carrinos signed a pledged collateral agreement.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section II– Financial Statement Findings(Continued)**

**CS 13-03 Material Weakness - Interfund Reconciliation**

*Condition:* During our review of the Charter School’s financial statements, we noted funds which are carrying balances forward from year-to-year, but are no longer active funds of the School. As a result of this condition, the School's interfund balances did not net for the year ended June 30, 2013

*Criteria:* Good accounting policy indicates that funds that are no longer being used should be adjusted to \$0, closed out and no longer used.

*Cause:* The fund was no longer active but carried balances from the prior year audits and had never been truly closed out.

*Effect:* These additional funds are creating more work for the school as procedures such as reconciliations and reports are completed. Interfund reconciliations did not net out to zero.

*Auditors’ Recommendation:* We recommend that the School go through the list of inactive funds and determine whether funds need to be returned to the grantor or transferred to the general fund. In cases where the fund has a deficit balance, the school needs to determine whether the balance can be received from the grantor, or if the funds need to be transferred from the general fund to cover the deficit.

*Management’s Response:* School management has been in the practice of closing accounts that have been inactive for three years or more. School management will continue to monitor the activity of accounts and will process the necessary paperwork to close inactive accounts.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section III– Audit Findings and Questioned Costs in Relation to Federal Awards**

There are no findings or questioned costs in relation to federal awards.

**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section IV – Prior Year Audit Findings**

**Section II – Financial Statement Findings:**

- FS 07-06 – Bank Deposits – Resolved
- FS 10-01 – Budgetary Conditions – Resolved
- FS 10-10 – Bank Reconciliation – Revised and Repeated
- FS 10-11 – PED Cash Report – Repeated
- FS 11-05 – Preparation of Financial Statements – Repeated
- FS 11-06 – Internal Controls over Journal Entries – Revised and Repeated
- FS 11-07 – Negative Cash in Student Activity Funds – Resolved

**Component Unit Findings:**

- CS 06-04 – Budgetary Conditions – Revised and Repeated
- CS 10-20 – Payroll Violations – Resolved



**STATE OF NEW MEXICO**  
**ESPANOLA PUBLIC SCHOOL DISTRICT**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**YEAR ENDED JUNE 30, 2013**

**Section III – Other Disclosures**

Auditor Prepared the Financial

Management is responsible for the content of the report and financial statements. It would be preferred and desirable for the District to prepare its own GAAP-basis financial statements; although the District is capable, with guidance, of preparing, reviewing and approving the financial statements, it is felt that the District's personnel do not have the time to prepare them. Therefore, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report. 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 15, 2013. The following individuals were in attendance.

**Espanola Public Schools District**

Ms. Annabelle Almager, Board Member  
Mr. Daniel Trujillo, Superintendent  
Ms. Jeannette Trujillo, Finance Director  
Ms. Myrna Garcia, Finance & Accounting Assistant

**Harshwal & Company, LLP**

Sanwar Harshwal, Managing Partner  
Deepa Adhikari, Senior Auditor

**Carinos Charter School**

Dr. Juanita Cata, Board Chair  
Mr. Vernon Jaramillo, Chancellor/Administrator  
Mr. German Martinez, Business Manager