

STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS

Annual Financial Statements
and Other Financial Information

June 30, 2015



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

INTRODUCTORY SECTION

Table of Contents	1
Official Roster	4

FINANCIAL SECTION

Independent Auditor’s Report	5
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position	8
Statement of Activities	10
Fund Financial Statements:	
Balance Sheet – Governmental Funds	11
Reconciliation of the Balance Sheet to the Statement of Net Position	13
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
Combined Statement of Revenues and Expenditures - Budget (Non-GAAP) and Actual-General Fund	17
Statement of Fiduciary Assets and Liabilities – Agency Funds	18
Notes to the Financial Statements	19

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the District’s Proportionate Share of the Net Pension Liability	44
Schedule of District Contributions	45
Notes to Required Supplementary Information	46

SUPPLEMENTARY INFORMATION

Combining Balance Sheet – General Fund	47
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund	49

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

SUPPLEMENTARY INFORMATION (CONTINUED)

Schedule of Revenues and Expenditures – Budget (Non-GAAP) and Actual – General Fund	
Operational	51
Teachergage Fund	52
Transportation Fund	53
Instructional Materials Fund	54
Nonmajor Governmental Fund Descriptions	55
Combining Balance Sheet – Nonmajor Governmental Funds	58
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Nonmajor Governmental Funds	63
Schedule of Revenues and Expenditures Budget (Non-GAAP) and Actual – Special Revenue Funds:	
Food Services	68
Athletics	69
Title I	70
IDEA-B Entitlement	71
Preschool IDEA-B	72
IDEA-B Risk Pool	73
Enhanced Education	74
Teacher Principal Training	75
Rural Education	76
Education Job Fund	77
Dual Credit Textbooks	78
2012 GO Bonds Library	79
Reads to Lead	80
Technology for Education	81
Beginning Teacher Mentoring Program	82
Breakfast for Elementary Students	83
2013 Pre-K Classrooms	84
School Buses	85
Next Generation Assessments	86
State Directed Activities	87
Schedule of Revenues and Expenditures Budget (Non-GAAP) and Actual – Capital Projects Funds:	
Special Capital Outlay-State Capital Projects Fund	88
Senate Bill 9 Capital Projects Fund	89
Public School Capital Outlay – 20%	90
Schedule of Changes in Assets and Liabilities – Agency Funds	91

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

SUPPORTING SCHEDULES

Schedule of Pledged Collateral	92
Schedule of Deposits	93
Cash Reconciliation	94
Schedule of Vendor Information	95

COMPLIANCE SECTION

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	99
Schedule of Findings and Responses	101
Exit Conference	106

**FLOYD MUNICIPAL SCHOOLS
OFFICIAL ROSTER**

BOARD OF EDUCATION

Leon Nall	President
Jeff Essary	Vice President
Vicki Banister	Secretary
Clovis Gray	Member
Steven Cain	Member

SCHOOL OFFICIALS

Paul Benoit	Superintendent
Margie Plummer	Business Manager

INDEPENDENT AUDITOR'S REPORT

To Timothy Keller
New Mexico State Auditor

The Board of Education
Floyd Municipal Schools

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, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project funds 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, 2015, 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, 2015, 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, 2015, and the respective changes in financial position and the respective budgetary comparisons for the major capital project funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As discussed in Note 17 to the financial statements, in 2015 the District adopted new accounting guidance, *GASB Statement No. 68, Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Schedule of the District's Proportionate Share of the Net Pension Liability, and Schedule of District Contributions on pages 44-45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2015 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.

The logo for Axiom, featuring the word "Axiom" in a blue, cursive script font.

Albuquerque, New Mexico
November 11, 2015

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Primary government					
Governmental activities					
Instruction	\$ 1,933,415	\$ 1,200	\$ 243,537	\$ -	\$ (1,688,678)
Support services					
Students	231,783	12,585	-	-	(219,198)
Instruction	138,513	-	-	-	(138,513)
General administration	177,644	-	-	-	(177,644)
School administration	50,517	-	-	-	(50,517)
Central services	44,267	-	-	-	(44,267)
Operation & maintenance of plant	368,413	-	-	-	(368,413)
Student transportation	137,945	-	216,273	-	78,328
Other	-	-	-	-	-
Food services-operations	161,888	9,209	105,273	-	(47,406)
Capital outlay	(39,387)	-	-	312,612	351,999
Loss on disposition of assets	48,747				(48,747)
<i>Total governmental activities</i>	<u>\$ 3,253,745</u>	<u>\$ 22,994</u>	<u>\$ 565,083</u>	<u>\$ 312,612</u>	<u>(2,353,056)</u>
General Revenues					
Property taxes					
Levied for general purpose					
				\$	9,005
Levied for capital projects					
					32,440
Rent					
					11,924
State Equalization Guarantee Revenue					
					2,453,730
Miscellaneous					
					104,306
<i>Total general revenues</i>					
					<u>2,611,405</u>
Change in net position					
					258,349
Net position - beginning					
					2,074,990
Restatement (Note 19)					
					<u>(3,581,486)</u>
Net position - beginning, restated					
					<u>(1,506,496)</u>
Net position - ending					
				\$	<u>(1,248,147)</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
BALANCE SHEETS - GOVERNMENTAL FUNDS
June 30, 2015**

	GENERAL 11000-14000	CAPITAL OUTLAY STATE 31400
	<u> </u>	<u> </u>
ASSETS		
<i>Current assets</i>		
Cash	\$ 44,286	\$ -
Accounts receivable		
Due from other governments	24,084	75,000
Property taxes	191	-
Interfund receivables	108,629	-
Inventory	-	-
	<u> </u>	<u> </u>
<i>Total assets</i>	<u>\$ 177,190</u>	<u>\$ 75,000</u>
 LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES		
<i>Current liabilities</i>		
Accounts payable	\$ 18,455	\$ -
Unearned revenue	-	-
Interfund payables	-	75,000
	<u> </u>	<u> </u>
<i>Total liabilities</i>	<u>18,455</u>	<u>75,000</u>
 <i>Deferred Inflows</i>		
Unavailable revenue	179	-
	<u> </u>	<u> </u>
<i>Total deferred inflows</i>	<u>179</u>	<u>-</u>
 <i>Fund balances (deficit)</i>		
Nonspendable	-	-
Restricted	12,639	-
Unassigned	145,917	-
	<u> </u>	<u> </u>
<i>Total fund balance (deficit)</i>	<u>158,556</u>	<u>-</u>
 <i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	<u>\$ 177,190</u>	<u>\$ 75,000</u>

See Notes to Financial Statements.

SENATE BILL 9 31700	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ 21,693	\$ 65,979
126,227	70,622	295,933
766	-	957
36,337	-	144,966
-	2,949	2,949
<u>\$ 163,330</u>	<u>\$ 95,264</u>	<u>\$ 510,784</u>
\$ -	\$ 1,438	\$ 19,893
-	-	-
-	69,966	144,966
<u>-</u>	<u>71,404</u>	<u>164,859</u>
<u>717</u>	<u>-</u>	<u>896</u>
<u>717</u>	<u>-</u>	<u>896</u>
-	2,949	2,949
162,613	22,349	197,601
-	(1,438)	144,479
<u>162,613</u>	<u>23,860</u>	<u>345,029</u>
<u>\$ 163,330</u>	<u>\$ 95,264</u>	<u>\$ 510,784</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, 2015**

	<u>GOVERNMENTAL FUNDS</u>
Amounts reported for governmental activities in the statement of net position are different because:	
Fund balances - total governmental funds	\$ 345,029
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	2,016,439
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.	249,731
Some revenues will not be available to pay for current period expenditures and, therefore, are recorded as deferred inflows in the governmental funds	896
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds	
Compensated absences	(23,517)
Net pension liability	(3,469,645)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds	<u>(367,080)</u>
Net position of governmental activities	\$ <u><u>(1,248,147)</u></u>

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, 2015**

	GENERAL 11000-14000	CAPITAL OUTLAY STATE 31400
Revenues		
Residential/non-residential taxes	\$ 8,109	\$ -
Rent and leases	11,924	-
Fees-activities	-	-
Fees-users	1,200	-
State grants	2,601,170	175,000
Federal grants	-	-
Interest income	35	-
Miscellaneous	104,271	-
<i>Total revenues</i>	<u>2,726,709</u>	<u>175,000</u>
Expenditures		
Current		
Instruction	1,655,295	-
Support services		
Students	144,263	-
Instruction	130,815	-
General administration	167,799	-
School administration	47,706	-
Central services	44,267	-
Operations & maintenance of plant	368,084	-
Student transportation	137,722	-
Other support services	-	-
Food services-operations	34,816	-
Capital outlay	-	175,000
<i>Total expenditures</i>	<u>2,730,767</u>	<u>175,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,058)</u>	<u>-</u>
Other financing sources (uses)		
Operating transfers	4,697	-
<i>Total other financing sources (uses)</i>	<u>4,697</u>	<u>-</u>
Net change in fund balances	639	-
Fund balances, beginning of year	<u>157,917</u>	<u>-</u>
Fund balances, end of year	<u>\$ 158,556</u>	<u>\$ -</u>

See Notes to Financial Statements.

SENATE BILL 9 31700	OTHER GOVERNMENTAL FUNDS	TOTAL
\$ 32,440	\$ -	\$ 40,549
-	-	11,924
-	12,585	12,585
-	9,209	10,409
126,227	190,830	3,093,227
-	238,198	238,198
-	-	35
-	-	104,271
<u>158,667</u>	<u>450,822</u>	<u>3,511,198</u>
-	163,372	1,818,667
-	75,241	219,504
-	-	130,815
70	-	167,869
-	-	47,706
-	-	44,267
-	-	368,084
-	83,987	221,709
-	-	-
-	126,919	161,735
<u>119,367</u>	<u>11,385</u>	<u>305,752</u>
<u>119,437</u>	<u>460,904</u>	<u>3,486,108</u>
<u>39,230</u>	<u>(10,082)</u>	<u>25,090</u>
-	(4,697)	-
-	(4,697)	-
39,230	(14,779)	25,090
<u>123,383</u>	<u>38,639</u>	<u>319,939</u>
<u>\$ 162,613</u>	<u>\$ 23,860</u>	<u>\$ 345,029</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, 2015**

	<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	\$ 25,090
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.	289,585
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	896
Change in accrued compensated absences	(2,967)
Change in net pension liability	(5,508)
Loss on disposition of fixed assets	(48,747)
Change in net position	\$ <u>258,349</u>

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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ 8,192	\$ 8,192	\$ 8,109	\$ (83)
Rent and leases	14,465	14,465	11,924	(2,541)
Fees-activities	-	-	-	-
Fees-users	1,200	1,200	1,200	-
State grants	2,607,386	2,626,382	2,607,044	(19,338)
Federal grants	-	-	-	-
Interest income	60	60	35	(25)
Miscellaneous	41,800	41,800	104,271	62,471
<i>Total revenues</i>	<u>2,673,103</u>	<u>2,692,099</u>	<u>2,732,583</u>	<u>40,484</u>
Cash balance budgeted	<u>181,338</u>	<u>181,338</u>	-	(181,338)
<i>Total revenues and cash</i>	<u><u>2,854,441</u></u>	<u><u>2,873,437</u></u>	<u><u>2,732,583</u></u>	<u><u>(140,854)</u></u>
Expenditures				
Current				
Instruction	1,708,080	1,720,229	1,655,915	64,314
Support services				
Students	155,216	155,216	144,263	10,953
Instruction	130,815	130,815	130,815	-
General administration	166,962	166,962	167,799	(837)
School administration	47,706	47,706	47,706	-
Central services	45,848	45,848	44,267	1,581
Operations & maintenance of plant	426,342	426,342	368,084	58,258
Student transportation	126,869	133,716	133,716	-
Other support services	1,101	1,101	-	1,101
Food service - operations	45,502	45,502	34,816	10,686
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,854,441</u>	<u>2,873,437</u>	<u>2,727,381</u>	<u>146,056</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>5,202</u>	<u>5,202</u>
Other financing sources				
Operating transfers	-	-	4,697	(4,697)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>4,697</u>	<u>(4,697)</u>
Net change in fund balances	-	-	9,899	9,899
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>143,016</u>	<u>143,016</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 152,915</u></u>	<u><u>\$ 152,915</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (5,874)	
Adjustments to expenditures			<u>(3,386)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 639</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2015**

	<u>AGENCY FUNDS</u>
ASSETS	
<i>Current assets</i>	
Cash	\$ <u>75,027</u>
<i>Total assets</i>	\$ <u><u>75,027</u></u>
 LIABILITIES	
<i>Current liabilities</i>	
Deposits held in trust for others	\$ <u>75,027</u>
<i>Total liabilities</i>	\$ <u><u>75,027</u></u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

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, 2015**

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, 2015**

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):

CAPITAL OUTLAY-STATE – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading school facilities. Reported as a capital projects fund.

SENATE BILL-9 – To account for a 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.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 on 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 date 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.

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 District's property taxes are levied each year on the assessed valuation of property located in the 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.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 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 District pays all salaries and wages due to teachers on or before June 30th of each year.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 \$197,601 of restricted net position of which \$197,601 is restricted by enabling legislation.

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

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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 \$2,453,730 in state equalization guarantee distributions during the year ended June 30, 2015.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 \$40,549 in tax revenues during the year ended June 30, 2015. 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 1st of each year to be paid in whole or in two installments by November 10th and April 10th 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 \$132,286 in transportation distributions during the year ended June 30, 2015.

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, 2015 totaled \$15,154.

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 is 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.

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015**

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 \$240,838 difference is as follows:

Capital Outlay	\$ 429,126
Depreciation Expense	<u>(139,541)</u>
Net adjustments to increase net changes in fund balances – total government funds to arrive at changes in net position of governmental activities	<u>\$ 289,585</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, 2015**

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 local Board of Education 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, 2015 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, 2015, the carrying amount of the District's deposits was \$141,006 and the bank balance was \$283,007. Of this balance \$250,000 was covered by federal depository insurance and \$33,007 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, 2015**

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, 2015, none of the District's deposits totaling \$283,007 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		
Food Services	\$	22,038
Title I		13,049
IDEA-B Entitlement		11,587
Preschool IDEA-B		4,336
IDEA-B Risk Pool		44
Reads to Lead		84
2013 Pre-K Classrooms		11,385
State Directed Activities		7,443
Capital Outlay-State		38,544
Total due to Operational fund	\$	<u>108,510</u>
Due to Teacherage fund		
Capital Outlay-State	\$	119
Total due to Teacherage fund	\$	<u>119</u>
Due to Senate Bill 9 fund		
Capital Outlay-State	\$	36,337
Total due to Senate Bill 9 fund	\$	<u>36,337</u>

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015**

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

The balance of \$144,966 resulted from loans made to establish working capital for the individual funds. All loans are considered to be repaid within one year.

Net operating transfers made to close out funds, to supplement other funding sources, and to repay previous transfers were as follows:

<u>Governmental Funds</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Operational Fund (11000)	\$ 4,697	-
Enhanced Education (24133)	-	728
Technology for Education (27117)	-	310
Beginning Teacher Mentoring (27154)	-	3,659
Total	\$ 4,697	\$ 4,697

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:

Delinquent Property Taxes	<u>896</u>
Total deferred/unearned revenue for governmental funds	\$ <u>896</u>

NOTE 7. RECEIVABLES

Due from other governments:	
General	\$ 24,084
Food Services	22,694
Title I	13,049
IDEA-B Entitlement	11,587
Preschool IDEA-B	4,336
IDEA-B Risk Pool	44
Reads to Lead	84
2013 Pre-K Classrooms	11,385
State Directed Activities	7,443
Capital Outlay-State	75,000
Senate Bill 9	<u>126,227</u>
Total due from other governments	\$ <u>295,933</u>

Due from local taxes:	
General	\$ 191
Senate Bill 9	<u>766</u>
Total property tax receivable	\$ <u>957</u>

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 8. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015, was as follows:

	Balance 6/30/2014	Increases	Decreases	Balance 6/30/2015
Capital assets, not depreciated				
Land	\$ 5,000	\$ -	\$ -	\$ 5,000
Construction in progress	-	10,164	-	10,164
Total not depreciated	5,000	10,164	-	15,164
Capital assets, depreciated				
Buildings & Improvements	3,505,176	254,546	-	3,759,722
Equipment	67,031	80,429	-	147,460
Land Improvements	494,803	-	-	494,803
Vehicles	531,898	83,987	76,694	539,191
Total depreciated	4,598,908	418,962	76,694	4,941,176
Accumulated depreciation for				
Buildings & Improvements	2,145,615	88,254	-	2,233,869
Equipment	39,019	7,427	-	46,446
Land Improvements	301,948	14,726	-	316,674
Vehicles	341,725	29,134	27,947	342,912
Total accumulated depreciation	2,828,307	139,541	27,947	2,939,901
Total capital assets, depreciated net	\$ 1,775,601	\$ 289,585	\$ 48,747	\$ 2,016,439

Depreciation expense for the year ended June 30, 2015 was charged to governmental activities as follows:

Instruction	\$ 108,112
Support Services – Students	11,870
Support Services – Instruction	7,386
Support Services – General Administration	9,479
Support Services – School Administration	2,694
Total depreciation expense	\$ 139,541

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015**

NOTE 9. COMPENSATED ABSENCES

During the year ended June 30, 2015, the following changes occurred in accrued compensated absences:

Balance June 30, 2014	Leave Used	Leave Accrued	Balance June 30, 2015	Amount Due in One Year
\$ 20,550	6,598	9,565	23,517	7,013

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 District expects such amounts, if any, to be immaterial.

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

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

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

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

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

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

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

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

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

Contributions. The contribution requirements of defined benefit plan members and the Floyd Municipal Schools are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% of employees' gross annual salary to the Plan. Employees earning \$20,000 or less contributed 7.90% and employees earning more than \$20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Floyd Municipal Schools were \$238,558 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, Floyd Municipal Schools reported a liability of \$3,469,645 for its proportionate share of the net pension liability. Floyd Municipal Schools' proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, Floyd Municipal Schools' proportion was 0.06081% percent, which was an increase of 0.00024% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, Floyd Municipal Schools recognized pension expense of \$244,066. At the June 30, 2015, Floyd Municipal Schools reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 51,684
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	315,396
Changes in proportion and differences between Floyd Municipal Schools' contributions and proportionate share of contributions	11,173	-
Floyd Municipal Schools' contributions subsequent to the measurement date	<u>238,558</u>	<u>-</u>
Total	<u>\$ 249,731</u>	<u>367,080</u>

\$238,558 reported as deferred outflows of resources related to pensions resulting from Floyd Municipal Schools' contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	\$ 92,219
2017	92,219
2018	91,231
2019	78,838
2020	-
Thereafter	\$ -

Actuarial assumptions. As described above, the total ERB pension liability and net pension liability are based on an actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled-forward from the valuation date to the Plan year ending June 30, 2014 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2014. Specifically, the liabilities measured as of June 30, 2014 incorporate the following assumptions:

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015**

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

1. All members with an annual salary of more than \$20,000 will contribute 10.10% during the fiscal year ending June 30, 2014 and 10.7% thereafter.
2. Members hired after June 30, 2013 will have an actuarially reduced retirement benefit if they retire before age 55 and their COLA will be deferred until age 67.
3. COLAs for most retirees are reduced until ERB attains a 100% funded status.
4. These assumptions were adopted by ERB on April 26, 2013 in conjunction with the six-year experience study period ending June 30, 2012.

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

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

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan’s target asset allocation for 2014 and 2013 for 30- year return assumptions are summarized in the following table:

Asset Class	2014 Long-Term Expected Real Rate of Return	2013 Long-Term Expected Real Rate of Return
Cash	1.50%	0.75%
Treasuries	2.00%	1.00%
IG Corp Credit	3.50%	3.00%
MBS	2.25%	2.50%
Core Bonds	2.53%	2.04%
TIPS	2.50%	1.50%
High Yield Bonds	4.50%	5.00%
Bank Loans	5.00%	5.00%
Global Bonds (Unhedged)	1.25%	0.75%
Global Bonds (Hedged)	1.38%	0.93%
EMD External	5.00%	4.00%
EMD Local Currency	5.75%	5.00%
Large Cap Equities	6.25%	6.75%
Small/Mid Cap	6.25%	7.00%
International Equities (Unhedged)	7.25%	7.75%
International Equities (Hedged)	7.50%	8.00%
Emerging International Equities	9.50%	9.75%
Private Equity	8.75%	9.00%
Private Debt	8.00%	8.50%
Private Real Assets	7.75%	8.00%
Real Estate	6.25%	6.00%
Commodities	5.00%	5.00%
Hedge Funds Low Vol	5.50%	4.75%
Hedge Funds Mod Vol	5.50%	6.50%

Discount rate: A single discount rate of 7.75% was used to measure the total ERB pension liability as of June 30, 2014 and June 30, 2013. This single discount rate was based on the expected rate of return on pension plan investments of 7.75%. Based on the stated assumptions and the projection of cash flows, the Plan’s fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current pension plan members. Therefore the long term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The projection of cash flows used to determine this single discount rate assumed that Plan contributions will be made at the current statutory levels. Additionally, contributions received through the Alternative Retirement Plan (ARP), ERB’s defined contribution plan, are included in the projection of cash flows. ARP contributions are assumed to remain at a level percentage of ERB payroll, where the percentage of payroll is based on the most recent five year contribution history.

STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of Floyd Municipal Schools’ proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents Floyd Municipal Schools’ net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Floyd Municipal Schools’ proportionate share of the net pension liability	\$ 4,720,856	3,469,648	2,424,463

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

Payables to the pension plan. Floyd Municipal Schools did not accrue any payables for the pension plan at June 30, 2015. All 10-month teacher contracts for the school year are paid by fiscal year end.

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.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

**NOTE 13. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2015, the statutes required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contributions to the RHCA for the years ended June 30, 2015, 2014, and 2013 were \$34,608, \$33,592, and \$33,193, respectively, which equal the required contributions for each year.

NOTE 14. OVERSPENT BUDGET LINE ITEMS

As stated in the finding 2015-003 the District had expended in excess of the budget as listed in the finding.

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2015**

NOTE 15. DEFICIENT FUND BALANCE

The following funds had deficient fund balances at June 30, 2015:

Transportation 13000	\$	(5,436)
Reads to Lead 27114	\$	(1,438)

The District is addressing the negative fund balances and is planning on taking the appropriate actions to eliminate the negative balance.

NOTE 16. 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, 2015 were as follows:

Fund Balance	General Fund	Capital Outlay- State	Senate Bill 9	Other Governmental Funds	Total
Non-spendable					
Inventory	\$ -	\$ -	\$ -	\$ 2,949	\$ 2,949
Restricted					
Instructional Materials	12,639	-	-	-	12,639
Food Services	-	-	-	656	656
Athletics	-	-	-	20,743	20,743
Rural Education	-	-	-	697	697
Education Job Fund	-	-	-	45	45
Senate Bill 9	-	-	162,613	-	162,613
Capital Outlay – 20%	-	-	-	208	208
Unassigned	<u>145,917</u>	<u>-</u>	<u>-</u>	<u>(1,438)</u>	<u>144,479</u>
	<u>\$ 158,556</u>	<u>\$ -</u>	<u>\$ 162,613</u>	<u>\$ 23,860</u>	<u>\$ 345,029</u>

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS

In August 2012, the GASB issued Statement No.68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement 27*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The District provides substantially all of its employees with pension benefits through the state’s multiple employer cost-sharing defined-benefit retirement plan administered by the Educational Retirement Board (ERB). GASB Statement 68 requires cost-sharing employers participating in the ERB program, such as the District, to record their proportionate share, as defined in GASB Statement 68, of District’s unfunded pension liability. The District has no legal obligation to fund this shortfall nor does it have any ability to affect funding, benefit, or annual required contribution decisions

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 17. RECENT ACCOUNTING PRONOUNCEMENTS (CONTINUED)

made by ERB. GASB Statement 68 is effective for periods beginning after June 15, 2014. The District adopted GASB Statement No.68 during fiscal year 2015. The requirement of GASB Statement 68 to record a portion of ERB's unfunded liability has negatively impacted the District's unrestricted net position. Information regarding ERB's current funding status can be found in their financial report.

In January 2013, the GASB issued statement No. 69, *Government Combinations and Disposals of Government Operations*. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term government combination includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. GASB Statement 69 is effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013 and should be applied on a prospective basis. The District was not a party to any combinations or disposals in the current year and therefore the adoption of GASB Statement 69 does not have any impact on the District's financial statements.

In November 2013, the GASB issued statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. Statement No. 68 requires a state or local government employer to recognize a net pension liability measured as of the measurement date, no earlier than the end of its prior fiscal year. If a state or local government employer makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement No. 68 requires that the government recognize its contribution as a deferred outflow of resources. If it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. Accordingly, Statement No. 71 amends paragraph 137 of Statement No. 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. The District adopted GASB Statement No.71 during fiscal year 2015.

In June 2015, the GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. Statement No. 76, which supersedes Statement No. 55, aims to identify, in the context of the current governmental financial reporting environment, the hierarchy of U.S. GAAP, which consists of the sources of accounting principles used to prepare the financial statements of state and local governments entities in conformity with U.S. GAAP, as well as the framework for selecting those principles. The District adopted GASB Statement No. 76 during fiscal year 2015, with no significant impact to the District's financial statements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**

NOTE 18. NEW ACCOUNTING PRONOUNCEMENTS

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2015.

GASB Statement No. 72, Fair Value Measurement and Application

GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other than Pension Plans

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions

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

NOTE 19. PRIOR PERIOD ADJUSTMENT

Statement of Activities: Net position at June 30, 2015 was restated in the amount of \$3,581,486. This restatement was due to the implementation of GASB 68.

REQUIRED SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 June 30, 2015**

**New Mexico Educational Retirement Board Pension Plan
 Schedule of Ten Year Tracking Data*
 (Dollars in Thousands)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	\$ 3,470	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	\$ 1,676	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.04%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF DISTRICT CONTRIBUTIONS
June 30, 2015**

**New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 220	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	220	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount		Amortization									
	Deferred	Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 356	5		\$ 93	93	91	79	-				
2015	-	5										
2016	-	5										
2017	-	5										
2018	-	5										
2019	-	5										
2020	-	5										
2021	-	5										
2022	-	5										
2023	-	5										
	<u>\$ 356</u>			<u>\$ 93</u>	<u>93</u>	<u>91</u>	<u>79</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2015**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

1. Changes of Benefit Terms

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

2. Changes of Assumptions

ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study presented to the Board of Trustees on April 26, 2013, ERB implemented the following changes in assumptions for fiscal years 2014 and 2013.

1. Fiscal year 2014 and 2013 valuation assumptions that changed based on this study:
 - a. Lower wage inflation from 4.75% to 4.25%
 - b. Lower payroll growth from 3.75% to 3.50%
 - c. Minor changes to demographic assumptions
 - d. Population growth per year from 0.75% to 0.50%
2. Assumptions that were not changed:
 - a. Investment return will remain at 7.75%
 - b. Inflation will remain at 3.00%

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

SUPPLEMENTARY INFORMATION

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 COMBINING BALANCE SHEET-GENERAL FUND
 June 30, 2015**

	OPERATIONAL 11000	TEACHERAGE 12000
	<u> </u>	<u> </u>
ASSETS		
<i>Current assets</i>		
Cash	\$ -	\$ 29,800
Accounts receivable		
Due from other governments	24,084	-
Property taxes	191	-
Interfund receivables	108,510	119
Inventory	-	-
	<u> </u>	<u> </u>
<i>Total assets</i>	<u>\$ 132,785</u>	<u>\$ 29,919</u>
 LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES		
<i>Current liabilities</i>		
Accounts payable	\$ 10,932	\$ 240
Unearned revenue	-	-
Interfund payables	-	-
	<u> </u>	<u> </u>
<i>Total liabilities</i>	<u>10,932</u>	<u>240</u>
 <i>Deferred Inflows</i>		
Unavailable revenue	179	-
	<u> </u>	<u> </u>
<i>Total deferred inflows</i>	<u>179</u>	<u>-</u>
 <i>Fund balances (deficit)</i>		
Nonspendable	-	-
Restricted	-	-
Unassigned	121,674	29,679
	<u> </u>	<u> </u>
<i>Total fund balance (deficit)</i>	<u>121,674</u>	<u>29,679</u>
 <i>Total liabilities, deferred inflows, and fund balance (deficit)</i>	<u>\$ 132,785</u>	<u>\$ 29,919</u>

See Notes to Financial Statements.

TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTALS
\$ 548	\$ 13,938	\$ 44,286
-	-	-
-	-	24,084
-	-	191
-	-	108,629
-	-	-
<u>\$ 548</u>	<u>\$ 13,938</u>	<u>\$ 177,190</u>
\$ 5,984	\$ 1,299	\$ 18,455
-	-	-
-	-	-
<u>5,984</u>	<u>1,299</u>	<u>18,455</u>
-	-	179
-	-	179
-	-	-
-	12,639	12,639
<u>(5,436)</u>	-	<u>145,917</u>
<u>(5,436)</u>	<u>12,639</u>	<u>158,556</u>
<u>\$ 548</u>	<u>\$ 13,938</u>	<u>\$ 177,190</u>

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES -- GENERAL FUND
For the Year Ended June 30, 2015**

	OPERATIONAL 11000	TEACHERAGE 12000
Revenues		
Residential/non-residential taxes	\$ 8,109	\$ -
Rent and leases	3,424	8,500
Fees-activities	-	-
Fees-users	1,200	-
State grants	2,453,730	-
Federal grants	-	-
Interest income	35	-
Miscellaneous	104,271	-
<i>Total revenues</i>	<u>2,570,769</u>	<u>8,500</u>
Expenditures		
Current		
Instruction	1,649,137	-
Support services		
Students	144,263	-
Instruction	130,815	-
General administration	167,799	-
School administration	47,706	-
Central services	44,267	-
Operations & maintenance of plant	352,469	15,615
Student transportation	-	-
Other support services	-	-
Food services-operations	34,816	-
Capital outlay	-	-
<i>Total expenditures</i>	<u>2,571,272</u>	<u>15,615</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(503)</u>	<u>(7,115)</u>
Other financing sources (uses)		
Operating transfers	4,697	-
<i>Total other financing sources (uses)</i>	<u>4,697</u>	<u>-</u>
Net change in fund balances	4,194	(7,115)
Fund balances, beginning of year	<u>117,480</u>	<u>36,794</u>
Fund balances, end of year	<u>\$ 121,674</u>	<u>\$ 29,679</u>

See Notes to Financial Statements.

TRANSPORTATION 13000	INSTRUCTIONAL MATERIALS 14000	TOTALS
\$ -	\$ -	\$ 8,109
-	-	11,924
-	-	-
-	-	1,200
132,286	15,154	2,601,170
-	-	-
-	-	35
-	-	104,271
<u>132,286</u>	<u>15,154</u>	<u>2,726,709</u>
-	6,158	1,655,295
-	-	144,263
-	-	130,815
-	-	167,799
-	-	47,706
-	-	44,267
-	-	368,084
137,722	-	137,722
-	-	-
-	-	34,816
-	-	-
<u>137,722</u>	<u>6,158</u>	<u>2,730,767</u>
<u>(5,436)</u>	<u>8,996</u>	<u>(4,058)</u>
-	-	4,697
-	-	4,697
(5,436)	8,996	639
-	3,643	157,917
<u>\$ (5,436)</u>	<u>\$ 12,639</u>	<u>\$ 158,556</u>

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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ 8,192	\$ 8,192	\$ 8,121	\$ (71)
Rent and leases	3,665	3,665	3,424	(241)
Fees-activities	-	-	-	-
Fees-users	1,200	1,200	1,200	-
State grants	2,469,779	2,481,928	2,453,730	(28,198)
Federal grants	-	-	-	-
Interest income	60	60	35	(25)
Miscellaneous	41,800	41,800	108,703	66,903
<i>Total revenues</i>	<u>2,524,696</u>	<u>2,536,845</u>	<u>2,575,213</u>	<u>38,368</u>
Cash balance budgeted	<u>143,741</u>	<u>143,741</u>		
<i>Total revenues and cash</i>	<u>2,668,437</u>	<u>2,680,586</u>		
Expenditures				
Current				
Instruction	1,694,185	1,706,334	1,651,296	55,038
Support services				
Students	155,216	155,216	144,263	10,953
Instruction	130,815	130,815	130,815	-
General administration	166,962	166,962	167,799	(837)
School administration	47,706	47,706	47,706	-
Central services	45,848	45,848	44,267	1,581
Operations & maintenance of plant	381,102	381,102	352,469	28,633
Student transportation	-	-	-	-
Other support services	1,101	1,101	-	1,101
Food service - operations	45,502	45,502	34,816	10,686
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,668,437</u>	<u>2,680,586</u>	<u>2,573,431</u>	<u>107,155</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,782</u>	<u>145,523</u>
Other financing sources				
Operating transfers	-	-	4,697	(4,697)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>4,697</u>	<u>(4,697)</u>
Net change in fund balances	-	-	6,479	6,479
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>102,031</u>	<u>102,031</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,510</u>	<u>\$ 108,510</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (4,444)	
Adjustments to expenditures			2,159	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 4,194</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	10,800	10,800	8,500	(2,300)
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,800</u>	<u>10,800</u>	<u>8,500</u>	<u>(2,300)</u>
Cash balance budgeted	<u>34,440</u>	<u>34,440</u>		
<i>Total revenues and cash</i>	<u><u>45,240</u></u>	<u><u>45,240</u></u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	45,240	45,240	15,375	29,865
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>45,240</u>	<u>45,240</u>	<u>15,375</u>	<u>29,865</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(6,875)</u>	<u>27,565</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(6,875)	(6,875)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>36,794</u>	<u>36,794</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 29,919</u></u>	<u><u>\$ 29,919</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			(240)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ (7,115)</u></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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	126,869	133,716	133,716	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>126,869</u>	<u>133,716</u>	<u>133,716</u>	<u>-</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>126,869</u>	<u>133,716</u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	126,869	133,716	133,716	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>126,869</u>	<u>133,716</u>	<u>133,716</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>548</u>	<u>548</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 548</u>	<u>\$ 548</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (1,430)	
Adjustments to expenditures			<u>(4,006)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,436)</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	10,738	10,738	15,154	4,416
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>10,738</u>	<u>10,738</u>	<u>15,154</u>	<u>4,416</u>
Cash balance budgeted	<u>3,157</u>	<u>3,157</u>		
<i>Total revenues and cash</i>	<u><u>13,895</u></u>	<u><u>13,895</u></u>		
Expenditures				
Current				
Instruction	13,895	13,895	4,859	9,036
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>13,895</u>	<u>13,895</u>	<u>4,859</u>	<u>9,036</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>10,295</u>	<u>13,452</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	10,295	10,295
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>3,643</u>	<u>3,643</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 13,938</u></u>	<u><u>\$ 13,938</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ -	
Adjustments to expenditures			(1,299)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ 8,996</u></u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015**

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.

TITLE I IASA (24101) – To account for funding for remedial instruction in language arts for educationally deprived students in low- income areas. Funds are received from the Federal Government through the New Mexico State Department of Education under the Elementary and Secondary Education Act of 1965, Title I, Chapter I, part A, 20 U.S.C. 2701 et seq.

IDEA B-ENTITLEMENT (24106) – To account for a federal grant restricted for the operation and maintenance of meeting the special education needs of children with disabilities. Authority for the creation of this fund is the 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.

PRESCHOOL IDEA-B (24109) – To account for a federal grant restricted for the operation and maintenance of meeting the special education needs 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 for the creation of this fund is the Elementary and Secondary Education Act of 1965, Title II, Part D, Subparts 1 and 2, as amended.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015**

SPECIAL REVENUE FUNDS (CONTINUED)

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.

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.

NEW MEXICO READS TO LEAD (27114) – 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.

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.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015**

SPECIAL REVENUE FUNDS (CONTINUED)

2013 PRE-K CLASSROOMS (27177) – The purpose of this fund is to account for a program, funded by the Public Education Department, to renovate and upgrade Pre-Kindergarten classrooms to meet the current kindergarten adequacy standards. Funding is authorized by the Laws of 2013, SB-60 Chapter 226, Section 53.

SCHOOL BUSES (27178) – The purpose of this fund is to account for a program, funded by the Public Education Department, to purchase school buses statewide. Funding is authorized by the Laws of 2013, SB-60, Section 53.

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 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 is authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420. The fund was created by the authority of federal grant provisions.

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, 2015**

	FOOD SERVICES <u>21000</u>	ATHLETICS <u>22000</u>	TITLE I <u>24101</u>	IDEA-B ENTITLEMENT <u>24106</u>
ASSETS				
<i>Current assets</i>				
Cash	\$ -	\$ 20,743	\$ -	\$ -
Accounts receivable				
Due from other governments	22,694	-	13,049	11,587
Interfund receivables	-	-	-	-
Inventory	<u>2,949</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 25,643</u>	<u>\$ 20,743</u>	<u>\$ 13,049</u>	<u>\$ 11,587</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-
Interfund payables	<u>22,038</u>	<u>-</u>	<u>13,049</u>	<u>11,587</u>
<i>Total liabilities</i>	<u>22,038</u>	<u>-</u>	<u>13,049</u>	<u>11,587</u>
<i>Fund balances (deficit)</i>				
Nonspendable	2,949	-	-	-
Restricted	656	20,743	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>3,605</u>	<u>20,743</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ 25,643</u>	<u>\$ 20,743</u>	<u>\$ 13,049</u>	<u>\$ 11,587</u>

See Notes to Financial Statements.

<u>PRESCHOOL IDEA-B 24109</u>	<u>IDEA-B RISK POOL 24120</u>	<u>ENHANCED EDUCATION 24133</u>	<u>TEACHER/ PRINCIPAL TRAINING 24154</u>	<u>RURAL EDUCATION 25233</u>	<u>EDUCATION JOB FUND 25255</u>
\$ -	\$ -	\$ -	\$ -	\$ 697	\$ 45
4,336	44	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,336</u>	<u>\$ 44</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 697</u>	<u>\$ 45</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
4,336	44	-	-	-	-
<u>4,336</u>	<u>44</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	697	45
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>697</u>	<u>45</u>
<u>\$ 4,336</u>	<u>\$ 44</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 697</u>	<u>\$ 45</u>

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
COMBINING BALANCE SHEET-NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2015**

	DUAL CREDIT TEXTBOOKS <u>27103</u>	2012 GO BONDS LIBRARY <u>27107</u>	READS TO LEAD <u>27114</u>	TECHNOLOGY FOR EDUCATION <u>27117</u>
ASSETS				
<i>Current assets</i>				
Cash	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	84	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ 1,438	\$ -
Unearned revenue	-	-	-	-
Interfund payables	-	-	84	-
	<u>-</u>	<u>-</u>	<u>84</u>	<u>-</u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>1,522</u>	<u>-</u>
<i>Fund balances (deficit)</i>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	(1,438)	-
	<u>-</u>	<u>-</u>	<u>(1,438)</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,438)</u>	<u>-</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84</u>	<u>\$ -</u>

See Notes to Financial Statements.

<u>BEGINNING TEACHER MENTORING 27154</u>	<u>BREAKFAST FOR ELEMENTARY STUDENTS 27155</u>	<u>2013 PRE-K CLASSROOMS 27177</u>	<u>SCHOOL BUSES 27178</u>	<u>NEXT GENERATION ASSESSMENTS 27185</u>	<u>STATE DIRECTED ACTIVITIES 27200</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	11,385	-	-	7,443
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,385</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,443</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	11,385	-	-	7,443
<u>-</u>	<u>-</u>	<u>11,385</u>	<u>-</u>	<u>-</u>	<u>7,443</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,385</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,443</u>

STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 COMBINING BALANCE SHEET-NONMAJOR GOVERNMENTAL FUNDS
 SPECIAL REVENUE FUNDS
 June 30, 2015

(Page 3 of 3)

	TOTAL NONMAJOR SPECIAL REVENUE FUNDS	CAPITAL OUTLAY 20% 32100	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
<i>Current assets</i>				
Cash	\$ 21,485	\$ 208	\$ 208	\$ 21,693
Accounts receivable				
Due from other governments	70,622	-	-	70,622
Interfund receivables	-	-	-	-
Inventory	2,949	-	-	2,949
	<u>95,056</u>	<u>208</u>	<u>208</u>	<u>95,264</u>
<i>Total assets</i>	<u>\$ 95,056</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 95,264</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ 1,438	\$ -	\$ -	\$ 1,438
Unearned revenue	-	-	-	-
Interfund payables	69,966	-	-	69,966
	<u>71,404</u>	<u>-</u>	<u>-</u>	<u>71,404</u>
<i>Total liabilities</i>	<u>71,404</u>	<u>-</u>	<u>-</u>	<u>71,404</u>
<i>Fund balances (deficit)</i>				
Nonspendable	2,949	-	-	2,949
Restricted	22,141	208	208	22,349
Unassigned	(1,438)	-	-	(1,438)
	<u>23,652</u>	<u>208</u>	<u>208</u>	<u>23,860</u>
<i>Total fund balance (deficit)</i>	<u>23,652</u>	<u>208</u>	<u>208</u>	<u>23,860</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ 95,056</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 95,264</u>

See Notes to Financial Statements.

**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, 2015**

	FOOD SERVICES <u>21000</u>	ATHLETICS <u>22000</u>	TITLE I <u>24101</u>	IDEA-B ENTITLEMENT <u>24106</u>
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	12,585	-	-
Fees-users	9,209	-	-	-
State grants	-	-	-	-
Federal grants	101,205	-	55,670	48,701
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>110,414</u>	<u>12,585</u>	<u>55,670</u>	<u>48,701</u>
Expenditures				
Current				
Instruction	-	13,179	55,670	12,366
Support services				
Students	-	-	-	36,335
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services-operations	122,851	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>122,851</u>	<u>13,179</u>	<u>55,670</u>	<u>48,701</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,437)</u>	<u>(594)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(12,437)	(594)	-	-
Fund balances, beginning of year	<u>16,042</u>	<u>21,337</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ 3,605</u>	<u>\$ 20,743</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

**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, 2015**

	DUAL CREDIT TEXTBOOKS 27103	DUAL CREDIT TEXTBOOKS 27107	READS TO LEAD 27114	TECHNOLOGY FOR EDUCATION 27117
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	115	-	47,175	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>115</u>	<u>-</u>	<u>47,175</u>	<u>-</u>
Expenditures				
Current				
Instruction	115	-	48,613	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services-operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>115</u>	<u>-</u>	<u>48,613</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(1,438)</u>	<u>-</u>
Other financing sources (uses)				
Operating transfers	-	-	-	(310)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(310)</u>
Net change in fund balances	-	-	(1,438)	(310)
Fund balances, beginning of year	-	-	-	310
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,438)</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, 2015

(Page 3 of 3)

	TOTAL NONMAJOR SPECIAL <u>REVENUE FUNDS</u>	CAPITAL OUTLAY 20% 32100	TOTAL NONMAJOR CAPITAL PROJECTS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	12,585	-	-	12,585
Fees-users	9,209	-	-	9,209
State grants	190,830	-	-	190,830
Federal grants	238,198	-	-	238,198
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>450,822</u>	<u>-</u>	<u>-</u>	<u>450,822</u>
Expenditures				
Current				
Instruction	163,372	-	-	163,372
Support services				
Students	75,241	-	-	75,241
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	83,987	-	-	83,987
Other support services	-	-	-	-
Food services-operations	126,919	-	-	126,919
Capital outlay	11,385	-	-	11,385
<i>Total expenditures</i>	<u>460,904</u>	<u>-</u>	<u>-</u>	<u>460,904</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,082)</u>	<u>-</u>	<u>-</u>	<u>(10,082)</u>
Other financing sources (uses)				
Operating transfers	(4,697)	-	-	(4,697)
<i>Total other financing sources (uses)</i>	<u>(4,697)</u>	<u>-</u>	<u>-</u>	<u>(4,697)</u>
Net change in fund balances	(14,779)	-	-	(14,779)
Fund balances, beginning of year	<u>38,431</u>	<u>208</u>	<u>208</u>	<u>38,639</u>
Fund balances, end of year	<u>\$ 23,652</u>	<u>\$ 208</u>	<u>\$ 208</u>	<u>\$ 23,860</u>

See Notes to Financial Statements.

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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	9,100	9,100	9,209	109
State grants	-	-	-	-
Federal grants	101,400	101,400	78,511	(22,889)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>110,500</u>	<u>110,500</u>	<u>87,720</u>	<u>(22,780)</u>
Cash balance budgeted	<u>14,857</u>	<u>14,857</u>		
<i>Total revenues and cash</i>	<u><u>125,357</u></u>	<u><u>125,357</u></u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	125,357	125,357	125,357	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>125,357</u>	<u>125,357</u>	<u>125,357</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(37,637)</u>	<u>(22,780)</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(37,637)	(37,637)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>15,599</u>	<u>15,599</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (22,038)</u></u>	<u><u>\$ (22,038)</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 22,694	
Adjustments to expenditures			<u>2,506</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ (12,437)</u></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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	14,000	14,000	12,585	(1,415)
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>14,000</u>	<u>14,000</u>	<u>12,585</u>	<u>(1,415)</u>
Cash balance budgeted	<u>21,387</u>	<u>21,387</u>		
<i>Total revenues and cash</i>	<u><u>35,387</u></u>	<u><u>35,387</u></u>		
Expenditures				
Current				
Instruction	35,387	35,387	13,179	22,208
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>35,387</u>	<u>35,387</u>	<u>13,179</u>	<u>22,208</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(594)</u>	<u>20,793</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(594)	(594)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>21,337</u>	<u>21,337</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 20,743</u></u>	<u><u>\$ 20,743</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>\$ (594)</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	57,588	57,588	65,938	8,350
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>57,588</u>	<u>57,588</u>	<u>65,938</u>	<u>8,350</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>57,588</u>	<u>57,588</u>		
Expenditures				
Current				
Instruction	57,588	57,588	55,670	1,918
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>57,588</u>	<u>57,588</u>	<u>55,670</u>	<u>1,918</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>10,268</u>	<u>10,268</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	10,268	10,268
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(23,317)</u>	<u>(23,317)</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,049)</u>	<u>\$ (13,049)</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (10,268)	
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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	57,237	76,206	74,728	(1,478)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>57,237</u>	<u>76,206</u>	<u>74,728</u>	<u>(1,478)</u>
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	<u>57,237</u>	<u>76,206</u>		
Expenditures				
Current				
Instruction	17,522	36,491	12,366	24,125
Support services				
Students	39,715	39,715	36,335	3,380
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>57,237</u>	<u>76,206</u>	<u>48,701</u>	<u>27,505</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>26,027</u>	<u>26,027</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	26,027	26,027
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(37,614)</u>	<u>-</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,587)</u>	<u>\$ 26,027</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (26,027)	
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
PRESCHOOL IDEA-B SPECIAL REVENUE FUND - 24109
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	11,750	13,071	12,765	(306)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>11,750</u>	<u>13,071</u>	<u>12,765</u>	<u>(306)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>11,750</u>	<u>13,071</u>		
Expenditures				
Current				
Instruction	11,750	13,071	13,071	-
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>11,750</u>	<u>13,071</u>	<u>13,071</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(306)</u>	<u>(306)</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(306)	(306)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(4,030)</u>	<u>(4,030)</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,336)</u>	<u>\$ (4,336)</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 306	
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 RISK POOL SPECIAL REVENUE FUND - 24120
 STATEMENT OF REVENUES AND EXPENDITURES -
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	44	450	406
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	44	450	406
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	44		
Expenditures				
Current				
Instruction	-	44	44	-
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>	-	44	44	-
Excess (deficiency) of revenues over (under) expenditures	-	-	406	406
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	406	406
Cash or fund balance June 30, 2014	-	-	(450)	(450)
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ (44)	\$ (44)
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (406)	
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
ENHANCED EDUCATION SPECIAL REVENUE FUND - 24133
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
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>	-	-		
Expenditures				
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>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	(728)	728
<i>Total other financing sources (uses)</i>	-	-	(728)	728
Net change in fund balances	-	-	(728)	(728)
Cash or fund balance June 30, 2014	-	-	728	728
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 728	
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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	5,767	12,227	8,552	(3,675)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,767</u>	<u>12,227</u>	<u>8,552</u>	<u>(3,675)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u><u>5,767</u></u>	<u><u>12,227</u></u>		
Expenditures				
Current				
Instruction	5,767	12,227	1,500	10,727
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>5,767</u>	<u>12,227</u>	<u>1,500</u>	<u>10,727</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>7,052</u>	<u>7,052</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	7,052	7,052
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(7,052)</u>	<u>(7,052)</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (7,052)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ -</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	1,535	1,535
Federal grants	-	18,814	17,279	(1,535)
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	18,814	18,814	-
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	18,814	-	-
Expenditures				
Current				
Instruction	-	18,814	18,814	-
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>	-	18,814	18,814	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	-	-
Cash or fund balance June 30, 2014	-	-	697	697
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ 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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
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>	-	-		
Expenditures				
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>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	-	-
Cash or fund balance June 30, 2014	-	-	45	45
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ 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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	1,155	1,153	(2)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	1,155	1,153	(2)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	1,155	-	-
Expenditures				
Current				
Instruction	-	1,155	115	1,040
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>	-	1,155	115	1,040
Excess (deficiency) of revenues over (under) expenditures	-	-	1,038	1,038
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	1,038	1,038
Cash or fund balance June 30, 2014	-	-	(1,038)	(1,038)
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (1,038)	
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
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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	7,071	7,071	2,195	(4,876)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,071</u>	<u>7,071</u>	<u>2,195</u>	<u>(4,876)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u><u>7,071</u></u>	<u><u>7,071</u></u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	7,071	7,071	-	7,071
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>7,071</u>	<u>7,071</u>	<u>-</u>	<u>7,071</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>2,195</u>	<u>2,195</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	2,195	2,195
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(2,195)</u>	<u>(2,195)</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (2,195)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ -</u></u>	

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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	50,000	50,000	72,211	22,211
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>72,211</u>	<u>22,211</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>50,000</u>	<u>50,000</u>		
Expenditures				
Current				
Instruction	50,000	50,000	50,000	-
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>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>22,211</u>	<u>22,211</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	22,211	22,211
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(22,295)</u>	<u>(22,295)</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (84)</u>	<u>\$ (84)</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (25,036)	
Adjustments to expenditures			1,387	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,438)</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash balance budgeted	<u>-</u>	<u>-</u>		
<i>Total revenues and cash</i>	<u><u>-</u></u>	<u><u>-</u></u>		
Expenditures				
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>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources				
Operating transfers	<u>-</u>	<u>-</u>	<u>(310)</u>	<u>310</u>
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(310)</u>	<u>310</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>(310)</u>	<u>(310)</u>
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>310</u>	<u>310</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<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>\$ (310)</u></u>	

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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
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>	-	-		
Expenditures				
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>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	(3,659)	3,659
<i>Total other financing sources (uses)</i>	-	-	(3,659)	3,659
Net change in fund balances	-	-	(3,659)	(3,659)
Cash or fund balance June 30, 2014	-	-	3,659	3,659
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 3,659	
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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	4,068	4,382	314
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	4,068	4,382	314
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	4,068	-	-
Expenditures				
Current				
Instruction	-	-	-	-
Support services	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	4,068	4,068	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	4,068	4,068	-
Excess (deficiency) of revenues over (under) expenditures	-	-	314	314
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	314	314
Cash or fund balance June 30, 2014	-	-	(314)	(314)
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ -	\$ -
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (314)	
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
2013 PRE-K CLASSROOMS SPECIAL REVENUE FUND - 27177
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	57,014	-	(57,014)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	57,014	-	(57,014)
Cash balance budgeted	-	-	-	-
<i>Total revenues and cash</i>	-	57,014	-	(57,014)
Expenditures				
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	-	57,014	11,385	45,629
<i>Total expenditures</i>	-	57,014	11,385	45,629
Excess (deficiency) of revenues over (under) expenditures	-	-	(11,385)	(11,385)
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	(11,385)	(11,385)
Cash or fund balance June 30, 2014	-	-	-	-
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ (11,385)	\$ (11,385)
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 11,385	
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
 SCHOOL BUSES SPECIAL REVENUE FUND - 27178
 STATEMENT OF REVENUES AND EXPENDITURES -
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	-	83,987	83,987	-
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	83,987	83,987	-
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	-	83,987		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	83,987	83,987	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	83,987	83,987	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	-	-
Cash or fund balance June 30, 2014	-	-	-	-
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ -	\$ -
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
NEXT GENERATION ASSESSMENTS SPECIAL REVENUE FUND - 27185
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
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>	-	-	<u>2,554</u>	<u>2,554</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u>-</u>	<u>-</u>		
Expenditures				
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>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	<u>2,554</u>	<u>2,554</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	2,554	2,554
Cash or fund balance June 30, 2014	-	-	<u>(2,554)</u>	<u>(2,554)</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ (2,554)	
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
STATE DIRECTED ACTIVITIES SPECIAL REVENUE FUND - 27200
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	57,071	203,295	38,760	(164,535)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>57,071</u>	<u>203,295</u>	<u>38,760</u>	<u>(164,535)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u><u>57,071</u></u>	<u><u>203,295</u></u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	57,071	203,295	38,906	164,389
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>57,071</u>	<u>203,295</u>	<u>38,906</u>	<u>164,389</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(146)</u>	<u>(146)</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(146)	(146)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>(7,297)</u>	<u>(7,297)</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (7,443)</u></u>	<u><u>\$ (7,443)</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 146	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ -</u></u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SPECIAL CAPITAL OUTLAY-STATE CAPITAL PROJECTS FUND - 31400
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET (NON-GAAP BASIS) AND ACTUAL
For the Year Ended June 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ -	\$ -	\$ -	\$ -
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	175,000	175,000	100,000	(75,000)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>175,000</u>	<u>175,000</u>	<u>100,000</u>	<u>(75,000)</u>
Cash balance budgeted	-	-		
<i>Total revenues and cash</i>	<u><u>175,000</u></u>	<u><u>175,000</u></u>		
Expenditures				
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	175,000	175,000	175,000	-
<i>Total expenditures</i>	<u>175,000</u>	<u>175,000</u>	<u>175,000</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(75,000)</u>	<u>(75,000)</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(75,000)	(75,000)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or fund balance June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (75,000)</u></u>	<u><u>\$ (75,000)</u></u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 75,000	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u><u>\$ -</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
Residential/non-residential taxes	\$ 32,767	\$ 32,767	\$ 31,797	\$ (970)
Rent and leases	-	-	-	-
Fees-activities	-	-	-	-
Fees-users	-	-	-	-
State grants	98,059	98,059	1,286	(96,773)
Federal grants	-	-	-	-
Interest income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>130,826</u>	<u>130,826</u>	<u>33,083</u>	<u>(97,743)</u>
Cash balance budgeted	<u>104,001</u>	<u>104,001</u>		
<i>Total revenues and cash</i>	<u>234,827</u>	<u>234,827</u>		
Expenditures				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	70	(70)
School administration	-	-	-	-
Central services	-	-	-	-
Operations & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food service - operations	-	-	-	-
Capital outlay	234,827	234,827	126,226	108,601
<i>Total expenditures</i>	<u>234,827</u>	<u>234,827</u>	<u>126,296</u>	<u>108,531</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(93,213)</u>	<u>10,788</u>
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	(93,213)	(93,213)
Cash or fund balance June 30, 2014	<u>-</u>	<u>-</u>	<u>129,550</u>	<u>129,550</u>
Cash or fund balance June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,337</u>	<u>\$ 36,337</u>
Reconciliation to GAAP Basis:				
Adjustments to revenues			\$ 125,584	
Adjustments to expenditures			6,859	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 39,230</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, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Favorable (Unfavorable)
Revenues				
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>	-	-		
Expenditures				
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>	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
Net change in fund balances	-	-	-	-
Cash or fund balance June 30, 2014	-	-	208	208
Cash or fund balance June 30, 2015	\$ -	\$ -	\$ 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, 2015**

	BALANCE 6/30/2014	ADDITIONS	DEDUCTIONS	BALANCE 6/30/2015
Special Ed	475	-	362	113
Goff Memorial	2,040	-	1,060	980
Davis Memorial	50	-	50	-
Jimmie Gordon Memorial	729	-	450	279
Recycle	149	-	-	149
EPAC	-	385	366	19
Student Council	291	125	196	220
Yearbook	7,387	8,632	8,961	7,058
FCCLA	2,917	1,549	808	3,658
FFA	1,189	8,900	9,164	925
FCA	1,362	325	811	876
Cheerleaders	931	2,009	1,744	1,196
Book Fair	5,219	131	300	5,050
Poster	311	-	-	311
National Honor Society	-	-	39	(39)
A/R Prize Fund	180	-	-	180
Elementary Cheerleaders	353	250	251	352
BPA	247	-	-	247
HS Basketball-Girls	3,596	2,069	1,712	3,953
Football	114	964	426	652
Activity Account Super	698	1,034	802	930
Golf Tournament	-	-	-	-
Volleyball	2,052	621	1,751	922
HS Basketball-Boys	280	860	-	1,140
Elementary Basketball	11	-	-	11
Track	(70)	-	-	(70)
Girls Athletics Fundraiser	-	237	-	237
Junior High Basketball	421	-	-	421
Baseball	304	813	1,117	-
Music Booster Club	-	50	19	31
Booster Club	6,595	6,902	6,570	6,927
Pre Calculus	(826)	-	-	(826)
Sunshine	92	627	242	477
Elementary Fund	2,093	962	1,510	1,545
Relay for Life	47	-	-	47
Floyd Beautification	1,849	-	-	1,849
Class of 2014	785	245	488	542
Class of 2015	21,631	12,631	34,262	-
Class of 2016	4,994	16,568	7,514	14,048
Class of 2017	3,195	6,522	1,910	7,807
Class of 2018	2,389	1,138	-	3,527
Class of 2019	1,700	585	180	2,105
Class of 2020	944	834	334	1,444
Class of 2021	1,209	1,153	313	2,049
Class of 2022	237	448	362	323
Class of 2023	364	1,341	578	1,127
Class of 2024	372	952	586	738
Class of 2025	407	504	368	543
Class of 2026	594	423	487	530
Class of 2027	250	490	186	554
Class of 2028	-	401	531	(130)
<i>Total</i>	\$ 80,157	\$ 81,680	\$ 86,810	\$ 75,027

SUPPORTING SCHEDULES

**STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 SCHEDULE OF PLEDGED COLLATERAL
 Year Ended June 30, 2015**

	James Polk Stone Community Bank
FUNDS ON DEPOSIT	
Interest bearing savings	\$ 76,554
Non-interest bearing deposits	206,523
<i>Total on deposit</i>	<u>283,077</u>
Less: FDIC insurance	<u>(250,000)</u>
<i>Total uninsured public funds</i>	<u>\$ 33,077</u>
PLEDGED COLLATERAL REQUIRED	
50% on deposits	\$ <u>16,539</u>
<i>Pledged collateral required</i>	16,539
Pledged collateral at June 30, 2015	<u>349,842</u>
<i>Total over (under) collateralized:</i>	<u>\$ <u>333,304</u></u>
SECURITY TYPE, MATURITY DATE, IDENTIFIER	
Dona Ana CO NM BQ, 09/01/2016, CUSIP# 257579CN0	\$ 249,381
Lea CO NM Public SD #8 Eunice, 03/15/2016 CUSIP# 521513CM1	<u>100,461</u>
	<u>\$ 349,842</u>

Securities Held by the Independent Banker's Bank

STATE OF NEW MEXICO
 FLOYD MUNICIPAL SCHOOLS
 SCHEDULE OF DEPOSITS
 Year Ended June 30, 2015

Bank	ACCT TYPE	FUND	BANK BALANCE	OUTSTANDING CHECKS	OUTSTANDING DEPOSITS	NET CASH BALANCE
JAMES POLK STONE COMMUNITY BANK	Checking	Operational*	\$ 76,554	\$ 7,075	\$ -	\$ 69,479
	Checking	Activity	70,113	1,053	-	69,060
	Checking	Payroll Clearing	136,410	133,943	-	2,467
Total JAMES POLK STONE COMMUNITY BANK			<u>\$ 283,077</u>	<u>\$ 142,071</u>	<u>\$ -</u>	141,006
					Less Agency Funds:	<u>75,027</u>
					Total Cash	<u>\$ 65,979</u>

*Interest Bearing

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
CASH RECONCILIATION
JUNE 30, 2015**

	<u>OPERATIONAL 11000</u>	<u>TEACHERAGE 12000</u>	<u>TRANSPORTATION 13000</u>
Cash, June 30, 2014	\$ 102,031	\$ 36,794	\$ 548
Add:			
2014-15 revenues	<u>2,575,213</u>	<u>8,500</u>	<u>133,716</u>
Total cash available	2,677,244	45,294	134,264
Less:			
2014-15 expenditures	(2,573,431)	(15,375)	(133,716)
Transfers to/from other funds	4,697	-	-
Outstanding Loans	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2015	<u>\$ 108,510</u>	<u>\$ 29,919</u>	<u>\$ 548</u>
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	<u>(108,510)</u>	<u>(119)</u>	<u>-</u>
Cash per Books	<u>-</u>	<u>29,800</u>	<u>548</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>121,674</u>	<u>(121)</u>	<u>(5,984)</u>
Fund Balance , Modified Accrual Basis	<u>121,674</u>	<u>29,679</u>	<u>(5,436)</u>

See Notes to Financial Statements.

INSTRUCTIONAL MATERIALS 14000	FOOD SERVICES 21000	ATHLETICS 22000	IMPACT AID FEDERAL FLOW-THROUGH 24000
\$ 3,643	\$ 15,599	\$ 21,337	\$ (71,735)
<u>15,154</u>	<u>87,720</u>	<u>12,585</u>	<u>162,433</u>
18,797	103,319	33,922	90,698
(4,859)	(125,357)	(13,179)	(118,986)
-	-	-	(728)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>13,938</u>	\$ <u>(22,038)</u>	\$ <u>20,743</u>	\$ <u>(29,016)</u>
-	22,038	-	29,016
<u>13,938</u>	<u>-</u>	<u>20,743</u>	<u>-</u>
(1,299)	3,605	-	-
<u>12,639</u>	<u>3,605</u>	<u>20,743</u>	<u>-</u>

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
CASH RECONCILIATION
JUNE 30, 2015**

	<u>IMPACT AID FEDERAL DIRECT 25000</u>	<u>TITLE XIX STATE FLOW-THROUGH 27000</u>	<u>SPECIAL CAPITAL OUTLAY STATE 31400</u>
Cash, June 30, 2014	\$ 742	\$ (31,724)	\$ -
Add:			
2014-15 revenues	<u>18,814</u>	<u>205,242</u>	<u>100,000</u>
Total cash available	19,556	173,518	100,000
Less:			
2014-15 expenditures	(18,814)	(188,461)	(175,000)
Transfers to/from other funds	-	(3,969)	-
Outstanding Loans	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2015	<u>\$ 742</u>	<u>\$ (18,912)</u>	<u>\$ (75,000)</u>
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	<u>-</u>	<u>18,912</u>	<u>75,000</u>
Cash per Books	<u>742</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>-</u>	<u>(1,438)</u>	<u>-</u>
Fund Balance , Modified Accrual Basis	<u>742</u>	<u>(1,438)</u>	<u>-</u>

See Notes to Financial Statements.

CAPITAL IMPROVEMENT SB9 31700	CAPITAL OUTLAY 20% 32100	TOTAL
\$ 129,550	\$ 208	\$ 206,993
<u>33,083</u>	<u>-</u>	<u>3,352,460</u>
162,633	208	3,559,453
(126,296)	-	(3,493,474)
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>36,337</u>	\$ <u>208</u>	\$ <u>65,979</u>
<u>(36,337)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>208</u>	<u>65,979</u>
<u>162,613</u>	<u>-</u>	<u>279,050</u>
<u>162,613</u>	<u>208</u>	<u>345,029</u>

Floyd Municipal Schools
 SCHEDULE OF VENDOR INFORMATION for Purchases Exceeding \$60,000 (excluding GRT)
 For the Year Ended June 30, 2015

Prepared by Agency Staff Name: Margie Plummer Title: Business Manager Date 11/12/2015

<i>RFB#/RFP#</i>	<i>Type of Procurement</i>	<i>Awarded Vendor</i>	<i>\$ Amount of Awarded Contract</i>	<i>\$ Amount of Amended Contract</i>	<i>Name and Physical Address per the procurement documentation, of ALL Vendor(s) that responded</i>	<i>In-State/ Out-of-State Vendor (Y or N) (Based on Statutory Definition)</i>	<i>Was the vendor in-state and chose Veteran's preference (Y or N) For federal funds answer N/A</i>	<i>Brief Description of the Scope of Work</i>
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

COMPLIANCE SECTION

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

To Timothy Keller
New Mexico State Auditor

The Board of Education
Floyd Municipal Schools

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, 2015, 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 supplementary information, and have issued our report thereon dated November 11, 2015.

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. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as item 2014-002, 2015-001, 2015-002, and 2015-003.

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 11, 2015

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2015**

A. FINANCIAL STATEMENT FINDINGS

2008-009: 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. Management has demonstrated a lack of progress in implementing the prior year corrective action plan.

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. During fiscal year 2016, the Superintendent and the Business Manager will seek additional support from the local community for someone who has the ability to review the financial statements to ensure they are in accordance with GAAP.

2014-001: JOURNAL ENTRY PROCESS (Significant Deficiency) – Revised and Repeated

CONDITION: Through testing procedures performed over internal controls, we noted that three out of five manual journal entries tested did not have an approval signature. It appears that management has made some progress in implementing a review process for manual journal entries; however, the review process is not consistently applied.

CRITERIA: Per NMAC 6.20.2.11 Internal Control Structure Standards, each school district shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions.

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

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2015**

A. FINANCIAL STATEMENT FINDINGS (CONTINUED)

**2014-001: JOURNAL ENTRY PROCESS (Significant Deficiency) – Revised and Repeated
CONTINUED**

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. The District should establish a policy to determine the frequency of review of journal entries, for example, the Board could review entries at monthly board meetings.

RESPONSE: Effective immediately, the Superintendent is to review each journal entry that is prepared by the Business Manager.

2015-001: CONTROLS OVER CASH DISBURSEMENTS (Other Matter)

CONDITION: Through testing procedures performed, we noted the following:

- In a sample of 40 disbursements tested, we noted one instance where the invoice was dated prior to the purchase order. The disbursement totaled \$75.
- In a sample of 40 disbursements tested, we noted one instance where the purchase requisition was not approved. The disbursement totaled \$4,602.

CRITERIA: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and main an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

EFFECT: Without proper approval, purchases for unauthorized goods or services may occur.

CAUSE: Processes and procedures in place were by-passed by those involved in the purchasing process.

RECOMMENDATION: We recommend the District develop and implement internal controls over purchasing procedures to ensure that all purchases are approved in accordance with District policies and procedures. Goods and/or services should not be ordered by the Finance Department until all required authorizing signatures are obtained.

RESPONSE: Effective immediately, the Business Manager will ensure all cash disbursements are preceded by a purchase requisition and purchase order. During fiscal year 2016, the Superintendent will notify all personnel of the importance of the internal controls relating to cash disbursements.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2015**

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

2014-002 NEW MEXICO EDUCATIONAL RETIREMENT BOARD CONTRIBUTIONS (Other Matter) – Revised and Repeated

CONDITION: Through testing procedures performed, we identified an employee who had ERB contributions withheld at the incorrect rate. Based on the employee's contracted salary amount, the employee should be classified in the "over \$20,000" wage category, which has a statutory member contribution rate of 10.7%; however, the employee's contributions were withheld at the required statutory contribution percentages for wages under \$20,000, which is 7.9%. Management corrected the previous year variance caused by a different employee, but is still encountering issues with properly coding employees in the payroll system for ERB contribution percentages.

CRITERIA: According to Section 22-11-21(A) NMSA 1978, for a member whose annual salary is greater than twenty thousand dollars (\$20,000), on and after July 1, 2014, the member contribution rate shall be ten and seven-tenths percent (10.7%) of the member's annual salary.

EFFECT: Incorrect classification of this employee in the "under \$20,000" wage category resulted in an under-withholding in the amount of \$47.40, which subsequently resulted in an under-remittance to ERB for the same amount.

CAUSE: The employee was incorrectly coded in the accounting system for ERB contribution percentages.

RECOMMENDATION: The District should remit an additional \$47.40 to ERB in the next remittance cycle.

RESPONSE: Management agrees, and the Business Manager has already remitted an additional \$47.40 to ERB in July of 2015.

2015-002 PER DIEM AND MILEAGE ACT (Other Matter)

CONDITION: Through testing procedures performed, we identified the following instances of noncompliance:

- In 2 out of 10 travel and per diem reimbursements tested, the employee was reimbursed at a rate of \$30 per day, totaling \$120.00, for in-state travel for meal expenses. The employee did not provide receipts for actual meal expenses for reimbursement.

CRITERIA: According to NMAC 2.42.2.9(B)(3), the public officer or employee must submit receipts for actual meal and lodging expenses incurred. Actual expenses for meals are limited to a maximum of \$30.00 for in-state travel. Meals should be reimbursed based on the actual amount expended by the employee, not at the daily maximum amount provided for in the Per Diem and Mileage Act.

EFFECT: The District is non-compliant with the Per Diem and Mileage Act, and may have reimbursed employees in excess of what they actually expended for meals.

CAUSE: The District does not have an adequate understanding of the Per Diem and Mileage Act.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2015**

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

2015-002 PER DIEM AND MILEAGE ACT (Other Matter) CONTINUED

RECOMMENDATION: We recommend that the District review the Per Diem and Mileage Act on a regular basis, and provide training to employees, to ensure employees understand and comply with the rules and regulations governing reimbursement for these types of expenditures.

RESPONSE: Management agrees with the recommendation. Effective immediately, the Business Manager will ensure that receipts are now received for all meals reimbursed for travel.

2015-003 EXPENDITURES EXCEED BUDGET (Other Matter)

CONDITION: The District had expenditure functions where actual expenditures exceeded budgetary authority:

Operational - 11000		
Support Services-General Administration	\$	837
Senate Bill 9 - 31700		
Support Services – General Administration	\$	70

CRITERIA: According to NMAC 6.20.2.9(A) every school district shall follow budget requirements stated in Sections 22-8-5 through 22-8-12.2 NMSA 1978, and procedures of the department in preparing, submitting, maintaining and reporting budgetary information. Budgetary control shall be at the function level. Over-expenditure of a function shall not be allowed.

EFFECT: The District is non-compliant with State Law, and the controls established through the use of budgets have been compromised.

CAUSE: Budget adjustment requests were not submitted to the Public Education Department to obtain budgetary authority for these expenditures.

RECOMMENDATION: We recommend that the District establish a policy of budgetary review at year end, to ensure that necessary budget adjustment requests are prepared, submitted, and approved.

RESPONSE: Management agrees, and during fiscal year 2016 the Business manager will establish a budgetary review process as part of the financial close and reporting process at fiscal year-end. The Business manager will review all expenditures and ensure that budgets are not exceeded.

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2015**

STATUS OF PRIOR YEAR FINDINGS

2008-009 – Preparation of Financial Statements – Repeated

2014-001 – Journal Entry Process – Revised and Repeated

2014-002 – New Mexico Educational Retirement Board Contributions – Revised and Repeated

**STATE OF NEW MEXICO
FLOYD MUNICIPAL SCHOOLS
EXIT CONFERENCE
JUNE 30, 2015**

An exit conference was conducted on November 11, 2015 with the following individuals:

Floyd Municipal Schools:

Damon Terry, Superintendent
Margie Plummer, Business Manager
Leon Nall, Board of Education President

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.