

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS

Audited Financial Statements  
and Other Financial Information

June 30, 2014



**FLOYD MUNICIPAL SCHOOLS, NEW MEXICO  
TABLE OF CONTENTS**

Table of Contents ..... 1  
Official Roster..... 4

FINANCIAL SECTION

Independent Auditor's Report ..... 5

BASIC FINANCIAL STATEMENTS

Statement of Net Position ..... 8  
Statement of Activities..... 9  
Balance Sheets – Governmental Funds ..... 10  
Reconciliation of the Balance Sheets – All Governmental Funds to  
the Statement of Net Position..... 12  
Statement of Revenues, Expenditures and Changes in  
Fund Balances – Governmental Funds ..... 13  
Reconciliation of the Statement of Revenues, Expenditures and Changes in  
Fund Balances of Governmental Funds to the Statement of Activities ..... 15  
Combined Statement of Revenues and Expenditures—Budget (Non-GAAP)  
and Actual—General Fund ..... 16  
Combined Statement of Revenues and Expenditures—Budget (Non-GAAP)  
and Actual—General Fund—Title I ..... 17  
Statement of Revenues and Expenditures—Budget (Non-GAAP)  
and Actual—Special Revenue fund--IDEA B Entitlement..... 18  
Statement of Revenues and Expenditures—Budget (Non-GAAP)  
and Actual—Special Revenue fund—Reads to Lead..... 19  
Statement of Fiduciary Assets and Liabilities – Agency Funds ..... 20  
Notes to Financial Statements ..... 21

**FLOYD MUNICIPAL SCHOOLS, NEW MEXICO  
TABLE OF CONTENTS**

GENERAL SUB FUNDS

Combining Balance Sheet—General Fund..... 40

Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund ..... 41

Schedules of Revenues and Expenditures –Budget (Non-GAAP)  
and Actual—General Fund--:

Operational ..... 42

Teacherage Fund ..... 43

Transportation Fund ..... 44

Instructional Materials Fund ..... 45

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet—Nonmajor Governmental Funds ..... 49

Combining Statement of Revenues, Expenditures and Changes in  
Fund Balance-Capital Project Funds – Nonmajor Governmental Funds ..... 53

Schedules of Revenues and Expenditures Budget (Non-GAAP)  
and Actual-Special Revenue Fund:

Food Services..... 57

Athletics..... 58

IDEA-B Preschool ..... 59

IDEA-B Risk Pool ..... 60

Enhanced Education ..... 61

Teacher/Principal Training ..... 62

Rural Education ..... 63

Education Job Fund ..... 64

Dual Credit Textbooks ..... 65

2012 GO Bonds Student Library Fund ..... 66

Technology for Education ..... 67

Beginning Teacher Mentoring Program ..... 68

Breakfast for Elementary Students ..... 69

Next Generation Assessments..... 70

State Directed Activities ..... 71

New Mexico Highway Department ..... 72

Senate Bill 9 ..... 73

Public School Capital Outlay – 20% Capital Projects ..... 74

**FLOYD MUNICIPAL SCHOOLS, NEW MEXICO  
TABLE OF CONTENTS**

AGENCY FUNDS

Schedule of Changes in Assets and Liabilities – Agency Funds..... 75

OTHER SUPPLEMENTAL INFORMATION

Schedule of Pledged Collateral ..... 76

Bank Summary ..... 77

Cash Reconciliation ..... 78

Report on Internal Control Over Financial Reporting and  
on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With *Governmental Auditing Standards* ..... 82

Schedule of Findings and Responses ..... 84

Exit Conference ..... 88

**FLOYD MUNICIPAL SCHOOLS  
OFFICIAL ROSTER**

BOARD OF EDUCATION

Leon Nall	President
Jim Chandler	Vice President
Jeff Essary	Secretary
Clovis Gray	Member
Vicki Banister	Member

SCHOOL OFFICIALS

Paul Benoit	Superintendent
Margie Plummer	Business Manager

## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Floyd Municipal Schools  
and Mr. Hector H. Balderas  
New Mexico State Auditor

### Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Floyd Municipal Schools (the "District") as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project fund and all nonmajor funds presented as supplementary information, as defined in the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2014, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, 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, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2014, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2014, and the respective budgetary comparisons for the major capital project fund and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

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

### *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 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 other schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

### *Change in Accounting Principle*

As discussed in Note 1 to the financial statements, in 2014 the District adopted new accounting guidance, *GASB Statement No. 65, Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2014 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Albuquerque, New Mexico  
November 10, 2014



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
STATEMENT OF NET POSITION  
June 30, 2014**

GOVERNMENTAL  
ACTIVITIES

---

**ASSETS**

Current Assets

Cash	\$	206,993
Property taxes receivable		865
Due from other agencies		140,778
Inventory		443
<i>Total current assets</i>		349,079

Noncurrent Assets

Capital assets, non-depreciable		
Land		5,000
<i>Total capital assets, non-depreciable</i>		5,000

Capital assets, net of accumulated depreciation

Buildings and improvements		3,505,176
Equipment		67,031
Land improvements		494,803
Vehicles		531,898
Less: accumulated depreciation		(2,828,307)
<i>Total capital assets, net of accumulated depreciation</i>		1,770,601
<i>Total noncurrent assets</i>		1,775,601

<i>Total assets</i>		2,124,680
---------------------	--	-----------

**LIABILITIES**

Current liabilities

Accounts payable		24,753
Unearned revenue		4,387
Compensated Leave		6,695
<i>Total current liabilities</i>		35,835

Noncurrent Liabilities

Compensated Leave		13,855
<i>Total noncurrent liabilities</i>		13,855

<i>Total liabilities</i>		49,690
--------------------------	--	--------

**NET POSITION**

Investment in capital assets		1,775,601
------------------------------	--	-----------

Restricted for:

Capital projects		208
Instructional materials		3,643
Cafeteria		15,599
Athletics		21,337
Transportation		-
Technology		310
Reads to lead		-
Rural education		697
Education job		45
Senate bill nine		123,383

Unrestricted		134,167
--------------	--	---------

<i>Total net position</i>	\$	2,074,990
---------------------------	----	-----------

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 STATEMENT OF ACTIVITIES  
 For the Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets
					Total Governmental Activities
Primary government					
Governmental activities					
Instruction	\$ 1,952,130	\$ 1,200	\$ 500,479	\$ -	\$ (1,450,451)
Support services					
Students	200,409	14,050	-	-	(186,359)
Instruction	139,721	-	-	-	(139,721)
General administration	168,976	-	-	-	(168,976)
School administration	48,504	-	-	-	(48,504)
Central services	36,186	-	-	-	(36,186)
Operation & maintenance of plant	354,657	-	-	-	(354,657)
Student transportation	144,356	-	-	-	(144,356)
Other	-	-	-	-	-
Food services-operations	153,653	9,039	101,450	-	(43,164)
Capital outlay	70,268	-	-	-	(70,268)
Total governmental activities	\$ 3,268,860	\$ 24,289	\$ 601,929	\$ -	(2,642,642)
<b>General Revenues</b>					
Property taxes					
Levied for general purpose					
				\$	8,159
Levied for capital projects					
					33,720
Rent					
					13,114
State Equalization Guarantee Revenue					
					2,352,827
Miscellaneous					
					30,338
Total general revenues					
					2,438,158
Change in net position					
					(204,484)
Net position, beginning					
					2,279,474
Net position, ending					
				\$	2,074,990

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 BALANCE SHEETS - GOVERNMENTAL FUNDS  
 June 30, 2014**

	GENERAL 11000-14000	TITLE I 24101	IDEA-B ENTITLEMENT 24106
<b>ASSETS</b>			
<i>Current assets</i>			
Cash	\$ 20,302	\$ -	\$ -
Accounts receivable			
Due from other governments	29,797	23,317	37,614
Property taxes	173	-	-
Interfund receivables	143,397	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 193,669</u>	<u>\$ 23,317</u>	<u>\$ 37,614</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current liabilities</i>			
Accounts payable	\$ 15,069	\$ -	\$ -
Unearned revenue	-	-	-
Interfund payables	<u>20,683</u>	<u>23,317</u>	<u>37,614</u>
<i>Total liabilities</i>	<u>35,752</u>	<u>23,317</u>	<u>37,614</u>
<i>Fund balances</i>			
Nonspendable	-	-	-
Restricted	3,643	-	-
Unassigned	<u>154,274</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>157,917</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 193,669</u>	<u>\$ 23,317</u>	<u>\$ 37,614</u>

See Notes to Financial Statements.

READS TO LEAD 27114	SENATE BILL 9 31700	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ 129,550	\$ 57,141	\$ 206,993
25,120	-	24,930	140,778
-	692	-	865
-	-	-	143,397
-	-	443	443
<u>\$ 25,120</u>	<u>\$ 130,242</u>	<u>\$ 82,514</u>	<u>\$ 492,476</u>
\$ 2,825	\$ 6,859	\$ -	\$ 24,753
-	-	4,387	4,387
<u>22,295</u>	<u>-</u>	<u>39,488</u>	<u>143,397</u>
<u>25,120</u>	<u>6,859</u>	<u>43,875</u>	<u>172,537</u>
-	-	443	443
-	123,383	38,196	165,222
-	-	-	154,274
<u>-</u>	<u>123,383</u>	<u>38,639</u>	<u>319,939</u>
<u>\$ 25,120</u>	<u>\$ 130,242</u>	<u>\$ 82,514</u>	<u>\$ 492,476</u>

**STATE OF NEW MEXICO**  
**FLOYD MUNICIPAL SCHOOLS**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION**  
**For the Year Ended June 30, 2014**

	GOVERNMENTAL FUNDS
	<hr/>
Amounts reported for governmental activities in the statement of net position are different because:	
Fund balances - total governmental funds	\$ 319,939
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	1,775,601
Long term liabilities, including compensated leave, are not due and payable in the current period and therefore are not reported in the funds	(20,550)
<b>Net position of governmental activities</b>	<b>\$ <u><u>2,074,990</u></u></b>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2014**

	GENERAL 11000-14000	TITLE I 24101	IDEA-B ENTITLEMENT 24106
<b>Revenues</b>			
Residential/non-residential taxes	\$ 8,318	\$ -	\$ -
Rent and leases	13,114	-	-
Fees-activities	-	-	-
Fees-users	1,200	-	-
State grants	2,537,543	-	-
Federal grants	-	70,507	70,504
Interest income	50	-	-
Miscellaneous	22,838	-	-
<i>Total revenues</i>	<u>2,583,063</u>	<u>70,507</u>	<u>70,504</u>
<b>Expenditures</b>			
Current			
Instruction	1,645,116	70,507	32,449
Support services			
Students	123,083	-	38,055
Instruction	127,852	-	-
General administration	160,044	-	-
School administration	46,032	-	-
Central services	36,186	-	-
Operations & maintenance of plant	354,657	-	-
Student transportation	144,356	-	-
Food services-operations	29,274	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>2,666,600</u>	<u>70,507</u>	<u>70,504</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(83,537)</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	(83,537)	-	-
<b>Fund balances, beginning of year</b>	<u>241,454</u>	<u>-</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 157,917</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

READS TO LEAD 27114	SENATE BILL 9 31700	OTHER GOVERNMENTAL FUNDS	TOTAL
\$ -	\$ 33,720	\$ -	\$ 42,038
-	-	-	13,114
-	-	14,050	14,050
-	-	9,039	10,239
52,564	-	80,472	2,670,579
-	-	143,166	284,177
-	-	-	50
-	7,450	-	30,288
<u>52,564</u>	<u>41,170</u>	<u>246,727</u>	<u>3,064,535</u>
52,564	-	53,953	1,854,589
-	-	29,059	190,197
-	-	4,749	132,601
-	322	-	160,366
-	-	-	46,032
-	-	-	36,186
-	-	-	354,657
-	-	-	144,356
-	-	124,379	153,653
-	46,313	41,649	87,962
<u>52,564</u>	<u>46,635</u>	<u>253,789</u>	<u>3,160,599</u>
-	(5,465)	(7,062)	(96,064)
-	-	-	-
-	-	-	-
-	(5,465)	(7,062)	(96,064)
-	128,848	45,701	416,003
<u>\$ -</u>	<u>\$ 123,383</u>	<u>\$ 38,639</u>	<u>\$ 319,939</u>

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 For the Year Ended June 30, 2014**

	<u>GOVERNMENTAL FUNDS</u>
Amounts reported for governmental activities in the statements of activities are different because:	
Net change in fund balances - total governmental funds	\$ (96,064)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year.	(110,296)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:	
Change in deferred inflows related to property taxes	(159)
Change in accrued compensated absences	<u>2,035</u>
<b>Change in net position</b>	<b>\$ <u><u>(204,484)</u></u></b>

*See Notes to Financial Statements.*



STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
GENERAL FUND - 11000, 12000, 13000, 14000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ 8,086	\$ 8,086	\$ 8,318	\$ 232
Rent and leases	15,700	15,700	13,114	(2,586)
Fees-activities	-	-	-	-
Fees-users	1,200	1,200	1,200	-
State grants	2,506,923	2,508,138	2,533,084	24,946
Federal grants	-	-	-	-
Interest income	42	42	50	8
Miscellaneous	-	-	22,838	22,838
<i>Total revenues</i>	<u>2,531,951</u>	<u>2,533,166</u>	<u>2,578,604</u>	<u>45,438</u>
Cash balance budgeted	<u>217,408</u>	<u>217,408</u>	-	(217,408)
<i>Total revenues and cash</i>	<u><u>2,749,359</u></u>	<u><u>2,750,574</u></u>	<u><u>2,578,604</u></u>	<u><u>(171,970)</u></u>
<b>Expenditures</b>				
Current				
Instruction	1,651,083	1,651,083	1,616,914	34,169
Support services				
Students	132,918	132,918	123,083	9,835
Instruction	130,815	130,815	127,852	2,963
General administration	160,124	160,124	160,044	80
School administration	46,814	46,814	46,032	782
Central services	45,848	45,848	36,186	9,662
Operations & maintenance of plant	395,555	393,605	354,657	38,948
Student transportation	141,191	144,356	144,356	-
Other support services	536	536	-	536
Food service - operations	44,475	44,475	29,274	15,201
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,749,359</u>	<u>2,750,574</u>	<u>2,638,398</u>	<u>112,176</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>(59,794)</u>	<u>(59,794)</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	(59,794)	(59,794)
<b>Fund balance June 30, 2013</b>	<u>-</u>	<u>-</u>	<u>80,096</u>	<u>80,096</u>
<b>Fund balance June 30, 2014</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 20,302</u></u>	<u><u>\$ 20,302</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 4,459	
Adjustments to expenditures			(28,202)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ (83,537)</u></u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
TITLE I SPECIAL REVENUE FUND - 24101  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	64,007	70,507	70,507	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>64,007</u>	<u>70,507</u>	<u>70,507</u>	<u>-</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>64,007</u>	<u>70,507</u>		
<b>Expenditures</b>				
Current				
Instruction	64,007	70,507	70,507	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>64,007</u>	<u>70,507</u>	<u>70,507</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
IDEA-B ENTITLEMENT SPECIAL REVENUE FUND - 24106  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	83,073	53,396	(29,677)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	83,073	53,396	(29,677)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	83,073	-	-
<b>Expenditures</b>				
Current				
Instruction	-	44,713	15,341	29,372
Support services				
Students	-	38,360	38,055	305
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	83,073	53,396	29,677
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 17,108	
Adjustments to expenditures			(17,108)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
READS TO LEAD SPECIAL REVENUE FUND - 27114  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	49,762	27,444	(22,318)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	49,762	27,444	(22,318)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	49,762	-	-
<b>Expenditures</b>				
Current				
Instruction	-	49,762	27,444	22,318
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	49,762	27,444	22,318
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 25,120	
Adjustments to expenditures			(25,120)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
June 30, 2014

	<u>AGENCY FUNDS</u>
<b>ASSETS</b>	
<i>Current assets</i>	
Cash	\$ <u>80,157</u>
<i>Total assets</i>	\$ <u><u>80,157</u></u>
 <b>LIABILITIES</b>	
<i>Current liabilities</i>	
Deposits held in trust for others	\$ <u>80,157</u>
<i>Total liabilities</i>	\$ <u><u>80,157</u></u>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

Floyd Municipal School District (District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the Village of Floyd and surrounding area. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

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. 14, *The Financial Reporting Entity*, and No. 39, *Determining Whether Certain Organizations Are Component Units*. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

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

Based upon the application of these criteria, the District has no component units, and is not a component unit of another governmental agency.

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 Floyd Municipal School District's management who is responsible for their integrity and objectivity. The financial statements of the District conform to generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the school district.

For the most part, the effect of interfund activity has been removed from these statements. The Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business type activities which rely, to a significant extent, on fees and charges for support.

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

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

**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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues, net of estimated refunds and estimated uncollectable amounts, in the year for which they 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.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Ad valorem taxes (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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

The agency funds are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the District holds for others in an agency capacity.

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

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted for special purposes.

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

Under the requirements of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, 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):

*TITLE I IASA* – The Title I project provides remedial instruction in language arts for educationally deprived students in low- income areas. The Federal Government through the New Mexico State Department of Education under the Elementary funds the project and Secondary Education Act of 1965, Title I, Chapter I, part A, 20 U.S.C. 2701 et seq. Reported as a special revenue fund.

*IDEA B – ENTITLEMENT BUDGET*- P.L. 94-142, Individuals with Disabilities Education Act--to account for a federal grant restricted to the operation and maintenance of meeting the special education need of children with disabilities. Authority for the creation of this fund is Individuals with Disabilities Act, Part B, Sec. 611, as amended; Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-630, and 101-476; 20 U.S.C. 1401-1419, Public Law 105-17.



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*NEW MEXICO READS TO LEAD K-3* – To account for funds received to 1) increase the quality of reading instruction; 2) provide a screening assessment for use in planning data-driven instruction; 3) provide quality professional development for administrators, reading coaches, and teachers; 4) ensure that districts/charter schools have a comprehensive plan for addressing literacy instruction; and 5) reach out to parents and families with free resources in English and Spanish to support children’s reading at home. Authority for the creation of this fund is New Mexico House Bill 2.

*SENATE BILL-9* – To account for 2.0 mill levy restricted by board resolution for erecting, remodeling, making additions to, providing equipment for, and furnishing school buildings, improving school grounds and maintenance of school buildings and grounds, exclusive of salary expense of employees. Authority for the creation of this fund is NMSA 22-25-1 to 22-25-10. Reported as a capital projects fund.

The government also reports the following fund types:

Governmental funds:

*Nonmajor Special Revenue Funds* - The District accounts for resources restricted to, or designated for, a specific purpose by the District or a grantor in a special revenue fund.

*Nonmajor Capital Projects Fund* - The proceeds from long-term debt financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in a capital projects fund.

Fiduciary funds:

*Agency Funds* - The District accounts for resources held for others in a custodial capacity in agency funds. The District's Agency Fund is the Student Activity Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. Also, in addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District does not report any deferred inflows or outflows of resources at this time.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. General revenues include all taxes.

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

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.

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

**Deposits and Investments:** The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the investment of the District's 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. All funds of the District must follow the above investment policies.

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

The State Board of Finance shall set the rate of interest in non-demand interest-bearing accounts, 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.

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

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Receivables and Payables:** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

The School District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, and SB - 9. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

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

**Inventories:** The food inventories are valued at cost using the first-in/first-out (FIFO) method. USDA Commodities are recorded at estimated costs. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

**Capital Assets:** Capital assets, which include property, plant, and equipment, are reported in the applicable governmental-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 per Section 12-6-10 NMSA 1978, and an estimated useful life extending beyond a single reporting period. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Construction expenditures paid by the New Mexico Public Facilities Authority are included in the District's disclosures and financial statements when appropriate.

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

Buildings & Improvements	25-75 years
Equipment & Vehicles	5-50 years

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Unearned Revenue:** 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 unearned revenues.

**Compensated Absences:** The District has provided a compensated leave program to its twelve month employees. Upon severance, a qualifying employee may receive payment for unused leave up to the amount accrued in each of the two prior years.

**Indirect Costs:** The School District's General Fund receives indirect cost reimbursements from the various federal programs it administers. These reimbursements are for expenses incurred in performing administrative functions on behalf of the Special Revenue Funds. They are shown as expenditures in the Special Revenue Funds, and as other special federal revenue in the General Fund.

**Salaries and Wages:** The School District pays all salaries and wages due to teachers on or before June 30th of each year.

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

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

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

*Restricted Net Position:* 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. Descriptions for the related restrictions for net position are restricted for "debt service or capital projects".

*Unrestricted Net Position:* All other net position that does not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The Government-wide Statement of Net Position reports \$165,222 of restricted net position of which \$165,222 is restricted by enabling legislation.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

*Fund Balance* – the difference between assets and liabilities in the governmental fund financial statements. Fund balance is among the most widely and frequently used information in state and local government financial reports. GASB developed Statement No. 54 to address the diversity of practice and the resulting lack of consistency that had evolved in fund balance reporting. To reduce confusion, the new standards establish a hierarchy of fund balance classifications based primarily on the extent to which a government is bound to observe spending constraints imposed upon how resources reported in governmental funds may be used.

Statement No. 54 distinguishes fund balances based on the relative strength of the constraints that control the purposes for which specific amounts can be spent. Beginning with the most binding constraints, fund balance amounts are reported in the following classifications:

*Nonspendable* – portion of net resources that cannot be spent because of their form or because they must remain intact.

*Restricted* – amounts constrained by external parties, constitutional provision, or enabling legislation.

*Committed* – amounts constrained by a government using its highest level of decision-making authority. The Board of Education is the highest level of decision making authority.

*Assigned* – amounts a government intends to use for a particular purpose.

*Unassigned* – amounts that are not constrained at all will be reported in the general fund.

Statement No. 54 also clarifies the definitions of individual governmental fund types. It interprets certain terms within the definition of special revenue fund types, while further clarifying the debt service and capital projects fund type definitions. The final standard also specifies how economic stabilization or "rainy-day" amounts should be reported.

**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 it reimbursed.

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

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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.

**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 ensure that the school district's operating revenue, including its local and federal revenues as defined (in Chapter 22, Section 8-25, NMSA 1978) is at least equal to the school district's program cost".

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$2,352,827 in state equalization guarantee distributions during the year ended June 30, 2014.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for 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'. The District recognized \$42,038 in tax revenues during the year ended June 30, 2014. Descriptions of the individual 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 1<sup>st</sup> of each year to be paid in whole or in two installments by November 10<sup>th</sup> and April 10<sup>th</sup> of each year. Roosevelt County collects County, City, and School taxes and distributes them to each fund once per month except in June when 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 \$143,836 in transportation distributions during the year ended June 30, 2014.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Instructional Materials:** The New Mexico Public Education Department (PED) received 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, 2014 totaled \$12,513.

**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 flow-through agency (usually the New Mexico Public Education Department). The various budgets are approved by the Local School Board and the New Mexico Public Education Department.

The District also receives reimbursement under the National School Lunch Program for its food services operations.

**Recent Accounting Pronouncements**

In March 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This statement, which is effective for financial statements for periods beginning after December 15<sup>th</sup>, 2012, establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The requirements of this Statement will improve financial reporting by clarifying the appropriate use of the financial statement elements deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. The District adopted GASB Statement No. 65 during fiscal year 2014 with no material effect to the District's financial statements. At June 30, 2014 the District had no items meeting the criteria of deferred outflows of resources or deferred inflows of resources.

In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25*. This statement, which is effective for financial statements for periods beginning after June 15, 2013, replaces the requirements of Statements No. 25, Financial Reporting for

Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, and No. 50, Pension Disclosures, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of this Statement will improve financial reporting primarily through enhanced note disclosures and schedules of required supplementary information that will be presented by the pension plans that are within its scope. The District is a participant in the State of New Mexico's Education Retirement Board (ERB) plan. ERB as the plan's administrator, implemented this new pronouncement during fiscal year 2014.

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS,  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2014**

**NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains, "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The detail of this (\$110,296) difference is as follows:

Capital Outlay	\$ 17,694
Depreciation Expense	<u>(127,990)</u>
Net adjustments to increase net changes in fund balances – total government funds to arrive at changes in net position of governmental activities	<u>\$ (110,296)</u>

**NOTE 3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Budgetary Information**

Budgets for the General, Special Revenue, and Capital Projects Funds are prepared by management and are approved by the local Board of Education and the Public School Budget and Planning Unit of the Department of Education. Auxiliary student activity accounts and the state directed activities fund 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 appropriated in the budget of the subsequent fiscal year. 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 reserved portion of fund balance.

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

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

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



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

- In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
- In May or June, the budget is approved by the Board of Education
- The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
- The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, the school board and the State of New Mexico Department of Education must approve any revisions that alter the total expenditures of any fund.
- 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. The appropriated budget for the year ended June 30, 2014 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item.

**NOTE 4. CASH AND TEMPORARY INVESTMENTS**

At June 30, 2014, the carrying amount of the District's deposits was \$287,150 and the bank balance was \$409,642. Of this balance \$250,000 was covered by federal depository insurance and \$159,642 was covered by collateral held in joint safekeeping by a third party in the entity's name.

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 at least one half of the amount on deposit with the institution.

The collateral pledged is shown as listed in the table of contents 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 Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing Now accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS,  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2014**

**NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)**

Investments held by the New Mexico State Treasurer are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. The State Treasurer is authorized to invest the short-term investment funds, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10.1 A and E, NMSA 1978. The pool does not have unit shares. Per Sections 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary.

**NOTE 5. CUSTODIAL CREDIT RISK - DEPOSITS**

The State Treasurer monitors pledged collateral related to most state agency bank accounts. Pledged collateral information specific to the District is not available because the bank commingles pledged collateral for all state funds it holds.

Custodial risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2014, none of the District's deposits totaling \$409,642 were exposed to custodial credit risk.

**NOTE 6. DUE TO AND FROM OTHER FUNDS**

Interfund loans as of year-end for the government's individual major funds and non-major funds in the aggregate, include the following:

Due to operational fund		
Title I	\$	23,317
IDEA-B Entitlement		37,614
Reads to Lead		22,295
Preschool IDEA-B		4,030
IDEA-B Risk Pool		450
Teacher/Principal Training		7,052
Dual Credit Textbooks		1,038
2012 GO Bonds Library		2,195
Technology for Education		14,558
Breakfast for Elementary Students		314
Next Generation Assessments		2,554
State Directed Activities		7,297
<b>Total due to operational fund</b>	\$	<u>122,714</u>
Due to teacherage fund		
Operational fund	\$	<u>20,683</u>
<b>Total due to teacherage fund</b>	\$	<u>20,683</u>

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS,  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2014**

**NOTE 6. DUE TO AND FROM OTHER FUNDS (CONTINUED)**

The balance of \$143,397 resulted from loans made to establish working capital for the individual funds. All loans are considered to be repaid within one year.

Governmental funds reported deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

Grant draw-downs prior to meeting all eligibility requirements	\$ 4,387
Delinquent Property Taxes	<u>-</u>
<b>Total deferred/unearned revenue for governmental funds</b>	<b>\$ <u>4,387</u></b>

**NOTE 7. RECEIVABLES**

Due from other governments:	
General	\$ 30,696
Title I	23,317
IDEA-B Entitlement	37,614
Reads to Lead	24,221
Preschool IDEA-B	4,030
IDEA-B Risk Pool	450
Teacher/Principal Training	7,052
Dual Credit Textbooks	1,038
2012 GO Bonds Library	2,195
Breakfast for Elementary Students	314
Next Generation Assessments	2,554
State Directed Activities	<u>7,297</u>
<b>Total due from other governments</b>	<b>\$ <u>140,778</u></b>
Due from local taxes:	
General	\$ 173
Senate Bill 9	<u>692</u>
<b>Total property tax receivable</b>	<b>\$ <u>865</u></b>

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 8. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2013, was as follows:

	Balance <u>6/30/2013</u>	Increases	Decreases	Balance <u>6/30/2014</u>
Capital assets, not depreciated				
Land	\$ 5,000	\$ -	\$ -	\$ 5,000
<b>Total not depreciated</b>	<b><u>5,000</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>5,000</u></b>
Capital assets, depreciated				
Buildings & Improvements	3,505,176	-	-	3,505,176
Equipment	69,318	-	2,287	67,031
Land Improvements	494,803	-	-	494,803
Vehicles	514,204	17,694	-	531,898
Total depreciated	<u>4,583,501</u>	<u>17,694</u>	<u>2,287</u>	<u>4,598,908</u>
Accumulated depreciation for				
Buildings & Improvements	2,052,603	93,012	-	2,145,615
Equipment	39,359	1,947	2,287	39,019
Land Improvements	287,223	14,725	-	301,948
Vehicles	323,419	18,306	-	341,725
Total accumulated depreciation	<u>2,702,604</u>	<u>127,990</u>	<u>2,287</u>	<u>2,282,307</u>
<b>Total capital assets, depreciated net</b>	<b><u>\$ 1,880,897</u></b>	<b><u>\$ (110,296)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,770,601</u></b>

Depreciation expense for the year ended June 30, 2014 was charged to governmental activities as follows:

Instruction	\$ 99,576
Support Services – Students	10,212
Support Services – Instruction	7,120
Support Services – General Administration	8,610
Support Services – School Administration	<u>2,472</u>
<b>Total depreciation expense</b>	<b><u>\$ 127,990</u></b>

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS,  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2014**

**NOTE 9. COMPENSATED ABSENCES**

During the year ended June 30, 2014, the following changes occurred in accrued compensated absences:

Balance June 30,2013	Leave Used	Leave Accrued	Balance June 30,2014	Amount Due in One Year
\$ 22,585	6,695	4,660	20,550	6,695

**NOTE 10. RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMPSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. Annual financial reports can be obtained from NMPSIA or viewed on their website at <https://nmpsia.com/information.html>.

**NOTE 11. CONTINGENT LIABILITIES**

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

**NOTE 12. PENSION PLAN – Educational Retirement Board**

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

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 12. PENSION PLAN – Educational Retirement Board (CONTINUED)**

separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at [www.nmerb.org](http://www.nmerb.org).

*Funding Policy:* Plan members earning \$20,000 or less annually are required by statute to contribute 7.90% of their gross salary. Plan members earning over \$20,000 annually were required to contribute 10.10% of their gross salary in fiscal year 2014 and will be required to contribute 10.70% of their gross salary in fiscal year 2015. In fiscal year 2014, the District was required to contribute 13.15% of the gross covered salary for plan members. In fiscal year 2015, the District will contribute 13.90% of the gross covered salary of plan members. The contribution requirements of plan members and the District are established by State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2014, 2013, and 2012, were \$220,721, \$181,471, and \$159,643 respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 13. POST-EMPLOYMENT BENEFITS – State Retiree Health Care Plan**

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

Eligible retirees are: (1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which 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

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 13. POST-EMPLOYMENT BENEFITS – State Retiree Health Care Plan (CONTINUED)**

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 \$5.00 if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at [www.nmrhca.state.nm.us](http://www.nmrhca.state.nm.us).

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2014, the statute required each participating employer to contribute 2.000% of each participating employee's annual salary; each participating employee was required to contribute 1.000% of their salary.

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

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

The District's contributions to the RHCA for the years ended June 30, 2014, 2013, and 2012 were \$33,592, \$33,193 and \$15,846, respectively, which equal the required contributions for each year.

**NOTE 14. OVERSPENT BUDGET LINE ITEMS**

The District did not expend in excess of budgeted expenditures in the current fiscal year.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2014**

**NOTE 15. FUND BALANCES, GOVERNMENTAL FUNDS**

On the Balance Sheets – Governmental Funds, the fund balances are reported in the aggregate using the classifications defined by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balances by classification for the year ended June 30, 2014 were as follows:

Fund Balance	General Fund	Reads to Lead	Senate Bill 9	Other Governmental Funds	Total
<b>Non-spendable</b>					
Inventory	\$ -	\$ -	\$ -	\$ 443	\$ 443
<b>Restricted</b>					
Transportation	-	-	-	-	-
Instructional Materials	3,643	-	-	-	3,643
Reads to Lead	-	-	-	-	-
Senate Bill 9	-	-	123,383	-	123,383
Food Services	-	-	-	15,599	15,599
Athletics	-	-	-	21,337	21,337
Rural Education	-	-	-	697	697
Education Job Fund	-	-	-	45	45
Technology for Education	-	-	-	310	310
Capital Outlay – 20%	-	-	-	208	208
<b>Unassigned</b>	<u>154,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,274</u>
	<u>\$ 157,917</u>	<u>\$ -</u>	<u>\$ 123,383</u>	<u>\$ 38,639</u>	<u>\$ 319,939</u>

**NOTE 16. NEW ACCOUNTING PRONOUNCEMENTS**

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2014.

- GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. Upon adoption of this statement for the year ended June 30, 2015, the Statement of Net Position will include a material liability for pension participation in fiscal year 2015.
- GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*
- GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*

The District will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The District believes that GASB 69 and 71 pronouncements will not have a significant financial impact to the District or in issuing its financial statements.



STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 COMBINING BALANCE SHEET-GENERAL FUND  
 June 30, 2014

	OPERATIONAL 11000	TEACHERAGE 12000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTALS
<b>ASSETS</b>					
<i>Current assets</i>					
Cash	\$ -	\$ 16,111	\$ 548	\$ 3,643	\$ 20,302
Accounts receivable					-
Due from other governments	28,367	-	1,430	-	29,797
Property taxes	173	-	-	-	173
Interfund receivables	122,714	20,683	-	-	143,397
Inventory	-	-	-	-	-
<i>Total assets</i>	<u>\$ 151,254</u>	<u>\$ 36,794</u>	<u>\$ 1,978</u>	<u>\$ 3,643</u>	<u>\$ 193,669</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current liabilities</i>					
Accounts payable	\$ 13,091	\$ -	\$ 1,978	\$ -	\$ 15,069
Unearned revenue	-	-	-	-	-
Interfund payables	20,683	-	-	-	20,683
<i>Total liabilities</i>	<u>33,774</u>	<u>-</u>	<u>1,978</u>	<u>-</u>	<u>35,752</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	3,643	3,643
Unassigned	117,480	36,794	-	-	154,274
<i>Total fund balance</i>	<u>117,480</u>	<u>36,794</u>	<u>-</u>	<u>3,643</u>	<u>157,917</u>
<i>Total liabilities and fund balance</i>	<u>\$ 151,254</u>	<u>\$ 36,794</u>	<u>\$ 1,978</u>	<u>\$ 3,643</u>	<u>\$ 193,669</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES -- GENERAL FUND  
 For the Year Ended June 30, 2014

	OPERATIONAL 11000	TEACHERAGE 12000	TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTALS
<b>Revenues</b>					
Residential/non-residential taxes	\$ 8,318	\$ -	\$ -	\$ -	\$ 8,318
Rent and leases	3,214	9,900	-	-	13,114
Fees-activities	-	-	-	-	-
Fees-users	1,200	-	-	-	1,200
State grants	2,381,194	-	143,836	12,513	2,537,543
Federal grants	-	-	-	-	-
Interest income	50	-	-	-	50
Miscellaneous	22,838	-	-	-	22,838
<i>Total revenues</i>	<u>2,416,814</u>	<u>9,900</u>	<u>143,836</u>	<u>12,513</u>	<u>2,583,063</u>
<b>Expenditures</b>					
Current					
Instruction	1,632,903	-	-	12,213	1,645,116
Support services					-
Students	123,083	-	-	-	123,083
Instruction	127,852	-	-	-	127,852
General administration	160,044	-	-	-	160,044
School administration	46,032	-	-	-	46,032
Central services	36,186	-	-	-	36,186
Operations & maintenance of plant	350,080	4,577	-	-	354,657
Student transportation	-	-	144,356	-	144,356
Food services-operations	29,274	-	-	-	29,274
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,505,454</u>	<u>4,577</u>	<u>144,356</u>	<u>12,213</u>	<u>2,666,600</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(88,640)</u>	<u>5,323</u>	<u>(520)</u>	<u>300</u>	<u>(83,537)</u>
<b>Other financing sources (uses)</b>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>(88,640)</u>	<u>5,323</u>	<u>(520)</u>	<u>300</u>	<u>(83,537)</u>
<b>Fund balances, beginning of year</b>	<u>206,120</u>	<u>31,471</u>	<u>520</u>	<u>3,343</u>	<u>241,454</u>
<b>Fund balances, end of year</b>	<u>\$ 117,480</u>	<u>\$ 36,794</u>	<u>\$ -</u>	<u>\$ 3,643</u>	<u>\$ 157,917</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 OPERATIONAL FUND - 11000  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ 8,086	\$ 8,086	\$ 8,318	\$ 232
Rent and leases	4,300	4,300	3,214	(1,086)
Fees-activities	-	-	-	-
Fees-users	1,200	1,200	1,200	-
State grants	2,353,520	2,353,520	2,395,691	42,171
Federal grants	-	-	-	-
Interest income	42	42	50	8
Miscellaneous	-	-	22,838	22,838
<i>Total revenues</i>	<u>2,367,148</u>	<u>2,367,148</u>	<u>2,431,311</u>	<u>64,163</u>
Cash balance budgeted	<u>184,552</u>	<u>184,552</u>		
<i>Total revenues and cash</i>	<u>2,551,700</u>	<u>2,551,700</u>		
<b>Expenditures</b>				
Current				
Instruction	1,638,871	1,638,871	1,606,679	32,192
Support services				
Students	132,918	132,918	123,083	9,835
Instruction	130,815	130,815	127,852	2,963
General administration	160,124	160,124	160,044	80
School administration	46,814	46,814	46,032	782
Central services	45,848	45,848	36,186	9,662
Operations & maintenance of plant	351,299	351,299	350,080	1,219
Student transportation	-	-	-	-
Other support services	536	536	-	536
Food service - operations	44,475	44,475	29,274	15,201
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,551,700</u>	<u>2,551,700</u>	<u>2,479,230</u>	<u>72,470</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>(47,919)</u>	<u>136,633</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	(47,919)	(47,919)
<b>Fund balance June 30, 2013</b>	-	-	47,919	47,919
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (14,497)	
Adjustments to expenditures			(26,224)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (88,640)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
TEACHERAGE FUND - 12000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	11,400	11,400	9,900	(1,500)
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>11,400</u>	<u>11,400</u>	<u>9,900</u>	<u>(1,500)</u>
Cash balance budgeted	<u>32,856</u>	<u>32,856</u>		
<i>Total revenues and cash</i>	<u>44,256</u>	<u>44,256</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	44,256	44,256	4,577	39,679
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>44,256</u>	<u>44,256</u>	<u>4,577</u>	<u>39,679</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>5,323</u>	<u>38,179</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>-</u>	<u>-</u>	<u>5,323</u>	<u>5,323</u>
<b>Fund balance June 30, 2013</b>	<u>-</u>	<u>-</u>	<u>31,471</u>	<u>31,471</u>
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,794</u>	<u>\$ 36,794</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 5,323</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
TRANSPORTATION FUND - 13000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	141,191	142,406	142,406	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>141,191</u>	<u>142,406</u>	<u>142,406</u>	<u>-</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>141,191</u>	<u>142,406</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	141,191	142,406	142,378	28
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>141,191</u>	<u>142,406</u>	<u>142,378</u>	<u>28</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>28</u>	<u>28</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	28	28
<b>Fund balance June 30, 2013</b>	-	-	520	520
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 548</u>	<u>\$ 548</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 1,430	
Adjustments to expenditures			(1,978)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (520)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
INSTRUCTIONAL MATERIALS FUND - 14000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	12,213	12,213	15,670	3,457
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>12,213</u>	<u>12,213</u>	<u>15,670</u>	<u>3,457</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>12,213</u>	<u>12,213</u>		
<b>Expenditures</b>				
Current				
Instruction	12,213	12,213	12,213	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>12,213</u>	<u>12,213</u>	<u>12,213</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>3,457</u>	<u>3,457</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	3,457	3,457
<b>Fund balance June 30, 2013</b>	-	-	186	186
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,643</u>	<u>\$ 3,643</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (3,157)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 300</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

**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 funding for the school hot lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, New Mexico Statutes Annotated, State Law 22-13-13.

**ATHLETICS (22000)** – To account for revenues received from non-instructional activities for use in the District's athletic and other non-instructional programs. Required by the New Mexico State Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund. Authority for this fund is the New Mexico Administrative Code 6.20.2.

**PRESCHOOL IDEA-B (24109)** – To account for a federal grant restricted to the operation and maintenance of meeting the special education need of children with disabilities. Authority for the creation of this fund is the Individuals with Disabilities Education Act, Part B, Sec. 611, as amended; Public Law 105-17.

**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. Authority for the creation of this fund is the 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.

**ENHANCING EDUCATION THROUGH TECHNOLOGY (24133)** – To account for grant revenue and expenditures used to improve student academic achievement through the use of technology in schools, to assist all students in becoming technologically literate by the end of the eighth grade, and to encourage the effective integration of technology with teacher training and curriculum development to establish successful research-based instructional methods. Authority to create this fund is given under the Elementary and Secondary Education Act of 1965, Title II, Part D, Subparts 1 and 2, as amended.

**TEACHER/PRINCIPAL TRAINING (24154)** –To provide grants to State Education Agencies on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965 as amended; Title II, Part A, Public Law 107-110.

**RURAL EDUCATION (25233)** – To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in rural schools. The authority for the creation of this fund is the Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

**SPECIAL REVENUE FUNDS (CONTINUED)**

**EDUCATION JOB FUND (25255)** – This fund was created to account for the District's allocation of funds intended to give the District a boost to save teacher jobs. Funding and authority for this fund comes from the American Recovery and Reinvestment Act.

**DUAL CREDIT TEXTBOOKS (27103)** – To purchase college textbooks for students who dual enroll in college credit courses while still attending high school. Authority for the creation of this fund is New Mexico state statute.

**2012 GO BONDS STUDENT LIBRARY FUND (27107)** – This fund is used to account for the revenue and expenditures to acquire supplementary library books, equipment, and library resources for public school and juvenile detention libraries statewide.

**TECHNOLOGY FOR EDUCATION (27117)** – The purpose of this grant is to assist the District in developing and implementing a strategic, long-term plan for utilizing educational technology in the school system. Funds accounted for in this fund are received from the State of New Mexico. Authority for creation for this fund is NMSA 2215A-1 to 22-15A-10.

**BEGINNING TEACHER MENTORING PROGRAM (27154)** – To account for funds used to pay stipends to teachers as mentors and to hire new teachers. This fund was created by the authority of the State Legislature.

**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.

**NEXT GENERATION ASSESSMENTS (27185)** – To account for funding received by the District to ensure that the District has a sufficient number of qualified computing devices to allow all students to complete testing within the anticipated two-week testing windows.

**STATE DIRECTED ACTIVITIES (27200)** – The purpose of this fund is used to account for a program funded by a State grant to assist the REC 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, 936-380,94-142 ,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.

**NM HIGHWAY DEPARTMENT (28120)** – To account for funds awarded by the New Mexico Department of Transportation for parking lot and bus area improvements.



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2014**

**CAPITAL PROJECTS FUNDS**

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction for major capital facilities. The District has the following separate funds classified as Capital Projects Funds:

**PUBLIC SCHOOL CAPITAL OUTLAY 20%** – To account for monies to be set aside out of Impact Aid, Forest Reserve, and Local taxes for capital improvements in public schools. Authority for the creation of this fund is Section 22-8-5 NMSA 1978.

**STATE OF NEW MEXICO**  
**FLOYD MUNICIPAL SCHOOLS**  
**COMBINING BALANCE SHEET-NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**  
**June 30, 2014**

	FOOD SERVICES 21000	ATHLETICS 22000	PRESCHOOL IDEA-B 24109	IDEA-B RISK POOL 24120
<b>ASSETS</b>				
<i>Current assets</i>				
Cash	\$ 15,599	\$ 21,337	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	4,030	450
Interfund receivables	-	-	-	-
Inventory	443	-	-	-
<i>Total assets</i>	<u>\$ 16,042</u>	<u>\$ 21,337</u>	<u>\$ 4,030</u>	<u>\$ 450</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-
Interfund payables	-	-	4,030	450
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>4,030</u>	<u>450</u>
<i>Fund balances</i>				
Nonspendable	443	-	-	-
Restricted	15,599	21,337	-	-
<i>Total fund balance</i>	<u>16,042</u>	<u>21,337</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 16,042</u>	<u>\$ 21,337</u>	<u>\$ 4,030</u>	<u>\$ 450</u>

See Notes to Financial Statements.

<u>ENHANCED EDUCATION 24133</u>	<u>TEACHER/ PRINCIPAL TRAINING 24154</u>	<u>RURAL EDUCATION 25233</u>	<u>EDUCATION JOB FUND 25255</u>	<u>DUAL CREDIT TEXTBOOKS 27103</u>	<u>2012 GO BONDS LIBRARY 27107</u>
\$ 728	\$ -	\$ 697	\$ 45	\$ -	\$ -
-	7,052	-	-	1,038	2,195
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 728</u>	<u>\$ 7,052</u>	<u>\$ 697</u>	<u>\$ 45</u>	<u>\$ 1,038</u>	<u>\$ 2,195</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
728	-	-	-	-	-
-	7,052	-	-	1,038	2,195
<u>728</u>	<u>7,052</u>	<u>-</u>	<u>-</u>	<u>1,038</u>	<u>2,195</u>
-	-	-	-	-	-
-	-	697	45	-	-
-	-	697	45	-	-
<u>\$ 728</u>	<u>\$ 7,052</u>	<u>\$ 697</u>	<u>\$ 45</u>	<u>\$ 1,038</u>	<u>\$ 2,195</u>

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 COMBINING BALANCE SHEET-NONMAJOR GOVERNMENTAL FUNDS  
 SPECIAL REVENUE FUNDS  
 June 30, 2014**

	TECHNOLOGY FOR EDUCATION <u>27117</u>	BEGINNING TEACHER MENTORING <u>27154</u>	BREAKFAST FOR ELEMENTARY STUDENTS <u>27155</u>	NEXT GENERATION ASSESSMENTS <u>27185</u>
<b>ASSETS</b>				
<i>Current assets</i>				
Cash	\$ 14,868	\$ 3,659	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	314	2,554
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 14,868</u>	<u>\$ 3,659</u>	<u>\$ 314</u>	<u>\$ 2,554</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	3,659	-	-
Interfund payables	<u>14,558</u>	<u>-</u>	<u>314</u>	<u>2,554</u>
<i>Total liabilities</i>	<u>14,558</u>	<u>3,659</u>	<u>314</u>	<u>2,554</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	<u>310</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>310</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 14,868</u>	<u>\$ 3,659</u>	<u>\$ 314</u>	<u>\$ 2,554</u>

See Notes to Financial Statements.

<u>STATE DIRECTED ACTIVITIES 27200</u>	<u>NM HIGHWAY DEPARTMENT 28120</u>	<u>TOTAL NONMAJOR SPECIAL REVENUE FUNDS</u>	<u>CAPITAL OUTLAY 20% 32100</u>	<u>TOTAL NONMAJOR CAPITAL PROJECTS</u>	<u>TOTAL NONMAJOR GOVERNMENTAL FUNDS</u>
- \$	- \$	56,933 \$	208 \$	208 \$	57,141 \$
7,297	-	24,930	-	-	24,930
-	-	-	-	-	-
-	-	443	-	-	443
<u>7,297</u>	<u>\$ -</u>	<u>\$ 82,306</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 82,514</u>
- \$	- \$	- \$	- \$	- \$	- \$
-	-	4,387	-	-	4,387
7,297	-	39,488	-	-	39,488
<u>7,297</u>	<u>-</u>	<u>43,875</u>	<u>-</u>	<u>-</u>	<u>43,875</u>
-	-	443	-	-	443
-	-	37,988	208	208	38,196
-	-	38,431	208	208	38,639
<u>7,297</u>	<u>\$ -</u>	<u>\$ 82,306</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 82,514</u>

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES  
IN FUND BALANCE-CAPITAL PROJECT FUNDS  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended June 30, 2014**

	FOOD SERVICES 21000	ATHLETICS 22000	PRESCHOOL IDEA-B 24109	IDEA-B RISK POOL 24120
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	14,050	-	-
Fees-users	9,039	-	-	-
State grants	-	-	-	-
Federal grants	101,450	-	13,262	450
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>110,489</u>	<u>14,050</u>	<u>13,262</u>	<u>450</u>
<b>Expenditures</b>				
Current				
Instruction	-	11,199	13,262	450
Support services				-
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services-operations	120,402	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>120,402</u>	<u>11,199</u>	<u>13,262</u>	<u>450</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(9,913)</u>	<u>2,851</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	(9,913)	2,851	-	-
<b>Fund balances, beginning of year</b>	<u>25,955</u>	<u>18,486</u>	<u>-</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 16,042</u>	<u>\$ 21,337</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE-CAPITAL PROJECT FUNDS  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended June 30, 2014**

	TECHNOLOGY FOR EDUCATION <u>27117</u>	BEGINNING TEACHER MENTORING <u>27154</u>	BREAKFAST FOR ELEMENTARY STUDENTS <u>27155</u>	NEXT GENERATION ASSESSMENTS <u>27185</u>
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	3,977	2,554
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>3,977</u>	<u>2,554</u>
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	2,554
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services-operations	-	-	3,977	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>3,977</u>	<u>2,554</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balances, beginning of year</b>	<u>310</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 310</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.



STATE DIRECTED ACTIVITIES 27200	NM HIGHWAY DEPARTMENT 28120	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	CAPITAL OUTLAY 20% 32100	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	14,050	-	-	14,050
-	-	9,039	-	-	9,039
29,059	41,649	80,472	-	-	80,472
-	-	143,166	-	-	143,166
-	-	-	-	-	-
-	-	-	-	-	-
<u>29,059</u>	<u>41,649</u>	<u>246,727</u>	<u>-</u>	<u>-</u>	<u>246,727</u>
-	-	53,953	-	-	53,953
29,059	-	29,059	-	-	29,059
-	-	4,749	-	-	4,749
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	124,379	-	-	124,379
-	41,649	41,649	-	-	41,649
<u>29,059</u>	<u>41,649</u>	<u>253,789</u>	<u>-</u>	<u>-</u>	<u>253,789</u>
-	-	(7,062)	-	-	(7,062)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(7,062)	-	-	(7,062)
-	-	45,493	208	208	45,701
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,431</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 38,639</u>

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
FOOD SERVICES SPECIAL REVENUE FUND - 21000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	10,400	10,400	9,039	(1,361)
State grants	-	-	-	-
Federal grants	109,430	109,430	102,899	(6,531)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>119,830</u>	<u>119,830</u>	<u>111,938</u>	<u>(7,892)</u>
Cash balance budgeted	<u>27,158</u>	<u>27,158</u>		
<i>Total revenues and cash</i>	<u>146,988</u>	<u>146,988</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	146,988	146,988	120,402	26,586
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>146,988</u>	<u>146,988</u>	<u>120,402</u>	<u>26,586</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>(8,464)</u>	<u>18,694</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	(8,464)	(8,464)
<b>Fund balance June 30, 2013</b>	<u>-</u>	<u>-</u>	<u>25,955</u>	<u>25,955</u>
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,491</u>	<u>\$ 17,491</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (1,449)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (9,913)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
ATHLETICS SPECIAL REVENUE FUND - 22000  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	13,252	13,252	14,050	798
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,252</u>	<u>13,252</u>	<u>14,050</u>	<u>798</u>
Cash balance budgeted	<u>18,666</u>	<u>18,666</u>		
<i>Total revenues and cash</i>	<u><u>31,918</u></u>	<u><u>31,918</u></u>		
<b>Expenditures</b>				
Current				
Instruction	31,918	31,918	11,199	20,719
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>31,918</u>	<u>31,918</u>	<u>11,199</u>	<u>20,719</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>2,851</u>	<u>21,517</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	2,851	2,851
<b>Fund balance June 30, 2013</b>	<u>-</u>	<u>-</u>	<u>18,486</u>	<u>18,486</u>
<b>Fund balance June 30, 2014</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 21,337</u></u>	<u><u>\$ 21,337</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ 2,851</u></u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
PRESCHOOL IDEA-B SPECIAL REVENUE FUND - 24109  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	13,277	14,455	1,178
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	13,277	14,455	1,178
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	13,277	-	-
<b>Expenditures</b>				
Current				
Instruction	-	13,277	13,262	15
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	13,277	13,262	15
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	1,193	1,193
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	1,193	1,193
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ 1,193	\$ 1,193
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (1,193)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 IDEA B RISK POOL SPECIAL REVENUE FUND - 24120  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	450	273	(177)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	450	273	(177)
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	450		
<b>Expenditures</b>				
Current				
Instruction	-	450	273	177
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	450	273	177
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 177	
Adjustments to expenditures			(177)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 ENHANCED EDUCATION SPECIAL REVENUE FUND - 24133  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	-		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
TEACHER/PRINCIPAL TRAINING SPECIAL REVENUE FUND - 24154  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	7,881	13,722	4,212	(9,510)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,881</u>	<u>13,722</u>	<u>4,212</u>	<u>(9,510)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>7,881</u>	<u>13,722</u>		
<b>Expenditures</b>				
Current				
Instruction	7,881	13,381	4,212	9,169
Support services				
Students	-	-	-	-
Instruction	-	341	-	341
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,881</u>	<u>13,722</u>	<u>4,212</u>	<u>9,510</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 3,640	
Adjustments to expenditures			(3,640)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ <u>-</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
RURAL EDUCATION SPECIAL REVENUE FUND - 25233  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	20,152	20,152	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	20,152	20,152	-
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	20,152		
<b>Expenditures</b>				
Current				
Instruction	-	20,152	20,152	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	20,152	20,152	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	697	697
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ 697	\$ 697
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.



STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 EDUCATION JOB FUND SPECIAL REVENUE FUND - 25255  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	-	-	-
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	45	45
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ 45	\$ 45
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
DUAL CREDIT TEXTBOOKS SPECIAL REVENUE FUND - 27103  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	1,038	-	(1,038)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	1,038	-	(1,038)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	1,038	-	(1,038)
<b>Expenditures</b>				
Current				
Instruction	-	1,038	-	1,038
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,038	-	1,038
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 1,038	
Adjustments to expenditures			(1,038)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
2012 GO BONDS LIBRARY SPECIAL REVENUE FUND - 27107  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	9,266	9,266	-	(9,266)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>9,266</u>	<u>9,266</u>	<u>-</u>	<u>(9,266)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>9,266</u>	<u>9,266</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	9,266	9,266	-	9,266
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>9,266</u>	<u>9,266</u>	<u>-</u>	<u>9,266</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 2,195	
Adjustments to expenditures			(2,195)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND - 27117  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	-		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	310	310
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ 310	\$ 310
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND - 27154  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	-	-	-
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND - 27155  
 STATEMENT OF REVENUES AND EXPENDITURES -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	4,396	3,663	(733)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	4,396	3,663	(733)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	4,396	-	-
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	4,396	3,663	733
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	4,396	3,663	733
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 314	
Adjustments to expenditures			(314)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
NEXT GENERATION ASSESSMENTS SPECIAL REVENUE FUND - 27185  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	2,554	-	(2,554)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	2,554	-	(2,554)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	2,554	-	(2,554)
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	2,554	-	2,554
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	2,554	-	2,554
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 2,554	
Adjustments to expenditures			(2,554)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
STATE DIRECTED ACTIVITIES SPECIAL REVENUE FUND - 27200  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	21,762	21,762	21,762	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>21,762</u>	<u>21,762</u>	<u>21,762</u>	<u>-</u>
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	<u>21,762</u>	<u>21,762</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	21,762	21,762	21,762	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>21,762</u>	<u>21,762</u>	<u>21,762</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 7,297	
Adjustments to expenditures			(7,297)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.



STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
NEW MEXICO HIGHWAY DEPARTMENT SPECIAL REVENUE FUND - 28120  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	41,649	41,649	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>41,649</u>	<u>41,649</u>	<u>-</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>-</u>	<u>41,649</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	41,649	41,649	-
<i>Total expenditures</i>	<u>-</u>	<u>41,649</u>	<u>41,649</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
SENATE BILL 9 CAPITAL PROJECTS FUND - 31700  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ 32,346	\$ 32,346	\$ 33,720	\$ 1,374
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	69,282	69,282	210,634	141,352
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	110,292	110,292	7,450	(102,842)
<i>Total revenues</i>	<u>211,920</u>	<u>211,920</u>	<u>251,804</u>	<u>39,884</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>211,920</u>	<u>211,920</u>		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	305	322	322	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	211,615	211,598	121,932	89,666
<i>Total expenditures</i>	<u>211,920</u>	<u>211,920</u>	<u>122,254</u>	<u>89,666</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	129,550	129,550
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	129,550	129,550
<b>Fund balance June 30, 2013</b>	-	-	-	-
<b>Fund balance June 30, 2014</b>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>129,550</u>	\$ <u>129,550</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (210,634)	
Adjustments to expenditures			75,619	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ <u>(5,465)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
PUBLIC SCHOOL CAPITAL OUTLAY-20% CAPITAL PROJECTS FUND - 32100  
STATEMENT OF REVENUES AND EXPENDITURES -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2014

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
<b>Revenues</b>				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	-		
<b>Expenditures</b>				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-
<b>Other financing sources</b>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<b>Net change in fund balances</b>	-	-	-	-
<b>Fund balance June 30, 2013</b>	-	-	208	208
<b>Fund balance June 30, 2014</b>	\$ -	\$ -	\$ 208	\$ 208
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES-- AGENCY FUNDS  
For the Year Ended June 30, 2014**

	BALANCE 6/30/2013	ADDITIONS	DEDUCTIONS	BALANCE 6/30/2014
Non-instructional Support	\$ -	\$ -	\$ -	\$ -
Special Ed	475	-	-	475
Goff Memorial	2,040	-	-	2,040
Davis Memorial	50	-	-	50
Jimmie Gordon Memorial	729	-	-	729
Recycle	149	-	-	149
EPAC	-	380	380	-
Student Council	475	109	293	291
Yearbook	6,127	9,313	8,053	7,387
FCCLA	1,992	4,769	3,844	2,917
FFA	-	13,583	12,394	1,189
FCA	1,013	1,240	891	1,362
Cheerleaders	1,103	3,349	3,521	931
Book Fair	5,169	50	-	5,219
Poster	311	-	-	311
National Honor Society	-	170	170	-
Golden Apple - Honors English	704	848	1,552	-
A/R Prize Fund	193	-	13	180
Elementary Cheerleaders	278	175	100	353
BPA	978	-	731	247
HS Basketball-Girls	3,505	1,093	1,002	3,596
Football	114	-	-	114
Activity Account Super	1,130	1,822	2,254	698
Golf Tournament	-	12	12	-
Volleyball	1,075	3,220	2,243	2,052
HS Basketball-Boys	777	847	1,344	280
Elementary Basketball	-	567	556	11
Track	-	-	70	(70)
Junior High Basketball	-	421	-	421
Baseball	91	213	-	304
Music Booster Club	(121)	121	-	-
Booster Club	13,163	8,015	14,583	6,595
Pre Calculus	188	-	1,014	(826)
Sunshine	48	186	142	92
Elementary Fund	516	1,651	74	2,093
Relay for Life	47	-	-	47
Floyd Beautification	1,931	-	82	1,849
Class of 2013	504	-	504	-
Class of 2014	17,605	9,222	26,042	785
Class of 2015	4,473	22,499	5,341	21,631
Class of 2016	2,423	2,571	-	4,994
Class of 2017	2,399	972	176	3,195
Class of 2018	1,111	1,278	-	2,389
Class of 2019	1,231	794	325	1,700
Class of 2020	521	423	-	944
Class of 2021	540	984	315	1,209
Class of 2022	758	480	1,001	237
Class of 2023	836	414	886	364
Class of 2024	256	475	359	372
Class of 2025	261	422	276	407
Class of 2026	289	479	174	594
Class of 2027	-	1,052	802	250
<i>Total</i>	\$ <u>77,457</u>	\$ <u>94,219</u>	\$ <u>91,519</u>	\$ <u>80,157</u>

**STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 SCHEDULE OF PLEDGED COLLATERAL  
 Year Ended June 30, 2014**

	Portales National Bank
<b>FUNDS ON DEPOSIT</b>	
Interest bearing savings	\$ 216,257
Non-interest bearing deposits	<u>193,385</u>
<i>Total on deposit</i>	409,642
Less: FDIC insurance	<u>(250,000)</u>
<i>Total uninsured public funds</i>	<u>\$ 159,642</u>
<b>PLEDGED COLLATERAL REQUIRED</b>	
50% on deposits	\$ <u>79,821</u>
<i>Pledged collateral required</i>	79,821
Pledged collateral at June 30, 2014	<u>453,214</u>
<i>Total over (under) collateralized:</i>	<u>\$ 373,393</u>
<b>SECURITY TYPE, MATURITY DATE, IDENTIFIER</b>	
Dona Ana CO NM BQ, 09/01/2016, CUSIP# 257579CN0	\$ 252,627
Lea CO NM Public SD #8 Eunice, 03/15/2016 CUSIP# 521513CM1	100,505
San Juan County NM IDS BQ NONC, 08/01/2014 CUSIP# 161026173	100,082
	<u>\$ 453,214</u>

Securities Held by the Independent Banker's Bank

STATE OF NEW MEXICO  
 FLOYD MUNICIPAL SCHOOLS  
 BANK SUMMARY  
 Year Ended June 30, 2014

Bank	ACCT TYPE	FUND	BANK BALANCE	OUTSTANDING CHECKS	OUTSTANDING DEPOSITS	OTHER ADJUSTMENTS	NET CASH BALANCE
PORTALES NATIONAL BANK	Checking	Operational*	\$ 216,257	\$ 7,857	\$ -	\$ (4,863)	\$ 203,537
	Checking	Activity	76,593	1,299	-	4,863	80,157
	Checking	Payroll Clearing	116,792	113,336	-	-	3,456
Total PORTALES NATIONAL BANK			\$ 409,642	\$ 122,492	\$ -	\$ -	\$ 287,150

\*Interest Bearing

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
CASH RECONCILIATION  
JUNE 30, 2014**

	<u>OPERATIONAL 11000</u>	<u>TEACHERAGE 12000</u>	<u>TRANSPORTATION 13000</u>
Cash, June 30, 2013	\$ 224,031	\$ 31,471	\$ 520
Add:			
2013-14 revenues	<u>2,416,814</u>	<u>9,900</u>	<u>143,836</u>
Total cash available	2,640,845	41,371	144,356
Less:			
2013-14 expenditures	(2,505,454)	(4,577)	(144,356)
Transfers to/from other funds	-	-	-
Modified accrual adjustments	<u>(33,360)</u>	<u>-</u>	<u>548</u>
Cash, June 30, 2014	\$ 102,031	\$ 36,794	\$ 548
Loans to/from other funds	<u>(102,031)</u>	<u>(20,683)</u>	<u>-</u>
Cash per books	<u>\$ -</u>	<u>\$ 16,111</u>	<u>\$ 548</u>

*See Notes to Financial Statements.*

<b>INSTRUCTIONAL MATERIALS 14000</b>	<b>FOOD SERVICES 21000</b>	<b>ATHLETICS 22000</b>	<b>NON- INSTRUCTIONAL 23000</b>	<b>IMPACT AID FEDERAL FLOW-THROUGH 24000</b>
\$ 186	\$ 25,955	\$ 18,486	\$ 76,641	\$ (54,399)
<u>12,513</u>	<u>110,489</u>	<u>14,050</u>	<u>94,219</u>	<u>162,575</u>
12,699	136,444	32,536	170,860	108,176
(12,213)	(120,402)	(11,199)	(91,519)	(162,575)
-	-	-	-	-
<u>3,157</u>	<u>(443)</u>	<u>-</u>	<u>816</u>	<u>(17,336)</u>
\$ 3,643	\$ 15,599	\$ 21,337	\$ 80,157	\$ (71,735)
-	-	-	-	72,463
<u>\$ 3,643</u>	<u>\$ 15,599</u>	<u>\$ 21,337</u>	<u>\$ 80,157</u>	<u>\$ 728</u>



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS  
CASH RECONCILIATION  
JUNE 30, 2014**

	<u>IMPACT AID FEDERAL DIRECT 25000</u>	<u>TITLE XIX STATE FLOW-THROUGH 27000</u>	<u>STATE DIRECT 28000</u>
Cash, June 30, 2013	\$ 742	\$ (10,678)	\$ -
Add:			
2013-14 revenues	<u>20,152</u>	<u>91,387</u>	<u>41,649</u>
Total cash available	20,894	80,709	41,649
Less:			
2013-14 expenditures	(20,152)	(91,387)	(41,649)
Transfers to/from other funds	-	-	-
Modified accrual adjustments	<u>-</u>	<u>(21,046)</u>	<u>-</u>
Cash, June 30, 2014	\$ 742	\$ (31,724)	\$ -
Loans to/from other funds	<u>-</u>	<u>50,251</u>	<u>-</u>
Cash per books	<u>\$ 742</u>	<u>\$ 18,527</u>	<u>\$ -</u>

*See Notes to Financial Statements.*

<b>SPECIAL CAPITAL OUTLAY STATE 31400</b>	<b>CAPITAL IMPROVEMENT SB9 31700</b>	<b>CAPITAL OUTLAY 20% 32100</b>	<b>TOTAL</b>
\$ (5,000)	\$ (77,857)	\$ 208	\$ 230,306
-	41,170	-	3,158,754
(5,000)	(36,687)	208	3,389,060
-	(46,635)	-	(3,252,118)
-	-	-	-
5,000	212,872	-	150,208
\$ -	\$ 129,550	\$ 208	\$ 287,150
-	-	-	-
\$ -	\$ 129,550	\$ 208	\$ 287,150

**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**

To the Board of Education  
Floyd Municipal Schools  
and Mr. Hector H. Balderas  
New Mexico State Auditor

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue funds of Floyd Municipal Schools (the "District"), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and budgetary comparisons of the District, presented as supplemental information, and have issued our report thereon dated November 10, 2014.

**Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies. 2008-009, and 2014-001.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as item 2014-002.

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

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

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Axiom CPAs and Business Advisors, LLC

Albuquerque, New Mexico

November 10, 2014

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
SCHEDULE OF FINDINGS AND RESPONSES  
JUNE 30, 2014**

**A. FINANCIAL STATEMENT FINDINGS**

**2008-009 (2008-09): PREPARATION OF FINANCIAL STATEMENTS (Significant Deficiency) - Repeated**

**CONDITION:** The financial statements and related disclosures are not being prepared by the District, but by the auditor. There were significant audit adjustments made by the auditor in order to properly state the financial statements.

**CRITERIA:** According to the American Institute of Certified Public Accountants' Statement on auditing Standards No. 112, a system of internal control over financial reporting does not stop at the general ledger. Well-designed systems include controls over financial statement preparation.

**EFFECT:** Without the controls over the preparation of financial statements and related disclosures, the District's ability to detect and prevent misstatements in the financial statements is limited.

**CAUSE:** The District's personnel do not have the training to understand the elements of external financial reporting including the preparation of financial statements and related footnotes. Without this understanding, the District does not have the personnel with the capability to review and approve the financial statements and related disclosures prepared by the auditor.

**RECOMMENDATION:** District personnel should receive the training necessary to gain an understanding of the elements of external reporting. Not only should District personnel receive training in financial statement preparation and footnote disclosure, but in addition gain an understanding of the pronouncement produced by GASB, GAS, and FASB and the requirements of the Office of the State Auditor and PED.

**RESPONSE:** Management concurs with the recommendation.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
SCHEDULE OF FINDINGS AND RESPONSES  
JUNE 30, 2014**

**A. FINANCIAL STATEMENT FINDINGS (CONTINUED)**

**2014-001: JOURNAL ENTRY PROCESS (Significant Deficiency)**

CONDITION: Through testing procedures performed over internal controls, we noted that the District does not have a process in place for review and approval of journal entries. Journal entries can be posted by the Business Manager without any review or approval by another party.

CRITERIA: 6-5-2C NMSA 1978 states that an entity shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

EFFECT: Lack of a review and approval process over journal entries may result in accounting errors, which could further result in unreliable financial information generated from the accounting system.

CAUSE: The District lacks controls over the journal entry review and approval process.

RECOMMENDATION: The District should appoint an individual separate from the Business Manager to review all journal entries along with documentation that supports the entry and why it is necessary. The individual should sign the entries, indicating that they have been reviewed and are approved.

RESPONSE: The District will consider which individual to appoint as the reviewer/approver of journal entries made by the Business Manager.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
SCHEDULE OF FINDINGS AND RESPONSES  
JUNE 30, 2014**

**B. COMMENTS INCLUDED IN ACCORDANCE WITH NEW MEXICO STATE AUDIT RULE**

**2014-002 NEW MEXICO EDUCATIONAL RETIREMENT BOARD CONTRIBUTIONS TESTING  
(Other Matter)**

**CONDITION:** Through testing procedures performed, we identified an employee who had ERB contributions incorrectly withheld from his paycheck for three months, amounting to total incorrect withholdings of \$727.53. The employee was not reimbursed for these erroneous withholdings. These withholdings were never remitted to ERB; therefore, ERB remittances were correct.

**CRITERIA:** According to 2.82.2.11(B), employees excluded from ERB membership include any person whose full time equivalency ("FTE") is .25 or less, and who is not a covered employee of another local administrative unit. The employee from whom contributions were withheld falls under this definition of an excluded employee.

**EFFECT:** The District incorrectly withheld ERB contributions from an employee's paycheck, resulting in an underpayment to the employee.

**CAUSE:** The employee was incorrectly coded in the accounting system as an ERB contributor. The District was able to detect and correct the coding in the accounting system through internal controls in place; however, the District failed to reimburse the employee for the withholdings that occurred in error.

**RECOMMENDATION:** The District should reimburse the employee for the withholdings that were incorrectly withheld from the employee's paychecks.

**RESPONSE:** Management concurs and will reimburse the employee.

**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
SCHEDULE OF FINDINGS AND RESPONSES  
JUNE 30, 2014**

**STATUS OF PRIOR YEAR FINDINGS**

2006-003 – Expenditures Exceed Budget – Resolved

2008-009 – Preparation of Financial Statements – Repeated

2012-001 – Segregation of Duties – Resolved



**STATE OF NEW MEXICO  
FLOYD MUNICIPAL SCHOOLS,  
EXIT CONFERENCE  
JUNE 30, 2014**

An exit conference was conducted on November 13, 2014 with the following individuals:

Floyd Municipal Schools:

Paul Benoit, Superintendent  
Damon Terry, Principal  
Margie Plummer, Business Manager  
Leon Nall, Board of Education President  
Clovis Gray, Board of Education Member

Axiom Certified Public Accountants and Business Advisors, LLC:

Chris Garner, CPA, Partner

Axiom Certified Public Accountants and Business Advisors, LLC prepared the GAAP-basis financial statements and footnotes of Floyd Municipal Schools from the original books and records provided to them by the management of the District. The responsibility for the financial statements remains with the District.