

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY PUBLIC SCHOOLS
FINANCIAL STATEMENTS AND REQUIRED
SUPPLEMENTARY INFORMATION
WITH ACCOMPANYING AUDITORS' REPORTS
FOR THE YEAR ENDED JUNE 30, 2012



**STATE OF NEW MEXICO
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FOR THE YEAR ENDED JUNE 30, 2012**

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Official Roster
 June 30, 2012

Primary Government		
<u>Name</u>	<u>Board of Education</u>	<u>Title</u>
Mavis V. Price		President
Chee Smith Jr.		Vice President
Joseph Menini		Secretary
Dr. Bruce Tempest		Member
Kevin Mitchell		Member
<u>School Officials</u>		
Ray Arsenault		Superintendent
Kim Brown, CPA		Assistant Superintendent of Business Services
Theresa Mariano		Assistant Superintendent of Personnel
Max Perez		Assistant Superintendent of Learning Services
Leonard Haskie		Assistant Superintendent of Support Services
Paul D. Merrill		Director of Fiscal Services
Component Unit		
<u>Name</u>	<u>Board Members</u>	<u>Title</u>
Anthony Major		Chairman
Bill Bright		Vice Chairperson
LaVerne Chischilly		Secretary/Treasurer and Audit Committee
Charles Chia		Member
Jennie Martinez		Member
<u>School Officials</u>		
Walter Feldman		Principal
Nellie Sheridan		Recording Secretary

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

Independent Auditors' Report

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup- McKinley County Public Schools
Gallup, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the General Fund and major special revenue funds, and the aggregate remaining fund information of Gallup-McKinley County Public Schools (the "District") as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, the combining fund financial statements for the general fund, the component unit funds and the respective budgetary comparisons for the Debt Service fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012 as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Gallup-McKinley County Public Schools, as of June 30, 2012, and the respective changes in financial position thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund, the combining fund financial statements for the general fund, and each component unit fund of the District as of June 30, 2012, and the respective changes in financial position thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects, the respective budgetary basis of accounting as prescribed in the New Mexico Administrative Code, as more fully described in Note 2 to the financial statements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2012 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 16-21 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 inquires 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The accompanying financial information listed as Supporting Schedules I through IV in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Accounting + Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2012

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2012

The information presented in this section of the District's annual financial report aligns with requirements of the Governmental Accounting Standards Board (GASB) that establishes accounting and reporting standards for governmental entities. With the issuance of GASB Statement No. 34, a written narrative discussion and analysis of the financial performance of the District will be included. This section should provide an objective and easily readable analysis of the District's financial activities based on currently known facts, decisions, or conditions. The financial managers of governments (in this case, the District) are knowledgeable about the transactions, events, and conditions that are reflected in the District's financial report and of the fiscal policies that govern its operations. Management's discussion and analysis provides financial managers with the opportunity to present both a short- and a long-term analysis of the District's activities. Requirements established by GASB 34 are general rather than specific to encourage effective reporting by including only the most relevant information and, where appropriate, refer to the accompanying financial statements. Management will explain the District's financial position and include the reasons the position is improved, deteriorated, or the same when compared to the prior year. The analysis will be based on currently known facts as of the date of the auditors' report.

Introduction

The financial performance of the Gallup-McKinley County School for the fiscal year ended June 30, 2012 will be the subject of this discussion and analysis. The purpose is to look at the financial performance as a whole; however, readers may also utilize the accompanying financial statements and notes for comprehensive information.

Financial Highlights

Key events for the fiscal year 2012 are:

- The District maintained a strong **A1** rating from Moody's Investor Services for the sale of General Obligation Bonds. During the fiscal year ending June 30, 2012, the District's debt management program produced a tax rate for debt at \$8.355 per thousand dollars of assessed valuation.
- Total Assets of Governmental Activities were \$408,847,651. (Ex. A-1)
- Total Liabilities of Governmental Activities were \$75,118,963. (Ex. A-1)
- Net Assets of Governmental Activities were \$333,728,688. (Ex. A-1)
- General Fund revenues exceeded expenditures and transfers by \$890,207 resulting in a year-end fund balance of \$9,516,287 (Ex B-2)
- All assets, including real estate and buildings, were recorded and accumulated depreciation on these assets was also recorded. Capital assets of \$473,655,595 with accumulated depreciation of \$112,428,112 were recorded. (Note 6.)
- The District and the Charter School implemented GASB 54 for year end June 30, 2011. Cash remaining at June 30, 2012 for the District that is budgeted as funds available for year end June 30, 2013 is \$3,676,253 and cash remaining for the Charter School budgeted for year end June 30, 2013 is \$378,497.

Basic Financial Statements

This annual report introduces the District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The Statement of Net Assets and Statement of Activities are district-wide (government) information that presents both an aggregate view of the District's finances and a longer-term view of trends. The next level of information is in the fund level financial statements. A fund is an accountability unit used to maintain control over resources for specified activities or objectives. The fund financial statements will look at the District's most significant funds while combining all other non-major funds into a single summary.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Management's Discussion and Analysis
 For the Fiscal Year Ended
 June 30, 2012

Government Wide Financial Statements

Statement of Net Assets – This is a District-wide statement including all assets and liabilities using an accrual basis of accounting. This basis of accounting, similar to private sector business, includes all of the current year's revenues and expenses regardless of when actual cash was received or paid. Differences between assets and liabilities are reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District as a whole is improving or deteriorating.

Summary of Statement of Net Assets

	<u>June 30, 2012</u>	<u>June 30, 2011</u>
<u>Assets</u>		
Current assets	\$ 38,802,821	\$ 42,265,482
Capital assets	473,655,595	455,326,590
Accumulated depreciation	(112,428,112)	(107,032,062)
Other noncurrent assets	8,817,347	8,947,515
Total assets	<u>\$ 408,847,651</u>	<u>\$ 399,507,525</u>
<u>Liabilities</u>		
Accounts payable	\$ 985,639	\$ 1,233,188
Accrued interest	692,894	1,100,340
Other current liabilities	10,035,798	10,276,114
Long-term liabilities	<u>63,404,632</u>	<u>61,887,809</u>
Total liabilities	<u>75,118,963</u>	<u>74,497,451</u>
<u>Net Assets</u>		
Invested in capital assets	283,711,526	279,232,077
Restricted: Debt service	7,774,137	9,249,672
Restricted: Capital projects	5,340,534	6,760,067
Restricted: Other Purpose	13,319,155	13,749,769
Unrestricted	<u>23,583,336</u>	<u>16,018,489</u>
Total net assets	<u>\$ 333,728,688</u>	<u>\$ 325,010,074</u>

Statement of Activities – This is a District-wide statement that reports how the District's net assets changed during the fiscal year. This report compliments the Statement of Net Assets by being designed to show the financial reliance on various sources of revenue used for the functions or activities provided by the District.

Both of these statements, Net Assets and Activities, include activity of the District that may be classified in three distinct types:

Governmental Activities – All of the District's programs and services are considered governmental and include the instructional program, support services, operation and maintenance of plant, pupil transportation, and activities.

Business-Type Activities – Services of this type include services or goods offered with the intent to recover the cost of the services or goods provided. The District has no Business-Type activities.

Component Unit Activities – Activities for which financial reporting is required within the primary unit (the District) but for which governance and oversight is assigned to the component unit. The Middle College High Charter School is defined as a component unit of the District.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2012

Summary of Statement of Activities

	<u>June 30, 2012</u>	<u>June 30, 2011</u>
<u>Revenues</u>		
Program revenues:		
Charges for services	\$ 2,005,845	\$ 2,138,497
Operating grants	68,608,463	80,873,812
Capital grants	12,753,304	16,596,426
General revenues:		
Property taxes	8,198,830	7,804,679
Federal and state aid	55,676,526	52,444,788
Loss on disposition of assets	(91,621)	(386,866)
Other	<u>97,829</u>	<u>69,881</u>
Total revenues	<u>147,249,176</u>	<u>159,541,217</u>
<u>Expenses</u>		
Direct instruction	77,079,467	82,411,218
Instructional support	16,767,787	18,670,398
Administration	8,445,391	9,068,257
Business and support services	3,837,468	4,234,780
Operation/maintenance of plant	18,796,995	18,097,507
Non-instructional support	253,635	11,756
Transportation	5,394,989	5,831,835
Food service	5,765,323	5,767,110
Interest on long term debt	<u>2,189,507</u>	<u>2,518,576</u>
Total expenses	<u>138,530,562</u>	<u>146,611,437</u>
Changes in net assets	<u>\$ 8,718,614</u>	<u>\$ 12,929,780</u>

Fund Financial Statements

The District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. The District uses many funds to account for a multitude of various transactions. Within the basic financial statements, fund financial statements focus only on the District's most significant funds rather than the District as a whole. Major funds are separately reported while all others are combined; individual non-fund data are presented in later sections of this report. The District's major governmental funds, as defined in GASB 34, are the General Fund, the Title I – IASA Special Revenue Fund, Impact Aid Indian Education Special Revenue Fund, and the Debt Service Fund.

Governmental Funds

Governmental funds encompass most of the District's activities and are reported in fund financial statements. These statements focus on short-term periods on how resources flow into and out of those funds and the resources available at the end of the fiscal period. These funds are reported in the modified accrual accounting method that recognizes cash and any other financial assets that can be readily converted. Governmental fund statements and government-wide reporting focus on two different perspectives, short-term and long-term impact, thus the relationship or differences can be understood by reconciling the two different financial statements.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2012

Governmental Activities

This statement of activity reports the cost of program services and the charges of services, and the revenues that are received to perform these services. The Statement of Activities (Exhibit A-2) for governmental activities reports the total cost of services and the net cost of services.

It becomes apparent that dependence upon revenues from the State of New Mexico for governmental activities is significant. The New Mexico Legislature and the operation of the Equalization Guarantee Formula for operational funding by the New Mexico Department of Education have minimized local tax support for public education. This fund pays for teaching staff, instructional support staff, administrative staff and maintenance staff.

The State of New Mexico through the Public Education Department establishes annually a "Unit Value" that is used, along with student membership and the Equalization Guarantee Formula factors, to determine the amount of State support to be received by individual districts. The Unit Value has decreased over the past three years; coupled with the District's slowly declining student membership, funding from the State of New Mexico has been reduced.

School District Funds

The District's total governmental funds had revenues of \$147,649,012, bond proceeds and premium of \$42,946,219, which includes \$35,896,219 of refunding bond proceeds and premium, and expenditures and other uses of \$194,147,760, which includes refunding bond debt retirement expenses of \$35,830,452. The net change in the governmental fund balance for the fiscal year was a decrease of \$3,667,126. These governmental funds are accounted for using the modified accrual basis of accounting as required by the New Mexico Public Education Department.

General Fund Budgeting Highlights

The State of New Mexico school budget process is defined in the New Mexico Statutes (Section 22) and the New Mexico Administrative Code (Section 6). Specific items are further defined in the New Mexico Manual of Procedures for Public School Accounting and Budgeting. The District follows an internal process of budgeting by recognizing the Educational Plan for Student Success and the priorities defined therein. District management and the Board of Education utilize a continuous improvement model for student success and district improvement. The General Fund is the most significant budgeted fund of the District.

The General Fund had final budgeted revenues of \$88,994,643 and actual revenue of \$89,593,802. Expenditures were budgeted at \$93,590,543 and actual expenditures were \$86,436,828. The difference between budget and actual expenditures was due to budgetary savings/requirements within the budget and allowable cash balance. General Fund balance on a budgetary basis at year end was \$11,250,248.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2012 the District had \$473,655,595 invested in capital assets and had accumulated depreciation of \$112,428,112 (Note 6). A systematic process is in place that adds newly acquired capital assets, deletes capital assets that are disposed of and requires local school sites to verify possession of capital assets at individual locations. Adjustments have been made to recognize the result of construction in progress for PSCOC awarded projects; these are recognized in the Capital Assets construction in progress. Construction in progress as of June 30, 2012 is \$52,868,009.

The State of New Mexico provides public school capital funding through the Public School Capital Outlay Council (PSCOC). Current legislation that regulates distribution of funds calls for "matching" of capital funds between the District and State using a formula. The District match is 16% that is matched by State resources of 84% for capital awards from the PSCOC. The District actively pursues grant awards for capital outlay from this source; awards are based upon the condition index of each facility, and the District has many facilities in the upper condition of need. During the fiscal year the major capital activity was the building of additional student instruction facilities.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
June 30, 2012

Long Term Debt

The District may incur general obligation debt under the terms of Article IX, Section 11 of the New Mexico Constitution. The approval of such general obligation debt is dependent upon local voter approval and is limited to 6% of the assessed valuation of taxable property within the District. As of June 30, 2012, the District had outstanding General Obligation bonds in the amount of \$44,920,000. The District is bonded to 99% of the legal limit of \$45,013,328 based on assessed property value of \$750,222,128. In September 2011, the District refunded GO Bonds, Series 2001, 2002, 2006 and 2007 for an approximate present value savings of 7.9%.

In 2002, the New Mexico Legislature enacted the Teacher Housing Revenue Bond Act. This act permits issuance of Revenue Bonds for the purpose of providing residential housing facilities for teachers. The Revenue Bonds do not constitute a general obligation indebtedness of the District; revenue from allowable federal Impact Aid payments to the district along with net income from the housing activities provides the pledged revenue for repayment. The District authorized and has outstanding Revenue Bond principal of \$24,765,000 as of June 30, 2012. In February 2012, the District refunded Teacher Revenue Bonds, Series 2003A, 2005A, and 2006, for an approximate present value savings of 13%.

FUTURE TRENDS

In September 2003, the voters of the State of New Mexico approved two Constitutional amendments that affect public school education. The provision that increases the percentage of interest distribution from the Public School Permanent Fund is designed to fund public school reforms. Since the State uses an Equalization Guarantee Formula, the additional distributions should increase the support for operational funding within the General Fund. The focus of the increased funding is to be the classroom rather than other functions.

Capital funding from State sources was not defined in a formula such as the operational fund prior to 1999. The District has received over \$170,530,639 in Public School Capital Outlay (PSCOC) funding since year end June 30, 2001 through June 30, 2012. The District participated in successful litigation against the State in order to receive state supported capital outlay funding. A State District Court monitors the State's performance in this funding; a status hearing regarding the State's progress toward uniform and sufficient capital funding may occur at the order of the Court. Capital funding is expected to continue at current levels to assist the District in replacement, renovation and construction of school buildings. Separately, the District's long-range debt plan, anticipates a General Obligation debt above 90% to coordinate with State capital outlay funds and the required match of funds by the District.

The Public Education Department, under Legislative action, directed New Mexico School Districts to implement a Uniform Chart of Accounts (UCOA). The implementation took place beginning July 1, 2006 and may change the comparison of financial statements for Fiscal Year End 2007 and for years following, to prior periods. The implemented UCOA in New Mexico will allow alignment with reporting received by the National Center for Education Statistics (NCES) which compiles statistics to comply with No Child Left Behind (NCLB).

The District completed and approved a five-year Facilities Master Plan (FMP) in July 2011. This plan is compliant with the Public School Facilities Authority (PSFA) guidelines and serves as a working document for future facility needs within the District. The Total Cost of Capital Improvement Project recommendations to address existing needs in the District are \$389,400,000. These funds will be used to address health and safety issues, educational/programmatic issues and renewing older facilities. The District plans for no growth related projects; demographic projections are for no growth in school age population in McKinley County to 2020 with increasing school age populations in subsequent years. The District will continue to actively apply for Public School Capital Outlay awards to bring substandard facilities up to current adequacy conditions.

An extensive study was conducted in 2006 by a state-appointed, independent Funding Formula Task Force to determine whether our public schools were being provided sufficient funding. New Mexico's Constitution requires that a "uniform system of free public schools sufficient for the education of and open to all children of school age in the state shall be established and maintained". The outcome of the study was clear – virtually every New Mexico school district, whether small or large, is not operating with sufficient funding, which is the mandate of the New Mexico Constitution. The 2009 New Mexico Legislative session received several education bills that proposed to dramatically change the 35 year old public education funding formula; statewide, an additional \$350,000,000 would be recommended to address sufficiency. The District would be a major beneficiary of the new formula and the accompanying funds. The legislative bills introduced were not passed into law.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Management's Discussion and Analysis
For the Fiscal Year Ended
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The upheaval in the global economy and subsequent market declines have been apparent in New Mexico; the declining and uncertain energy (natural gas and oil) markets have greatly impacted the State's ability to support public education using the funding formula mentioned previously. In January 2011 the Public Education Department (PED) reduced the initial Unit Value calculation for the 2010/2011 school year. This reduced final Unit Value for 2010/2011 was based upon the State Legislature's budget projections; the District's operational budget was reduced by \$2,161,072. The Public Education Department reduced the initial Unit Value calculation for the beginning of the 2011/2012 school year by 3.4% from the 2010/2011 Final Unit Value. In January 2012 the Public Education Department implemented a slight increase of 0.36% for a final 2011/2012 Unit Value. This resulted in an increase of \$284,274 to the 2011/2012 operational budget.

Funds allocated to the State of New Mexico from the Federal American Reinvestment and Recovery Act (ARRA) are being used in the "State Fiscal Stabilization Fund" (SFSF) to offset the drop in state General Fund revenue. In 2009/2010, 2010/2011, and 2011/2012 combined, the District received \$8,125,974 in ARRA funds to offset the decrease in Operational funds from 2008/2009 to 2010/2011. The District has implemented separate reporting and accounting processes in order to report ARRA usage. Since the District has received ARRA funds it has carefully monitored the student enrollment, staffing levels and projected revenue levels; the need for increased vigilance has become an organizational theme.

The District has implemented a Board of Education Policy (B-1100) to form the "Finance Committee of the Board of Education"; this committee interacts with management in order to provide awareness and greater understanding of internal control processes and financial reporting processes. This committee will assist in compliance with the responsibility for "the Body charged with governance" to become more capable of oversight as required in the American Institute of Certified Public Accountants, (AICPA) Statement of Auditing Standards (SAS) No. 112 and similar statements of responsibility.

CONTACTING THE DISTRICT

This financial report is designed to provide the reader, citizens, taxpayers, investors and other patrons with a general overview of the Gallup-McKinley County School District's financial condition and to provide accountability for the funds the District receives. Questions about this financial report or the operations of the District may be directed to:

Ms. Kim Brown
Assistant Superintendent-Business Services
Gallup-McKinley County Schools
P.O. Box 1318
Gallup, NM 87305
kbrown@gmcs.k12.nm.us
505-721-1070

Mr. Paul Merrill
Director of Fiscal Services
Gallup-McKinley County Schools
P.O. Box 1318
Gallup, NM 87305
pmerrill@gmcs.k12.nm.us
505-721-1072

Questions regarding other programs of the District may be directed to:

Mr. Ray Arsenault
Superintendent
Gallup-McKinley County Schools
P.O. Box 1318
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505-721-1051

Mr. Max Perez
Assistant Superintendent – Learning Services
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505-721-1012

Other District information may be accessed at: www.gmcs.k12.nm.us

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Net Assets
June 30, 2012

	Primary Government Governmental Activities	Component Unit
Assets		
Current assets		
Cash and cash equivalents	\$ 28,830,540	\$ 467,731
Property taxes receivable	680,154	-
Due from other governments	8,046,486	7,442
Other receivables	711,981	30
Inventory	533,660	-
Total current assets	38,802,821	475,203
Noncurrent assets		
Restricted cash and cash equivalents	8,523,488	-
Bond issuance costs (net of accumulated amortization of \$87,915)	293,859	-
Capital assets	473,655,595	214,368
Less: accumulated depreciation	(112,428,112)	(29,012)
Total noncurrent assets	370,044,830	185,356
Total assets	\$ 408,847,651	\$ 660,559

The accompanying notes are an integral part of these financial statements

	<u>Primary Government</u>	
	Governmental	
	Activities	Component Unit
Liabilities		
Current liabilities		
Accounts payable	\$ 985,639	\$ 7,259
Deposits payable	90,195	-
Accrued payroll	2,686,469	6,351
Due to NM Public Education Department	353,609	-
Accrued interest	692,894	-
Current portion of accrued compensated absences	350,525	7,035
Current portion of bonds payable	6,555,000	-
	<u>11,714,331</u>	<u>20,645</u>
Noncurrent liabilities		
Bond underwriter premiums (net of accumulated amortization of \$104,770)	274,632	-
Accrued compensated absences	-	3,069
Bonds payable	63,130,000	-
	<u>63,404,632</u>	<u>3,069</u>
Total liabilities	<u>75,118,963</u>	<u>23,714</u>
Net assets		
Invested in capital assets, net of related debt	283,711,526	185,356
Restricted for:		
Debt service	7,774,137	-
Capital projects	5,340,534	-
Other purposes	13,319,155	-
Unrestricted	23,583,336	451,489
	<u>333,728,688</u>	<u>636,845</u>
Total net assets	<u>333,728,688</u>	<u>636,845</u>
Total liabilities and net assets	<u>\$ 408,847,651</u>	<u>\$ 660,559</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Statement of Activities
 For the Year Ended June 30, 2012

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary government:				
Governmental Activities:				
Instruction	\$ 77,079,467	\$ 1,080,186	\$ 35,992,201	\$ 7,852,788
Support services - students	11,182,037	156,704	5,221,444	1,139,216
Support services - instruction	5,585,750	78,278	2,608,262	569,071
Support services - general administration	1,493,846	20,935	697,550	152,192
Support services - school administration	6,951,545	97,418	3,246,019	708,217
Central services	3,837,468	53,778	1,791,903	390,958
Operation and maintenance of plant	18,796,995	263,419	8,777,243	1,915,021
Student transportation	5,394,989	-	4,286,296	-
Other support services	253,635	3,554	118,435	25,840
Food services operations	5,765,323	251,572	5,869,111	-
Interest on long-term debt	2,189,507	-	-	-
	<u>\$ 138,530,562</u>	<u>\$ 2,005,845</u>	<u>\$ 68,608,463</u>	<u>\$ 12,753,304</u>
Component Unit Activities:				
Charter school	<u>\$ 722,837</u>	<u>\$ -</u>	<u>\$ 10,977</u>	<u>\$ -</u>

General Revenues:

- Taxes
 - Property taxes, levied for operating programs
 - Property taxes, levied for debt services
 - Property taxes, levied for capital projects
 - Oil and gas taxes
- State equalization guarantee
- Interest and investment earnings
- Miscellaneous
- Loss on disposition of assets
- Subtotal, general revenues

Changes in net assets

Net assets - beginning

Net assets - ending

The accompanying notes are an integral part of these financial statements

Net (Expense) Revenue and Changes in Net Assets	
<u>Primary Government</u>	<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Charter School</u>
\$ (32,154,293)	\$ -
(4,664,673)	-
(2,330,139)	-
(623,169)	-
(2,899,890)	-
(1,600,829)	-
(7,841,311)	-
(1,108,693)	-
(105,806)	-
355,360	-
(2,189,507)	-
<u>(55,162,950)</u>	<u>-</u>
	(711,860)
316,024	-
6,360,357	-
1,522,449	-
14,812	-
55,676,526	680,680
9,956	-
73,061	-
(91,621)	-
<u>63,881,564</u>	<u>(31,180)</u>
8,718,614	(31,180)
<u>325,010,074</u>	<u>668,025</u>
<u>\$ 333,728,688</u>	<u>\$ 636,845</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Balance Sheet
Governmental Funds
June 30, 2012

	General Fund	Title I - IASA	Impact Aid Indian Education
ASSETS			
<i>Current assets</i>			
Cash and cash equivalents	\$ 3,403,647	\$ -	\$ 7,160,926
Property taxes receivable	23,707	-	-
Due from other governments	-	3,559,179	-
Other receivables	711,981	-	-
Inventory	401,751	-	-
Due from other funds	7,846,601	-	-
<i>Total assets</i>	\$ 12,387,687	\$ 3,559,179	\$ 7,160,926
LIABILITIES AND FUND BALANCES			
<i>Current liabilities</i>			
Accounts payable	\$ 315,803	\$ 12,907	\$ 10,125
Deposits payable	90,195	-	-
Accrued payroll	2,451,648	35,513	36,465
Due to NM Public Education Department	-	-	-
Deferred revenue	13,754	-	-
Due to other funds	-	3,510,759	-
<i>Total liabilities</i>	2,871,400	3,559,179	46,590
<i>Fund balances</i>			
Nonspendable			
Inventory	401,751	-	-
Spendable			
Restricted for:			
Educational purposes	-	-	7,114,336
Food service	-	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Committed for:			
Subsequent year's expenditures	3,676,253	-	-
Unassigned	5,438,283	-	-
<i>Total fund balances</i>	9,516,287	-	7,114,336
<i>Total liabilities and fund balances</i>	\$ 12,387,687	\$ 3,559,179	\$ 7,160,926

The accompanying notes are an integral part of these financial statements

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
\$ 8,523,488	\$ 18,265,967	\$ 37,354,028
529,560	126,887	680,154
-	4,487,307	8,046,486
-	-	711,981
-	131,909	533,660
-	-	7,846,601
<u>\$ 9,053,048</u>	<u>\$ 23,012,070</u>	<u>\$ 55,172,910</u>
\$ -	\$ 646,804	\$ 985,639
-	-	90,195
-	162,843	2,686,469
-	353,609	353,609
318,916	76,470	409,140
-	4,335,842	7,846,601
<u>318,916</u>	<u>5,575,568</u>	<u>12,371,653</u>
-	131,909	533,660
-	2,549,863	9,664,199
-	1,630,209	1,630,209
-	12,251,603	12,251,603
8,734,132	-	8,734,132
-	1,196,939	1,196,939
-	-	3,676,253
-	(324,021)	5,114,262
<u>8,734,132</u>	<u>17,436,502</u>	<u>42,801,257</u>
<u>\$ 9,053,048</u>	<u>\$ 23,012,070</u>	<u>\$ 55,172,910</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Governmental Funds
 Reconciliation of the Balance Sheet to the Statement of Net Assets
 June 30, 2012

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Fund balances - total governmental funds	\$ 42,801,257
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	361,227,483
Revenues not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	
Delinquent property taxes	409,140
Bond issuance costs, including original issue discounts and premiums are not current financial resources or obligations and, therefore, are not reported in the funds	
Bond issuance cost (net of amortization)	293,859
Bond underwriter premiums (net of amortization)	(274,632)
Accrued interest is not due and payable with current financial resources and, therefore, is not reported in the funds	(692,894)
Certain liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds	
General obligation bonds	(44,920,000)
Revenue bonds	(24,765,000)
Current portion of accrued compensated absences	<u>(350,525)</u>
Total net assets - governmental activities	<u>\$ 333,728,688</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	General Fund	Title I - IASA	Impact Aid Indian Education
<i>Revenues</i>			
Property taxes	\$ 318,707	\$ -	\$ -
Oil and gas taxes	681	-	-
Intergovernmental revenue			
Federal flowthrough	373,194	8,254,608	-
Federal direct	26,030,517	-	6,375,625
Local sources	108,048	-	-
State flowthrough	57,324,597	-	-
State direct	584,623	-	-
Combined local/state	-	-	-
Transportation distribution	4,286,296	-	-
Charges for services	847,132	-	-
Interest	207	-	-
Miscellaneous	48,619	-	-
<i>Total revenues</i>	89,922,621	8,254,608	6,375,625
<i>Expenditures</i>			
Current			
Instruction	49,121,486	6,642,439	2,328,651
Support services - students	3,926,507	3,785	3,916,280
Support services - instruction	2,430,954	1,271,785	593,733
Support services - general administration	539,745	191,800	256,892
Support services - school administration	6,587,177	-	-
Central services	2,816,827	144,799	631,201
Operation and maintenance of plant	16,546,553	-	99
Student transportation	4,741,141	-	-
Other support services	38,485	-	-
Food services operations	-	-	-
Capital outlay	223,828	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
<i>Total expenditures</i>	86,972,703	8,254,608	7,726,856
<i>Excess (deficiency) of revenues over expenditures</i>	2,949,918	-	(1,351,231)
<i>Other financing sources (uses)</i>			
Remittal of prior year fund balance	-	-	-
Bond proceeds	-	-	-
Bond premium	-	-	-
Transfers in	-	-	-
Transfers out	(2,059,711)	-	-
<i>Total other financing sources (uses)</i>	(2,059,711)	-	-
<i>Net change in fund balances</i>	890,207	-	(1,351,231)
<i>Fund balances - beginning of year</i>	8,626,080	-	8,465,567
<i>Fund balances - ending of year</i>	\$ 9,516,287	\$ -	\$ 7,114,336

The accompanying notes are an integral part of these financial statements

Debt Service	Other Governmental Funds	Total
\$ 6,406,516	\$ 1,533,518	\$ 8,258,741
11,411	2,720	14,812
-	13,243,372	21,871,174
-	5,585,429	37,991,571
-	1,440,306	1,548,354
-	4,831,745	62,156,342
-	8,782,698	9,367,321
-	65,539	65,539
-	-	4,286,296
-	1,158,713	2,005,845
697	9,052	9,956
-	24,442	73,061
<u>6,418,624</u>	<u>36,677,534</u>	<u>147,649,012</u>
-	10,929,333	69,021,909
-	3,098,601	10,945,173
-	1,254,922	5,551,394
81,294	444,661	1,514,392
98,217	245,731	6,931,125
-	219,153	3,811,980
-	2,282,531	18,829,183
-	-	4,741,141
-	-	38,485
-	5,727,660	5,727,660
-	22,006,234	22,230,062
42,042,451	-	42,042,451
2,612,805	-	2,612,805
-	150,000	150,000
<u>44,834,767</u>	<u>46,358,826</u>	<u>194,147,760</u>
<u>(38,416,143)</u>	<u>(9,681,292)</u>	<u>(46,498,748)</u>
-	(114,597)	(114,597)
35,615,000	7,050,000	42,665,000
281,219	-	281,219
2,059,711	-	2,059,711
-	-	(2,059,711)
<u>37,955,930</u>	<u>6,935,403</u>	<u>42,831,622</u>
(460,213)	(2,745,889)	(3,667,126)
<u>9,194,345</u>	<u>20,182,391</u>	<u>46,468,383</u>
<u>\$ 8,734,132</u>	<u>\$ 17,436,502</u>	<u>\$ 42,801,257</u>

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STATE OF NEW MEXICO
 Gallup-McKinley County Public 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, 2012

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

Net change in fund balances - total governmental funds	\$ (3,667,126)
--	----------------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital expenditures reported as capital outlay expenditures	22,230,062
Depreciation expense	(9,205,486)

In the Statement of Activities, only the loss on the disposition of capital assets is reported, whereas in the governmental funds, the proceeds from the disposition increase financial resources. Thus, the change in net assets differs from the change in fund balance by the book value cost of the capital assets disposed.

	(91,621)
--	----------

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:

Change in deferred revenue related to property taxes receivables	(308,215)
--	-----------

The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:

Current year bond issuance cost	150,000
Current year bond premium	(281,219)
Amortization of bond issuance cost	(37,380)
Amortization of bond premiums	53,232
Decrease in compensated absences	91,470
Decrease in accrued interest	407,446
Bond proceeds	(42,665,000)
Principal payments on bonds	42,042,451

Change in net assets of governmental activities	<u>\$ 8,718,614</u>
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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
General Fund

Exhibit C-1

Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts			Variances Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
<i>Revenues</i>				
Property taxes	\$ 298,055	\$ 298,055	\$ 331,698	\$ 33,643
Oil and gas taxes	519	519	805	286
<i>Intergovernmental</i>				
Federal flowthrough	225,000	225,000	373,194	148,194
Federal direct	31,557,959	31,557,959	26,030,517	(5,527,442)
Local sources	74,040	79,811	108,048	28,237
State flowthrough	50,778,987	51,063,261	56,977,996	5,914,735
State direct	419,969	419,969	511,762	91,793
Transportation distribution	4,185,706	4,664,311	4,358,621	(305,690)
Charges for services	669,450	669,450	847,690	178,240
Interest	1,000	1,000	3,357	2,357
Miscellaneous	15,308	15,308	50,114	34,806
<i>Total revenues</i>	<u>88,225,993</u>	<u>88,994,643</u>	<u>89,593,802</u>	<u>599,159</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	51,881,509	52,180,716	48,690,104	3,490,612
Support services - students	4,538,389	4,538,389	3,926,579	611,810
Support services - instruction	2,479,242	2,511,799	2,430,954	80,845
Support services - general administration	951,978	961,695	532,832	428,863
Support services - school administration	7,070,918	7,040,641	6,586,771	453,870
Central services	2,911,611	2,945,254	2,851,558	93,696
Operation and maintenance of plant	16,882,680	17,844,895	16,488,213	1,356,682
Student transportation	4,185,706	4,970,001	4,646,003	323,998
Other support services	125,471	145,471	38,485	106,986
Capital outlay	1,382,027	451,682	245,329	206,353
<i>Total expenditures</i>	<u>92,409,531</u>	<u>93,590,543</u>	<u>86,436,828</u>	<u>7,153,715</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,183,538)</u>	<u>(4,595,900)</u>	<u>3,156,974</u>	<u>7,752,874</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	4,183,538	4,595,900	-	(4,595,900)
Transfers in (out)	-	-	(2,059,711)	(2,059,711)
<i>Total other financing sources (uses)</i>	<u>4,183,538</u>	<u>4,595,900</u>	<u>(2,059,711)</u>	<u>(6,655,611)</u>
<i>Net change in fund balances</i>	-	-	1,097,263	1,097,263
<i>Fund balances - beginning of year</i>	-	-	10,152,985	10,152,985
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,250,248</u>	<u>\$ 11,250,248</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,097,263
Adjustments to revenues for property taxes, oil and gas taxes, and state flowthrough.				328,819
Adjustments to expenditures for salaries, general supplies and material, and other contract services.				(535,875)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 890,207</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I - IASA - Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Exhibit C-2

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	7,805,271	8,736,880	5,331,328	(3,405,552)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>7,805,271</u>	<u>8,736,880</u>	<u>5,331,328</u>	<u>(3,405,552)</u>
<i>Expenditures</i>				
Current				
Instruction	6,766,386	7,070,284	6,631,904	438,380
Support services - students	4,200	3,785	3,785	-
Support services - instruction	707,038	1,314,210	1,278,021	36,189
Support services - general administration	194,827	201,324	191,800	9,524
Support services - school administration	-	-	-	-
Central services	132,820	147,277	144,799	2,478
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,805,271</u>	<u>8,736,880</u>	<u>8,250,309</u>	<u>486,571</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(2,918,981)	(2,918,981)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(2,918,981)	(2,918,981)
<i>Fund balances - beginning of year</i>	-	-	(591,778)	(591,778)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,510,759)</u>	<u>\$ (3,510,759)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (2,918,981)
Adjustments to revenues for federal flowthrough grants.				2,923,280
Adjustments to expenditures for other professional services.				(4,299)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Indian Education Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Exhibit C-3

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	6,375,625	6,375,625
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>6,375,625</u>	<u>6,375,625</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	2,114,444	2,519,221	2,285,661	233,560
Support services - students	4,178,153	4,314,188	4,115,828	198,360
Support services - instruction	671,040	875,958	593,733	282,225
Support services - general administration	273,043	285,931	256,892	29,039
Support services - school administration	-	-	-	-
Central services	534,366	669,672	627,644	42,028
Operation and maintenance of plant	-	187	99	88
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,771,046</u>	<u>8,665,157</u>	<u>7,879,857</u>	<u>785,300</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,771,046)</u>	<u>(8,665,157)</u>	<u>(1,504,232)</u>	<u>7,160,925</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	7,771,046	8,665,157	-	(8,665,157)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,771,046</u>	<u>8,665,157</u>	<u>-</u>	<u>(8,665,157)</u>
<i>Net change in fund balances</i>	-	-	(1,504,232)	(1,504,232)
<i>Fund balances - beginning of year</i>	-	-	8,665,158	8,665,158
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,160,926</u>	<u>\$ 7,160,926</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,504,232)
No adjustments to revenues.				-
Adjustments to expenditures for other contract services.				<u>153,001</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,351,231)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2012

Exhibit D-1

Assets

Cash and cash equivalents

\$ 681,261

Total assets

\$ 681,261

Liabilities

Due to student organizations

\$ 681,261

Total liabilities

\$ 681,261

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies

Gallup-McKinley County Public Schools (“the 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 of the City of Gallup and McKinley County. 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.

The school board is authorized to establish policies and regulations for its own government consistent with the laws of the State of New Mexico and the regulations of the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years. The District operates thirty five schools and one charter school within the District with a total enrollment of approximately 12,000 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the District provides transportation and school food services for the students.

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 the District’s management who is responsible for their integrity and objectivity. The financial statements and notes of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for the governmental units. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance. The more significant of the District’s accounting policies are described below.

A. Financial Reporting Entity

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. 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 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 in the reporting entity. Based upon the application of these criteria, the District has one component unit and is not a component unit of another government agency.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

A. *Financial Reporting Entity (continued)*

The District's Board of Education approved the Middle College Charter School for operations in accordance with the criteria listed above. The charter school is deemed to be fiscally dependent upon the District and has been deemed to be a separate legal entity based on state statute and is presented as a discrete component unit. The discretely presented component unit does not have separately issued financial statements.

B. *Government-wide and fund financial statements*

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

In the government-wide Statement of Net Assets, the governmental activities column is presented on a consolidated basis by column, and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

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

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are 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
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Ad valorem taxes (property taxes), 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; net of estimated refunds and uncollectible amounts for government-wide statements. For fund financial statements these revenues are recognized as revenues when measurable and available. Derived tax revenues are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items (which include state equalization and state revenue sharing) are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The District reports the following major governmental funds:

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. Revenues are provided by the District's school tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the school except for those items included in other funds. The General Fund includes the *Pupil Transportation Fund*, which is used to account for transportation distribution received from the New Mexico Public Education Department which is used to pay for the costs associated with transporting school age children. It also includes the *Instructional Materials Fund*, which is used to account for the monies received from the New Mexico Public Education Department for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Title I – IASA Special Revenue Fund* is used to provide supplemental educational opportunity for academically disadvantaged children residing in the area. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

The *Impact Aid Indian Education Special Revenue Fund* is used to account for resources provided to the District which are to be used for supplemental special education for students in federally impacted areas. Funding is provided by PL 81-874.

The *Debt Service Fund* is used to accumulate resources for payment of principal and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters, assessed by the McKinley County Assessor, and collected and remitted to the District by the McKinley County Treasurer.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Additionally, the government reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for student activity funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the Local Government Investment Pool. The Local Government 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 pool shares. As of June 30, 2012, the District does not have any investments with Local Governmental Investment Pool.

Restricted Assets: The Debt Service Fund is used to report resources set aside for the payment of long-term debt principal and interest.

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

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

The District receives monthly income from a tax levy from McKinley County. The funds are collected by the County Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount remitted by the County Treasurer in July and August 2012 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2012. Period of availability is deemed to be sixty days subsequent to year end.

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

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

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

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. As of June 30, 2012 the District does not have any prepaid items.

Inventory: The District's method of accounting for inventory is the consumption method. Under the consumption approach, governments report inventories they purchase as an asset and defer recognition of the expenditures until the period in which the inventories actually are consumed. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Food Service Special Revenue Fund consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as expenditures at the time individual inventory items are consumed.

U.S.D.A. commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories. No deferred revenue was recorded for unused commodity inventory as of June 30, 2012.

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Library books are deemed to have useful lives of one year and are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction. Construction projects paid for by the Public School Capital Outlay Council are included in the District's capital assets.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20-40
Furniture, fixtures, and equipment	3-12

Accrued Payroll: In the fund financial statements, governmental fund types recognize the accrual of unpaid wages and benefits that employees have earned at the close of each fiscal year. The amount recognized in the fund financial statements represents checks that were held at year end in relation to employee's summer payroll.

Deferred Revenues: There are two sets of circumstances in which the District accrues deferred revenue.

- *Unearned revenue* - Under both the accrual and the modified accrual basis of accounting exchange, revenue may be recognized only when it is earned. If assets are recognized in connection with a transaction before the earnings process is complete, those assets must be offset by a corresponding liability for deferred revenue.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

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

- *Unavailable revenue* – Under the modified accrual basis of accounting, revenue must also be susceptible to accrual (it must be both measureable and available to finance expenditures of the current fiscal period). If assets are recognized in connection with a transaction, but those assets are not yet available to finance expenditures of the current fiscal period, then the assets must be offset by a corresponding liability for deferred revenue.

Compensated Absences: Twelve-month employees are entitled to accumulate annual leave up to 20 days per year, depending on length of service, and the employee's hire date and the employee's employment status (administrator or classified). Annual leave is supposed to be taken in the year earned or the succeeding fiscal year; however, a maximum of 20 days, depending on the employment status of the employee, may be carried over to the succeeding year or put into the employee's annual leave bank. The employee's annual leave bank may accumulate up to a maximum of 30 working days. Any additional days over the 30 are lost. Once days are banked they may not be withdrawn. Upon termination, employees are paid for their accrued annual leave, up to a maximum of 30 days.

Qualified employees are entitled to accumulate sick leave. There is no limit to the amount of sick leave which an employee may accumulate; however, the only employees that are eligible to be paid out are those that are retiring and have completed at least five years of service with the District. These employees will be compensated at 30 percent of their daily rate of pay for unused sick leave upon retirement up to a maximum of 150 days.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net assets.

Long-term Obligations: In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or straight line method if the difference is inconsequential.

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

Fund Balance Classification Policies and Procedures: For committed fund balance, the District's highest level of decision-making authority is the Board of Education. The formal action that is required to be taken to establish a fund balance commitment is the Board of Education.

For assigned fund balance, the Board of Education or an official or body to which the School Board of Education delegates the authority is authorized to assign amounts to a specific purpose. The authorization policy is in governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

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

For the classification of fund balances, the District considers restricted or unrestricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Also for the classification of fund balances, the District considers committed, assigned, or unassigned amounts to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Nonspendable Fund Balance: At June 30, 2012, the nonspendable fund balance of the District is comprised of inventory in the general fund in the amount of \$401,751 and inventory in the food service fund in the amount of \$131,909, both of which are not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2012, the restricted fund balance on the governmental funds balance sheet is made up of \$9,664,199 for providing education to the students of the District, \$1,630,209 for providing food service to the students of the District, \$12,251,603 for the purpose of erecting, remodeling, making additions to and furnishing school buildings and purchasing or improving school grounds and purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act [22-24-1 NMSA 1978], or any combination of these purposes, \$8,734,132 for the payment of principal and interest of the future debt service requirements, \$3,728,930 for subsequent year's expenditures, and \$1,196,939 for athletics administered within the District.

Minimum Fund Balance Policy: The District's policy for maintaining a minimum amount of fund balance for operations is to minimize any sudden and unplanned discontinuity to programs and operations and for unforeseen contingencies. The District has not developed a policy for maintaining a minimum amount of fund balance as of June 30, 2012.

Net Assets: Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt: Net assets invested in capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Assets: Consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net assets restricted for "special revenue, debt service, and capital projects" are described on pages 42 and 76-85.
- c. Unrestricted Net Assets: All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates for the District are management's estimate of estimated useful lives and the current portion of accrued compensated absences.

E. *Revenues*

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

E. *Revenues* (continued)

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$55,676,526 in state equalization guarantee distributions during the year ended June 30, 2012.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Property taxes are assessed on January 1st of each year and are payable in two equal installments, on November 10th of the year in which the tax bill is prepared and April 10th of the following year with the levies becoming delinquent 30 days (one month) thereafter. The District recognizes tax revenues in the period for which they are levied in the government-wide financial statements. The District records only the portion of the taxes considered 'measurable' and 'available' in the governmental fund financial statements. The District recognized \$8,258,741 in property tax revenues in the governmental fund financial statements during the year ended June 30, 2012. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

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 \$4,286,296 in transportation distributions during the year ended June 30, 2012.

Instructional Materials: The Public Education Department receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while thirty percent of each allocation is available for purchases directly from vendors. The District received \$511,762 in instructional materials revenue from the State for the year ended June 30, 2012.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the Schools under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. However, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary. The District received \$3,393,048 in state SB-9 matching during the year ended June 30, 2012.

Public School Capital Outlay: The public school capital outlay fund was created under the provisions of Chapter 22, Article 24, NMSA 1978. The money in the fund may be used for: capital expenditures deemed by the public school capital outlay council to be necessary for an adequate education program per Section 22-24-4(B); core administrative function of the public school facilities authority and for project management expense upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L). The District received \$8,415,000 in PSCOC awards during the year ended June 30, 2012.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 1. Summary of Significant Accounting Policies (continued)

E. *Revenues* (continued)

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

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 operates under its own budget, which has been approved by the Federal Department or the flowthrough 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 and Breakfast for its food services operations, and the distribution of commodities through the New Mexico Human Services Department. These items are recorded as non-operating revenues. All charges for services are recorded as operating income.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

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

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Public Education Department.
2. In May or June, the budget is approved by the Board of Education.
3. The school board must certify the budget. The school board meeting is open for the general public unless a closed meeting has been called.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 2. Stewardship, Compliance and Accountability (continued)

Budgetary Information (continued)

6. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Budget basis expenditures exclude encumbrances.

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

The appropriated budget for the year ended June 30, 2012, was properly amended by the District's Board of Education throughout the year. These amendments resulted in the following changes:

	Excess (deficiency) of revenues over expenditures	
	Original Budget	Final Budget
Budgeted Funds:		
General Fund	\$ (4,183,538)	\$ (4,595,900)
Title I – IASA	\$ -	\$ -
Impact Aid Indian Education	\$ (7,771,046)	\$ (8,665,157)
Debt Service	\$ (6,070,287)	\$ (17,401,505)
Nonmajor Funds	\$ (29,680,333)	\$ (42,075,439)

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

NOTE 3. Deposits and Investments

Section 22-8-40, NMSA 1978 authorizes the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, the state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2012.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States or collateralized by the financial institution as required by statute. The financial institution must provide pledged collateral for 50% of the deposit amount in excess of the deposit insurance. The collateral pledged is listed on Schedule III in 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.

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

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

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 3. Deposits and Investments (continued)

According to the Federal Deposit Insurance Corporation (FDIC), public unit deposits are funds owned by the public unit. Under the Transaction Account Guarantee Program (TAGP) in effect from July 1, 2010 to December 31, 2010, time deposits, savings deposits and interest bearing negotiable order of withdrawal (NOW) accounts of a public unit in an institution in the same state were insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. The TAGP program expired on December 31, 2010. On November 9, 2010, the FDIC Board of Directors issued a final rule to implement the section of the Dodd-Frank Wall Street Reform and Consumer Protection Act that provides temporary unlimited coverage for noninterest-bearing transaction accounts at all FDIC-insured depository institutions. The separate coverage on non-interest bearing transaction accounts became effective on December 31, 2010 and will terminate on December 31, 2012. From December 31, 2010 to July 20, 2012 accounts held by an official custodian for a government unit are insured as follows:

- Up to \$250,000 for the combined total of all time and savings deposits (including NOW accounts), and
- Unlimited coverage for noninterest-bearing transaction (demand deposit) accounts.

Through July 20, 2012, there is no difference in deposit insurance coverage when an official custodian deposits money in-state or out-of-state.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2012, \$5,409,620 of the District's bank balance of \$40,946,174 was subject to custodial credit risk, all of which was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name. None of the District's deposits was uninsured and uncollateralized at June 30, 2012.

	Bank of America	Pinnacle Bank	Wells Fargo Bank	Total
Total amount of deposits	\$ 34,907,634	\$ 5,659,620	\$ 378,920	\$ 40,946,174
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	(34,907,634)	-	(378,920)	(35,286,554)
FDIC Coverage	-	(250,000)	-	(250,000)
Total uninsured public funds	-	5,409,620	-	5,409,620
Collateralized by securities held by the pledging institution or by its trust department or agent in other than the District's name	-	5,409,620	-	5,409,620
Uninsured and uncollateralized	\$ -	\$ -	\$ -	\$ -
Collateral requirement (50% of uninsured)	\$ -	\$ 2,704,810	\$ -	\$ 2,704,810
Pledged securities	-	5,488,096	-	5,488,096
Over (under) collateralization	\$ -	\$ 2,783,286	\$ -	\$ 2,783,286

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 3. Deposits and Investments (continued)

Investments:

Investment Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk. New Mexico State Statutes require collateral pledged to be delivered for securities underlying an overnight repurchase agreement, or a joint safekeeping receipt be issued to the District for at least one hundred two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution. At June 30, 2012, the District’s investment balances were exposed to custodial credit risk as follows:

<u>Investment Type</u>	<u>Maturities</u>	<u>Fair Value</u>	<u>Rating</u>
U.S. Treasury MM Mutual Funds	<360 days	\$ 2,195,071	AAA

Interest Rate Risk – Investments. The District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Concentration Credit Risk – Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. The investments in US Treasury Bills represent 100% of the District’s investment portfolio. Since the District only purchases investment with the highest credit rating, the additional concentration is not viewed to be an additional risk by the District. The District’s policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

The District utilizes pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from accounts in the combining balance sheets as of June 30, 2012. Funds 24000 through 25000 are federal funds and 26000 through 31700 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2012:

Primary Government

24101	Title I - IASA	\$ 3,510,759
24106	Entitlement IDEA-B	538,027
24107	Discretionary IDEA-B	44,544
24109	Preschool IDEA-B	18,286
24113	Education of Homeless	2,898
24115	Private Schools Share IDEA-B	35,994
24119	21st Century Community Learning Centers	741,432
24124	Title I 1003g Grant	563,612
24129	Partnerships in Character Ed Pilot	1,889
24153	English Language Acquisition	108,749
24154	Teacher/Principal Training and Recruiting	383,865
24160	Rural and Low Income Schools	143,656
24162	Title I School Improvement	133,502
24167	Reading First	14,370
24174	Carl D Perkins Secondary- Current	34,047
24176	Carl D Perkins Secondary- Redistribution	1,965
25131	Johnson O'Malley	362,074
25173	Indian Health Services	5,977
25184	Indian Education Formula Grant	623
25199	21st Century Community Learning Centers	2,560
25214	Teacher Quality Improvement	17,058
Subtotal		6,665,887

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 3. Deposits and Investments (continued)

Subtotal from previous page	\$ 6,665,887
25228 Goals 2000 Parental Assistance	17,981
25238 Substance Abuse and Mental Health Services	41,018
25254 DOD- Education Activity	463,486
26143 Save the Children	81,932
26201 Pump up the Volume in Preschools	131,723
27103 Dual Credit Instructional Materials/HB2	5,586
27106 2010 GO Bond Public School Acquisition	8,007
27136 TANF-Full Day Kindergarten	1,513
27144 Laws of NM 2005	46,467
27149 Pre-K Initiative	67,879
27152 Reading Improvement Initiatives	2,704
27155 Breakfast for Elementary Students	63,168
27159 K-Plus Initiative	1,577
27166 Kindergarten- Three Plus	68,512
28170 Office of Child Development	6,170
28191 Start Smart K-3 Plus Utah State University Study	5,318
28193 CYFD Parents as Teacher Model	95,598
29107 City/County Grant	6,311
29130 School Based Health Center	<u>65,764</u>
Total	<u><u>\$ 7,846,601</u></u>

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the District's Statement of Net Assets as follows:

Cash and cash equivalents per Exhibit A-1	\$ 28,830,540
Restricted cash and cash equivalents per Exhibit A-1	8,523,488
Agency cash and cash equivalents per Exhibit D-1	<u>681,261</u>
Total cash and cash equivalents	<u>38,035,289</u>
Add: Outstanding checks, and other reconciling items	5,105,956
Less: Investments	<u>(2,195,071)</u>
Bank balance of deposits	<u><u>\$ 40,946,174</u></u>

Component Unit:

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the Component Unit's deposits may not be returned to it. The Component Unit does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2012, none of the Component Unit's bank balance of \$486,378 was subject to custodial credit risk.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 3. Deposits and Investments (continued)

	Wells Fargo Bank
Total amount of deposits	\$ 486,378
Deposit Accounts covered by the "Dodd-Frank Deposit Insurance Provision"	(486,378)
FDIC Coverage	-
Total uninsured public funds	-
Collateralized by securities held by the pledging institution or by its trust department or agent in other than the Component Unit's name	-
Uninsured and uncollateralized	\$ -
Collateral requirement (50% of uninsured)	\$ -
Pledged securities	-
Over (under) collateralization	\$ -

The Component Unit utilizes pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled accounts were reclassified as due to/from accounts in the combining balance sheets as of June 30, 2012. Funds 24000 through 25000 are federal funds and 26000 through 31700 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2012:

24106	Entitlement IDEA-B	\$ 4,614
25255	Education Jobs Fund	283
31200	Public School Capital Outlay	6,977
31700	Capital Improvements SB-9	7,442
	Total	\$ 19,316

Reconciliation to the Statement of Net Assets

The carrying amount of deposits and investments shown above are included in the District's statement of net assets as follows:

Cash and cash equivalents per Exhibit A-1	\$ 467,731
Total cash and cash equivalents	467,731
Plus: outstanding checks	18,647
Bank balance of deposits	\$ 486,378

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 4. Accounts Receivable

Accounts receivable as of June 30, 2012, are as follows:

Primary Government:

	General Fund	Title I- IASA	Debt Service	Other Governmental Funds	Total
Property taxes receivable	\$ 23,707	\$ -	\$ 529,560	\$ 126,887	\$ 680,154
Due from other governments					
Federal sources	-	3,559,179	-	3,973,024	7,532,203
State sources	-	-	-	514,283	514,283
Other receivables					
Reimbursements	711,981	-	-	-	711,981
	<u>\$ 735,688</u>	<u>\$ 3,559,179</u>	<u>\$ 529,560</u>	<u>\$ 4,614,194</u>	<u>\$ 9,438,621</u>

The above receivables are deemed 100% collectible.

Component Unit:

Accounts receivable as of June 30, 2012, are as follows:

	Operational	Instructional Materials	Capital Improvements SB-9	Total
Due from other governments				
State sources	\$ -	\$ -	\$ 7,442	\$ 7,442
Other receivables	20	10	-	30
	<u>\$ 20</u>	<u>\$ 10</u>	<u>\$ 7,442</u>	<u>\$ 7,472</u>

The above receivables are deemed 100% collectible.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 5. Interfund Receivables, Payables, and Transfers

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

The composition of interfund balances during the year ended June 30, 2012 is as follows:

Internal Balances

<u>Due from other fund</u>	<u>Due to other fund</u>	<u>Amount</u>
Primary Government		
General Fund	Title I - IASA *	\$ 3,510,759
General Fund	Entitlement IDEA-B	538,027
General Fund	Discretionary IDEA-B	44,544
General Fund	Preschool IDEA-B	18,286
General Fund	Education of Homeless	2,898
General Fund	Private Schools Share IDEA-B	35,994
General Fund	21st Century Community Learning Centers	741,432
General Fund	Title I 1003g Grant	563,612
General Fund	Partnerships in Character Ed Pilot	1,889
General Fund	English Language Acquisition	108,749
General Fund	Teacher/Principal Training and Recruiting	383,865
General Fund	Rural and Low Income Schools	143,656
General Fund	Title I School Improvement	133,502
General Fund	Reading First	14,370
General Fund	Carl D Perkins Secondary- Current	34,047
General Fund	Carl D Perkins Secondary- Redistribution	1,965
General Fund	Johnson O'Malley	362,074
General Fund	Indian Health Services	5,977
General Fund	Indian Education Formula Grant	623
General Fund	21st Century Community Learning Centers	2,560
General Fund	Teacher Quality Improvement	17,058
General Fund	Goals 2000 Parental Assistance	17,981

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 5. Interfund Receivables, Payables, and Transfers (continued)

General Fund	Substance Abuse and Mental Health Services	41,018
General Fund	DOD- Education Activity	463,486
General Fund	Save the Children	81,932
General Fund	Pump up the Volume in Preschools	131,723
General Fund	Dual Credit Instructional Materials/HB2	5,586
General Fund	2010 GO Bond Public School Acquisition	8,007
General Fund	TANF-Full Day Kindergarten	1,513
General Fund	Laws of NM 2005	46,467
General Fund	Pre-K Initiative	67,879
General Fund	Reading Improvement Initiatives	2,704
General Fund	Breakfast for Elementary Students	63,168
General Fund	K-Plus Initiative	1,577
General Fund	Kindergarten- Three Plus	68,512
General Fund	Office of Child Development	6,170
General Fund	Start Smart K-3 Plus Utah State University Study	5,318
General Fund	CYFD Parents as Teacher Model	95,598
General Fund	City/County Grant	6,311
General Fund	School Based Health Center	65,764

\$ 7,846,601

Component Unit

General Fund	Entitlement IDEA-B	\$ 4,614
General Fund	Education Jobs Fund	283
General Fund	Public School Capital Outlay	6,977
General Fund	Capital Improvements SB-9	7,442

\$ 19,316

All interfund balances are to be repaid within one year. (*) Indicates a major fund.

The District recorded interfund transfers to reflect a temporary transfer of cash due to temporary need within the funds to pay off debt. The composition of interfund transfers during the year ended June 30, 2012 is as follows:

<u>Transfers Out</u>	<u>Transfers In</u>	<u>Amount</u>
Primary Government		
General Fund	Debt Service	\$ 2,059,711

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2012, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and construction in progress are not subject to depreciation.

Primary Government:

	Balance June 30, 2011	Reclassification	Additions	Deletions	Balance June 30, 2012
Capital assets not being depreciated:					
Land	\$ 18,085,610	\$ -	\$ -	\$ -	\$ 18,085,610
Construction in progress	49,759,875	(12,695,808)	15,803,942	-	52,868,009
Total capital assets not being depreciated	<u>67,845,485</u>	<u>(12,695,808)</u>	<u>15,803,942</u>	<u>-</u>	<u>70,953,619</u>
Capital assets being depreciated:					
Buildings and improvements	361,941,259	12,695,808	5,481,750	-	380,118,817
Furniture, fixtures, and equipment	25,539,846	-	944,370	3,901,057	22,583,159
Total capital assets being depreciated	<u>387,481,105</u>	<u>12,695,808</u>	<u>6,426,120</u>	<u>3,901,057</u>	<u>402,701,976</u>
Total capital assets	<u>455,326,590</u>	<u>-</u>	<u>22,230,062</u>	<u>3,901,057</u>	<u>473,655,595</u>
Less accumulated depreciation:					
Buildings and improvements	85,959,739	-	8,163,361	-	94,123,100
Furniture, fixtures and equipment	21,072,323	-	1,042,125	3,809,436	18,305,012
Total accumulated depreciation	<u>107,032,062</u>	<u>-</u>	<u>9,205,486</u>	<u>3,809,436</u>	<u>112,428,112</u>
Total capital assets net of depreciation	<u>\$ 348,294,528</u>	<u>\$ -</u>	<u>\$ 13,024,576</u>	<u>\$ 91,621</u>	<u>\$ 361,227,483</u>

Depreciation expense for the year ended June 30, 2012 was charged to the following functions:

Primary Government

Instruction	\$ 8,062,936
Support services-students	236,995
Support services-instruction	32,878
Support services-general administration	96,979
Support services-school administration	1,032
Central services	85,354
Operations and maintenance of plant	647
Student transportation	657,053
Food services operations	31,612
	<u>\$ 9,205,486</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 6. Capital Assets (continued)

The District has active construction projects as of June 30, 2012. The projects include additions, renovations and improvements to school buildings and grounds. A portion of the outstanding projects is funded by payments made directly to contractors by the Public School Capital Outlay Council (PSCOC). The PSCOC was created under the public school capital outlay council pursuant to Subsection A of Section 22-24-9 NMSA 1978 to assist in identifying and funding all outstanding deficiencies in public schools and grounds that may adversely affect the health or safety of students and school personnel no later than June 30, 2012. Additions of Gallup Middle School Renovation Phase II, Miyamura High School Renovation, and Thoreau Middle School were completed during the fiscal year with approximately \$13 million awarded by the Public School Capital Outlay Council.

Component Unit

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
Capital assets being depreciated:				
Buildings and improvements	\$ 187,941	\$ -	\$ -	\$ 187,941
Furniture fixtures and equipment	28,539	-	2,112	26,427
Total capital assets	216,480	-	2,112	214,368
Less accumulated depreciation:				
Buildings and improvements	4,957	4,699	-	9,656
Furniture, fixtures and equipment	19,439	2,029	2,112	19,356
Total accumulated depreciation	24,396	6,728	2,112	29,012
Total capital assets net of depreciation	\$ 192,084	\$ (6,728)	\$ -	\$ 185,356

Depreciation expense for the year ended June 30, 2012 was charged to the following functions:

Instruction	\$ 2,151
Support services-general administration	11
Central services	4,566
	<u>\$ 6,728</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 7. Long-term Debt

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. The original amount of general obligation bonds issued in prior years was \$33,375,000. During the year, general obligation bonds for the same purpose totaling \$17,900,000 were issued for erecting, remodeling, making additions to and furnishing schools buildings and purchasing and improving school grounds. There was also a refunding revenue bond issued in the amount of \$24,765,000. In addition, these were used for refunding the District's outstanding General Obligation Bonds, Series 2000. General obligation bonds are direct obligations and pledge the full faith and credit of the District. These bonds are issued with varying terms and varying amounts of principal maturing each year. All general obligation bonds as of June 30, 2012 are for governmental activities.

Bonds outstanding at June 30, 2012, are comprised of the following:

	Series 11/22/2002	Series 8/12/2003	Series 10/26/2004	Series 3/3/2008
Original Issue:	\$ 3,500,000	\$ 3,000,000	\$ 4,500,000	\$ 5,500,000
Principal:	August 1	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	1.41% - 3.539%	3.00% - 4.00%	3.30% - 4.75%	3.45% - 4.00%
Maturity Date:	8/1/2014	8/1/2016	8/1/2017	8/1/2021

	Series 1/6/2009	Series 11/24/2009	Series 5/3/2010	Series 11/12/2010
Original Issue:	\$ 6,000,000	\$ 2,425,000	\$ 4,750,000	\$ 8,200,000
Principal:	August 1	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	3.45% - 5.00%	4.00% - 5.00%	1.33% - 4.35%	.836-3.77%
Maturity Date:	8/1/2022	8/1/2012	8/1/2023	8/1/2027

	Series 10/25/2011	Series 10/25/2011	Revenue Bond 3/16/2012
Original Issue:	\$ 10,850,000	\$ 7,050,000	\$ 24,765,000
Principal:	August 1	August 1	August 1
Interest:	February 1 August 1	February 1 August 1	February 1 August 1
Interest Rates:	2.00% - 3.00%	2.00% - 3.25%	0.80% - 3.05%
Maturity Date:	8/1/2020	8/1/2027	8/1/2026

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
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NOTE 7. Long-term Debt (continued)

The following is a summary of the long-term debt and the activity for the year June 30, 2012

Primary Government:

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012	Due Within One Year
General obligation bonds					
Series 6/1/1999	\$ 1,525,000	\$ -	\$ 1,525,000	\$ -	\$ -
General obligation bonds					
Series 9/1/2001	1,350,000	-	1,350,000	-	-
General obligation bonds					
Series 11/22/2002	1,915,000	-	1,915,000	-	-
General obligation bonds					
Series 8/12/2003	2,300,000	-	300,000	2,000,000	300,000
General obligation bonds					
Series 10/26/2004	3,400,000	-	150,000	3,250,000	250,000
General obligation bonds					
Series 1/13/2006	4,100,000	-	4,100,000	-	-
General obligation bonds					
Series 5/16/2007	4,245,000	-	4,245,000	-	-
General obligation bonds					
Series 3/3/2008	4,750,000	-	300,000	4,450,000	300,000
General obligation bonds					
Series 1/6/2009	5,550,000	-	300,000	5,250,000	300,000
General obligation bonds					
Series 11/24/2009	925,000	-	635,000	290,000	290,000
General obligation bonds					
Series 5/3/2010	4,750,000	-	1,170,000	3,580,000	570,000
General obligation bonds					
Series 11/12/10	8,200,000	-	-	8,200,000	815,000
General obligation bonds					
Series 10/25/2011	-	7,050,000	-	7,050,000	260,000
General obligation bonds					
Series 10/25/2011	-	10,850,000	-	10,850,000	1,800,000
Revenue bond					
Series 1/6/2003	12,131,598	-	12,131,598	-	-
Revenue bond					
Series 5/1/2005	2,265,969	-	2,265,969	-	-
Revenue bond					
Series 7/28/2006	11,654,884	-	11,654,884	-	-
Revenue bond					
Series 3/16/2012	-	24,765,000	-	24,765,000	1,670,000
	<u>69,062,451</u>	<u>42,665,000</u>	<u>42,042,451</u>	<u>69,685,000</u>	<u>6,555,000</u>
Compensated absences	441,995	579,513	670,983	350,525	350,525
	<u>\$ 69,504,446</u>	<u>\$ 43,244,513</u>	<u>\$ 42,713,434</u>	<u>\$ 70,035,525</u>	<u>\$ 6,905,525</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 7. Long-term Debt (continued)

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2012, compensated absences decreased \$91,470 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities. All accrued compensated absences are expected to be liquidated within one year.

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

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 4,885,000	\$ 1,171,286	\$ 6,056,286
2014	5,220,000	1,164,796	6,384,796
2015	4,150,000	1,062,682	5,212,682
2016	3,465,000	961,520	4,426,520
2017	3,430,000	773,761	4,203,761
2018-2022	14,630,000	2,920,894	17,550,894
2023-2027	7,625,000	980,083	8,605,083
2028	1,515,000	66,786	1,581,786
	<u>\$ 44,920,000</u>	<u>\$ 9,101,808</u>	<u>\$ 54,021,808</u>

The annual requirements to amortize the August 12, 2003 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 300,000	\$ 67,938	\$ 367,938
2014	300,000	58,375	358,375
2015	400,000	46,750	446,750
2016	500,000	30,000	530,000
2017	500,000	10,000	510,000
	<u>\$ 2,000,000</u>	<u>\$ 213,063</u>	<u>\$ 2,213,063</u>

The annual requirements to amortize the October 26, 2004 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 250,000	\$ 111,038	\$ 361,038
2014	300,000	102,066	402,066
2015	350,000	90,875	440,875
2016	675,000	73,112	748,112
2017	675,000	49,150	724,150
2018	1,000,000	18,500	1,018,500
	<u>\$ 3,250,000</u>	<u>\$ 444,741</u>	<u>\$ 3,694,741</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the March 3, 2008 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 300,000	\$ 161,212	\$ 461,212
2014	300,000	149,213	449,213
2015	300,000	138,037	438,037
2016	250,000	128,487	378,487
2017	275,000	119,162	394,162
2018-2022	3,025,000	346,654	3,371,654
	<u>\$ 4,450,000</u>	<u>\$ 1,042,765</u>	<u>\$ 5,492,765</u>

The annual requirements to amortize the January 6, 2009 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 300,000	\$ 220,588	\$ 520,588
2014	300,000	209,525	509,525
2015	200,000	200,025	400,025
2016	350,000	189,150	539,150
2017	-	182,150	182,150
2018-2022	2,950,000	631,350	3,581,350
2023	1,150,000	25,875	1,175,875
	<u>\$ 5,250,000</u>	<u>\$ 1,658,663</u>	<u>\$ 6,908,663</u>

The annual requirements to amortize the November 24, 2009 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 290,000	\$ 5,800	\$ 295,800
	<u>\$ 290,000</u>	<u>\$ 5,800</u>	<u>\$ 295,800</u>

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 Gallup-McKinley County Public Schools
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 June 30, 2012

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the May 3, 2010 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 570,000	\$ 110,543	\$ 680,543
2014	270,000	103,139	373,139
2015	265,000	97,324	362,324
2016	200,000	91,420	291,420
2017	200,000	85,529	285,529
2018-2022	1,200,000	273,036	1,473,036
2023-2024	875,000	82,953	957,953
	<u>\$ 3,580,000</u>	<u>\$ 843,944</u>	<u>\$ 4,423,944</u>

The annual requirements to amortize the November 12, 2010 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 815,000	\$ 100,067	\$ 915,067
2014	975,000	196,728	1,171,728
2015	975,000	188,271	1,163,271
2016	250,000	176,951	426,951
2017	255,000	168,549	423,549
2018-2022	1,505,000	756,900	2,261,900
2023-2027	2,700,000	494,442	3,194,442
2028	725,000	53,948	778,948
	<u>\$ 8,200,000</u>	<u>\$ 2,135,856</u>	<u>\$ 10,335,856</u>

The annual requirements to amortize the October 25, 2011 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 260,000	\$ 183,150	\$ 443,150
2014	895,000	171,600	1,066,600
2015	305,000	159,600	464,600
2016	300,000	153,550	453,550
2017	300,000	147,550	447,550
2018-2022	1,300,000	651,250	1,951,250
2023-2027	2,900,000	376,813	3,276,813
2028	790,000	12,838	802,838
	<u>\$ 7,050,000</u>	<u>\$ 1,856,351</u>	<u>\$ 8,906,351</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 7. Long-term Debt (continued)

The annual requirements to amortize the October 25, 2011 Series general obligation bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 1,800,000	\$ 210,950	\$ 2,010,950
2014	1,880,000	174,150	2,054,150
2015	1,355,000	141,800	1,496,800
2016	940,000	118,850	1,058,850
2017	1,225,000	97,200	1,322,200
2018-2021	3,650,000	157,675	3,807,675
	<u>\$ 10,850,000</u>	<u>\$ 900,625</u>	<u>\$ 11,750,625</u>

The annual requirements to amortize the March 16, 2012 Series revenue refunding bonds outstanding as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 1,670,000	\$ 389,711	\$ 2,059,711
2014	1,745,000	433,422	2,178,422
2015	1,755,000	420,452	2,175,452
2016	1,765,000	403,901	2,168,901
2017	1,785,000	383,125	2,168,125
2018-2022	9,345,000	1,446,023	10,791,023
2023-2027	6,700,000	389,785	7,089,785
	<u>\$ 24,765,000</u>	<u>\$ 3,866,419</u>	<u>\$ 28,631,419</u>

The total annual requirements to amortize revenue and general obligation bonds as of June 30, 2012, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	\$ 6,555,000	\$ 1,560,997	\$ 8,115,997
2014	6,965,000	1,598,218	8,563,218
2015	5,905,000	1,483,134	7,388,134
2016	5,230,000	1,365,421	6,595,421
2017	5,215,000	1,242,415	6,457,415
2018-2022	23,975,000	4,281,388	28,256,388
2023-2027	14,325,000	1,369,868	15,694,868
2028	1,515,000	66,786	1,581,786
	<u>\$ 69,685,000</u>	<u>\$ 12,968,227</u>	<u>\$ 82,653,227</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 7. Long-term Debt (continued)

Component Unit:

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012	Due Within One Year
Compensated absences	\$ 9,610	\$ 7,529	\$ 7,035	\$ 10,104	\$ 7,035
	<u>\$ 9,610</u>	<u>\$ 7,529</u>	<u>\$ 7,035</u>	<u>\$ 10,104</u>	<u>\$ 7,035</u>

Compensated Absences – Administrative employees of the Component Unit are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2012, compensated absences increased \$494 from the prior year accrual. In prior years, the general fund was typically used to liquidate long-term liabilities.

NOTE 8. 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; and natural disasters. Therefore, the District is a member of the New Mexico Public School Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance.

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$15,000 deductible per occurrence with a maximum annual deductible of \$60,000. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor's Forgery, Credit Card Forgery, and Money Orders. A limit of \$100,000 applies to Money and Securities, which include a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. No settlements exceeded insurance coverage for 2012.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 9. Deficit Fund Balances and Budget Noncompliance Issues

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

A. Deficit fund balance of individual funds. The following funds reflected a deficit fund balance as of June 30, 2012:

Primary Government:

Partnerships in Character Ed Pilot	\$ 1,889
Title I School Improvement	85,222
21st Century Community Learning Centers	2,560
Save the Children	5,054
2010 GO Bond Public School Acquisition	1,455
TANF - Full Day Kindergarten	1,513
Laws of NM 2005	46,467
Reading Improvement Initiatives	2,704
K-Plus Initiative	1,577
Kindergarten- Three Plus	88,572
Start Smart K-3 Plus Utah State University Study	14,933
City/County Grants	6,311
School Based Health Center	<u>65,764</u>
 Total	 <u><u>\$ 324,021</u></u>

Component Unit:

Entitlement IDEA-B	\$ 4,614
Education Jobs Fund	283
Public School Capital Outlay	<u>6,977</u>
 Total	 <u><u>\$ 11,874</u></u>

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

Primary Government:

None

Component Unit:

None

C. In the budget designated cash appropriations exceeded prior year available balances. The following funds exceeded budgeted designated cash appropriations for the year ended June 30, 2012:

Primary Government:

None

Component Unit:

None

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
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NOTE 10. Pension Plan – Educational Retirement Board

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

Funding Policy. Plan members earning \$20,000 or less annually are required by statute to contribute 7.9% of their gross salary. Plan members earning over \$20,000 annually were required to contribute 11.15% of their gross salary in fiscal year 2012 and will be required to contribute 9.40% of their gross salary in fiscal year 2013. The District has been and is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, in fiscal years 2012 and 2013. In fiscal year 2012 the District contributed 9.15% of the gross covered salary of employees earning more than \$20,000 annually. In fiscal year 2013 the District will contribute 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established to State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ended June 30, 2012, 2011, and 2010, were \$6,944,875, \$8,583,316, and \$8,758,909, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan

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

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

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

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare 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 Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2012, the statute required each participating employer to contribute 1.834% of each participating employee's annual salary; each participating employee was required to contribute .917% of their salary. In the fiscal year ending June 30, 2013 the contribution rate for employees and employers will rise as follows:

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Notes to Financial Statements
 June 30, 2012

NOTE 11. Post-Employment Benefits – State Retiree Health Care Plan (continued)

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY13	2.000%	1.000%

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

The RHCA plan is financed on a pay-as-you-go basis. The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature. The District's contributions to the RHCA for the years ended June 30, 2012, 2011, and 2010 were \$1,329,125, \$1,268,546, and \$1,005,272, respectively, which equal the required contributions for each year.

NOTE 12. Contingent Liabilities

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

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

NOTE 13. Commitments

The District's commitments as of June 30, 2012 are as follows:

<u>Construction Projects</u>	<u>Contract Amount</u>	<u>Projected Completion Date</u>
Juan de Onate Elementary School	\$ 166,121	Fiscal year 12/13
Miyamura High School	\$ 7,262,476	Fiscal year 12/13
Washington Elementary School	\$ 133,827	Fiscal year 12/13
Church Rock Academy	\$ 156,432	Fiscal year 12/13
Thoreau Elementary School	\$ 186,235	Fiscal year 12/13
Jefferson Elementary School	\$ 173,040	Fiscal year 12/13
Lincoln Elementary School	\$ 163,934	Fiscal year 12/13
Roosevelt Elementary School	\$ 165,000	Fiscal year 12/13
Thoreau High School	\$ 420,012	Fiscal year 12/13
Crownpoint Elementary School	\$ 4,188,805	Fiscal year 12/13

A Portion of the above construction projects in process are paid directly by Public School Capital Outlay Council.

NOTE 14. Joint Powers Agreements

Cooperative Procurement Agreement

Participants – McKinley County
 City of Gallup
 Gallup-McKinley County Public Schools

Responsible party – All participants

Description – To conduct cooperative procurement utilizing services of each entity.

Begin date – May 2, 2002

Ending date – Until notified

Estimated amount of project – Unknown

Amount contributed – None

Audit responsibility – Each participant

Fiscal agent – Not applicable

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
June 30, 2012

NOTE 14. Joint Powers Agreements (continued)

Aquatics Center Operations

Participants - City of Gallup
Gallup-McKinley County Public Schools
Responsible party – City of Gallup
Description – To operate the Aquatics Center Swimming Facility
Beginning date – April 4, 2004
Ending date – Until withdrawn
Estimated amount of project - \$8,250,000
Amount contributed - \$2,250,000
Audit responsibility – City of Gallup
Fiscal agent – City of Gallup

Resolution of the Intergovernmental Relations Committee of the Navajo Nation Counsel

Participants – Navajo Nation of Dine Education
Gallup-McKinley County Public Schools
Responsible party – Navajo Nation of Dine Education
Description – To collaborate on and endorse a relevant curriculum that increases the awareness of students, teachers and employee to cultural diversity and provides opportunities for staff development to enhance that relationship.
Beginning date – July 6, 2004
Ending date – Until withdrawn
Estimated amount of project - Unknown
Amount contributed - None
Audit responsibility – Navajo Nation of Dine Education
Fiscal agent – Navajo Nation of Dine Education

JPA for Shared Use of Facilities

Participants – City of Gallup
Gallup-McKinley County Public Schools
Responsible party – Each participant
Description – To share both school district and city recreational, training, and educational facilities.
Beginning date – 1977
Ending date – Unknown
Estimated amount of project - None
Amount contributed - None
Audit responsibility – Each participant
Fiscal agent – Not Applicable

Fiscal Duties for Middle College High Charter School

Participants –Gallup-McKinley County Public Schools
Middle College High Charter School
Responsible party – Middle College High Charter School
Description – To perform the fiscal duties of Middle College High Charter School.
Beginning date – July 1, 2010
Ending date – June 30, 2012
Estimated amount of project - None
Amount contributed - None
Audit responsibility – Each participant
Fiscal agent – Gallup-McKinley County Public Schools

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Notes to Financial Statements
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NOTE 15. Payroll Related Expenditures

The District's expenditures are budgeted on a cash basis, with the exception of those expenditures related to payroll.

Payroll expenditures are budgeted on the accrual basis and the beginning fund balance and current year actual expenditures are budgeted on the budgetary comparisons in those funds that have accrued payroll for held checks at year end have been adjusted to account for this requirement.

NOTE 16. Subsequent Events

The date to which events occurring after June 30, 2012, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statements or disclosures is November 9, 2012 which is the date on which the financial statements were available to be issued.

The 2012 to 2013 budget process presented a great challenge to the School District. The beginning budgets for the larger federal and state grants were reduced by approximately 13% in total and the Operational fund only increased by approximately 1%. In order for the School District to avoid a reduction in work force, efforts were made to reduce costs in areas that minimally affected student instruction. One area where the School District attempted to reduce costs required the approval of the District's Board of Education and the New Mexico Public Education Department. This measure was approved by the Board of Education on June 4, 2012, but it was disapproved by the New Mexico Public Education Department on July 11, 2012, after the beginning of the new fiscal year. The District is continuing to actively reduce costs in other areas during the 2012 to 2013 fiscal year in order to avoid over expending budgets.

NOTE 17. Restricted Net Assets

The government-wide statement of net assets reports \$26,433,826 of restricted net assets, all of which is restricted by enabling legislation. For descriptions of the related restrictions for net assets restricted for special revenue, debt service and capital projects, see pages 42 and 76-85.

NOTE 18. Concentrations

The District depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the District is subject to changes in the specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

NOTE 19. Subsequent Pronouncements

In November 2010, GASB Statement No. 60 *Accounting and Financial Reporting for Service Concession Arrangements*, effective date: for financial statements for periods beginning after December 15, 2011. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The standard is expected to have no effect on the District in upcoming years.

In November 2010, GASB Statement No. 61 *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, effective date: the provisions of this Statement are effective for financial statements for periods beginning after June 15, 2012. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

In December 2010, GASB Statement No. 62 *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, effective date: the requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011. Earlier application is encouraged. The provisions of this Statement generally are required to be applied retroactively for all periods presented. The District will implement this standard during fiscal year June 30, 2013.

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NOTE 19. Subsequent Pronouncements (continued)

In June 2011, GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* effective date: the provisions of Statement 63 are effective for financial statements for periods beginning after December 15, 2011, with earlier application encouraged. The standard is expected to have no effect on the District in upcoming years.

In March 2012, Statement No. 65 *Items Previously Reported as Assets and Liabilities*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In March 2012, Statement No. 66 *Technical Corrections-2012—an amendment of GASB Statements No. 10 and No. 62*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged. The standard will be implemented during fiscal year June 30, 2014.

In June 2012, Statement No. 67 *Financial Reporting for Pension Plans—an amendment of GASB Statements No. 25*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

In June 2012, Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statements No. 27*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The standard is expected to have no effect on the District in upcoming years.

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SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

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SPECIAL REVENUE FUNDS

Food Service (21000) – This fund is utilized to account for Federal and Local sources of income relating to the food service programs. The Food Service Fund is segregated into two categories, one being the Federal funds and the other being Non-Federal funds. Federal funds consist of National School Lunch Program, which is administered by the State of New Mexico for the purpose of making breakfast and lunch available to all school children and to encourage the domestic consumption of agricultural commodities and other food components. Authority for the creation of this fund is NMSA 22-13-13.

Athletics (22000) – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

Non-Budgeted Activity (23022) - To account for funds paid to the Schools for student activity travel. Accumulated funds are used to replace activity buses. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Scholarship (23023) – To provide college scholarships to a designated number of high school graduates meeting certain criteria from revenues generated from the annual Paul Hanson Memorial Golf Tournament. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Autism Program (23024) – To provide funds for parents of autistic students to attend conferences about parenting autistic children. These funds were raised from a golf tournament organized by the parents. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Miyamura Scholarship (23025) – To provide college scholarships to designated graduates from Miyamura High School from funds donated to the school. Funding authority is the New Mexico Public Education Department.

Non-Budgeted SQS (23026) – The District is the fiscal agent for the Strengthening Quality in Schools (SQS) program. These funds are awarded to the SQS program from the Governor's Business Executives for Education for the implementation costs of quality improvement initiatives in various statewide school districts. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Thoreau Night School (23027) – To account for the tuition fees collected from Thoreau Night School students. These fees pay for supplies and materials, and wages for Night School staff. Funding authority is the New Mexico Public Education Department.

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

Discretionary IDEA-B (24107) – The purpose of this program is to provide administrators and program directors with information and strategies that will support licensed and waived teachers in the areas of special education with day-to-day functions of the classroom. Authority for creation of this fund is Individuals with Disabilities Education Act (IDEA), Part B, Sections 611-617, and Part D, Section 674 as amended, 20 U.S.C. 1411-1417 and 1420, Public Law 105-17.

Preschool IDEA-B (24109) – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the Schools through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

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

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Education of Homeless (24113) - To provide tutoring and remedial academic services to homeless children and youth within the District. Funding is by the New Mexico Public Education Department.

Private Schools Share IDEA - B (24115) - Under 34 CFR §§ 300.132-300.133, local educational agencies (LEA) must spend a proportionate amount of their IDEA-B Basic Entitlement and, if applicable, Preschool sub-grant funds for special education and related services (“equitable participation services”) to students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district served by the LEA. The private schools must be nonprofit institutions. Children aged three through five are considered to be parentally-placed private school children with disabilities only if they are enrolled in a private school that meets the definition of elementary school in 34 CFR §300.13. New Mexico State law defines an elementary school as “a public school providing instruction for grades kindergarten through eight, unless there is a junior high school program approved by the state board [department], in which case it means a public school providing instruction for grades kindergarten through six” 22-1-3(A) NMSA 1978.

Fresh Fruits and Vegetables (24118) – To account for funds administered by the New Mexico State University through New Mexico Human Services Department to promote nutrition education to students and parents. National School Lunch Act, as amended, 42 U.S.C. 1769.

21st Century Community Living and Learning Centers 2008- 2014 (Includes Funds 24119, 24159, and 25199) - To account for a grant utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for kindergarten to 12th grade focusing on the neighborhood and the community as a classroom, Public Law 103-382.

“Risk Pool” IDEA-B (24120) - Entitlement funds that are set aside each year for the Puente para los Ninos high cost child program. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

Title I 1003g Grant (24124) – The objective of this grant is to provide in conjunction with Title I funds for school improvement reserved under section 1003(a) of the ESEA. School Improvement Grants under section 1003(g) of the ESEA are used to improve student achievement in Title I schools identified for improvement, corrective action, or restructuring so as to enable those schools to make adequate yearly progress (AYP) and exit improvement status. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

Title I Family Literacy IASA (24125) – The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Public Education Department. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

Title IV Drug Free Schools and Comm/Ed (24128) – The objective of this program is to provide federal funds for the implementation of programs and/or curricula designed to prevent drug abuse from kindergarten through grade twelve. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Public Education Department. Authority for creation of this fund is Public Law 103-382.

Partnerships in Character Ed Pilot (24129) – To account for federal resources for designing and implementing character education programs that take into consideration the views of parents, students, students with disabilities, and other members of the community (*Elementary and Secondary Education Act of 1965*, as amended, Title V, Part D, Subpart 3, Sec. 5431; 20 U.S.C. 7247).

English Language Acquisition (24153) – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. Authority for creation of this fund is the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, and Sections 3101, 3129.

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Teacher/Principal Training and Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science and also to increase the accessibility of such instruction to all students. Authority for creation of this fund is the Rehabilitation Act of 1973, as amended, Title III, Section 303(b)-(d). 20 U.S.C. 777a and 797a.

Title IV-A Safe and Drug Free Schools and Community (24157) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. The authority for creation of this fund is the Elementary and Secondary Education Act, Title IV, Part A, Subpart 1, as amended. 20 U.S.C. 7111-7118.

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

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

School Renovation, IDEA and Technology (24166) – To account for funds used to provide financial assistance to districts to purchase and install an Infrared Audio Enhancement System to help improve the quality of teaching and learning in their schools as authorized under Public Law 106-554, Department of Education Appropriations Act of 2001, Section 321.

Reading First (24167) -To provide the cost of teachers and direct teaching expenses for reading initiative. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

Carl D. Perkins Secondary- Current (24174, 24175, and 25176) – To provide federal funds to expand and improve vocational education programs and to provide equal access in vocational education to special needs populations. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1998, as amended, Public Law 105-332.

Title I- IASA - Federal Stimulus (24201) – This fund is used to account for resources provided under the American Recovery and Reinvestment Act of 2009 (ARRA). These federal funds are intended to create an opportunity for educators to implement strategies that will improve education for at-risk students and close the achievement gaps while also stimulating the economy.

Entitlement IDEA-B - Federal Stimulus (24206) – This fund is used to account for resources provided under the American Recovery and Reinvestment Act of 2009 (ARRA). These federal funds are to account for a program funded by a federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U.S.C. 1411-1420.

Preschool IDEA-B - Federal Stimulus (24209) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the Preschool IDEA-B grant.

Early Intervention Services IDEA-B - Federal Stimulus (24212) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), these federal funds are for students in kindergarten through grade 12 (with a particular emphasis on students in kindergarten through grade 3) who have not been identified as needing special education or related services but who need additional academic and behavioral support to succeed in the general education environment.

Education of Homeless - Federal Stimulus (24213) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of Education of Homeless grant.

Private School Share IDEA-B - Federal Stimulus (24215) - Under the American Recovery and Reinvestment Act of 2009 (ARRA), this grant is subject to the provisions of the IDEA-B Private School Share grant.

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Enhancing Education Through Technology - Federal Stimulus (24249) – To supplement the Enhancing Ed programs within the District and provide salaries to highly qualified individuals. American Recovery and Reinvestment Act of 2009 (ARRA).

Bilingual Education Title VII (25109) – To develop school wide programs for limited English proficient students that reform, restructure, and upgrade all relevant and operations within an individual school that has a concentration of limited English proficient students. Elementary and Secondary Education Act of 1965, as amended, Title VII, Part A, Subpart I.

JTPA (25117) - To provide funding for summer youth employment and training programs. Funding and authority is by the New Mexico Department of Labor.

Johnson O'Malley (25131) - To account for grant funds (through the Navajo Nation) to be used to fulfill the needs of Indian students. The funding authority is The Navajo Nation Department of Education. Public Law 93-638 and Public Law 100-427.

General Ed. Projects “Star Schools” (25137) - To pay for curriculum modules that are technology driven, standards based and created by teachers under the E-TIP project. These modules are digitized and distributed over the internet. Public Law 103-382 ESEA of 1965.

Impact Aid Special Education (25145) – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA’s) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

Title XIX - Medicaid 3/21 Years (25153) – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. Authority for the creation of this fund is the Social Security Act, Title XIX, as amended; Public Laws 89-97, 90-248, and 91-56; 42 U.S.C. 1396 et seq., as amended; Public Law 92-223; Public Law 92-603; Public Law 93-66; Public Law 93-233; Public Law 96-499; Public Law 97-35; Public Law 97-248; Public Law 98-369; Public Law 99-272; Public Law 99-509; Public Law 100-93; Public Law 100-202; Public Law 100-203; Public Law 100-360; Public Law 100-436; Public Law 100-485; Public Law 100-647; Public Law 101-166; Public Law 101-234; Public Law 101-239; Public Law 101-508; Public Law 101-517; Public Law 102-234; Public Law 102-170; Public Law 102-394; Public Law 103-66; Public Law 103-112; Public Law 103-333; Public Law 104-91; Public Law 104-191; Public Law 104-193; Public Law 104-208, 104-134; Balanced Budget Act of 1997, Public Law 105-33; Public Law 106-113; Public Law 106-554; Public Law 108-27; Public Law 108-173; Public Law 109-91; Public Law 109-171; Public Law 109-432; Public Law 110-28.

Child Care Block Grant CYFD (25157) – To account for funds received for the transition assistance program funding through the Children, Youth and Families Department and the State of New Mexico.

Child and Adult Food Program (25171) - To implement educational, mental health, social services, law enforcement and juvenile justice services for youth. Funding authority is the Elementary and Secondary Education Act of 1965.

Indian Health Services (25173) - Promotion to support and promote the “Corn Plant” model of coordinated school health in schools serving primarily Navajo students.

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

Navajo Nations (25201) – To help organizations to develop new or expand existing capacity to provide screening, referrals for medical treatment, education, and eligibility assistance for eligible individuals. Section 417C of the Public Health Service Act, 42 U.S.C. 285a-9, as amended by the Radiation Exposure Compensation Act Amendments of 2000 (Public Law. 106-245).

Technology Challenge Grant USDE (25207) - To coordinate and develop technologies for professional development to increase student achievement. To design and implement a network for web-casting and push technology –based curriculum content. Public Law 103-382

Title V Indian Health Care Improvement Act-Federal (25209) - To promote improved health care among American Indians/Alaska Natives through special diabetes prevention and treatment services projects with objectives and priorities determined at the local level. Public Law 94-437, approved September 30, 1976 (90 Stat. 1400)

Teacher Quality Improvement (25214) - To help the greatest number of educational assistants to achieve their Bachelor of Arts degrees to better serve students in diverse, rural areas. Authority Higher Education Act of 1965, as amended, Title II, Part A.

Tobacco Use Prevention and Control Program (25222) – To account for a grant from the New Mexico Department of Health to help combat smoking by teenagers. Funding authority is through the New Mexico Department of Health.

Goals 2000 Parental Assistance (25228) - To account for a program funded by the New Mexico Public Education Department to provide training for teachers and counselors. Public Law 103-227.

Substance Abuse and Mental Health Services (25238) - This grant is funded by the Department of Health in order to provide a case manager position at Gallup High School. The case manager serves as a liaison between the counseling department at Gallup High School and the School Based Health Center.

Native American Program (25248) - To bring school-wide classroom reading instruction and targeted intervention for Limited English Proficient (LEP) students to Navajo and Crownpoint Middle Schools, both serving students in grades 6-8 and where the native language is Navajo.

Impact Aid Construction (25252) – Funds that were awarded under the American Recovery and Reinvestment Act of 2009 for construction activities authorized under section 8007(a) of the Elementary and Secondary Education Act of 1965.

DOD- Education Activity (25254) – To provide financial assistance from Rural Utilities Services (RUS) to finance a project providing distance learning services in rural areas. Authority for creation of this fund is Section 6, Public Law 81-874, as Amended.

Education Jobs Fund (25255) – To provide assistance to States to save or create education jobs for the 2010-2011 school year. Jobs funding under this program include those that provide educational and related services for early childhood, elementary, and secondary education. Title I, Public Law 111-126.

Bill and Melinda Gates Foundation (26104) – The objective of this program is to bring together resources from high-tech companies to help K-12 teachers more fully understand how to integrate technology into their classrooms. Funds for this program are provided by the Bill and Melinda Gates Foundation. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

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Save the Children (26143) - The purpose is to provide improved reading intervention through in-school and after school activities, improve the academic performance of students at risk of failure due to poor reading skills. This program is being implemented at Crownpoint Elementary and Crownpoint Middle Schools. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Center for the Ed and Study of Diverse Populations (26147) – The objective of this fund is to provide innovative support that enhances quality teaching and learning, while nurturing the capacity for continuous improvement. This has been at the heart of CESDP since its inception. CESDP prides itself both on the professional learning support that it offers as well as the ability to creatively approach and tailor efforts to the needs of school communities. Authority for the creation of this fund is the New Mexico Public Education Department.

Parents Reaching Out and Parents as Teachers (26174 and 28167) - To account for state grant monies, the purpose of which is to fund a high school career counselor, whose purpose is to create career awareness among high school level students. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Pump up the Volume in Preschools (26201) – To account for a project funded by a grant from the US Department of Education Office of School Accountability to develop Preschool Centers of Excellence, focusing on early reading skills, for up to 280 children in each of three years, in preschool classrooms at nine (9) District elementary schools.

SES After School Tutoring (26202) – Gallup-McKinley County Schools has been approved by the NM Public Education Department as a supplemental educational services (SES) provider. The services provided include supplemental academic enrichment services that are in addition to instruction provided during the school day, and are designed to increase the academic achievement of eligible students on academic assessment and attain proficiency in meeting state academic achievement standards.

Title V Indian Health Care Improvement Act (26209) – To account for funds to ensure the highest possible health status for Indians and urban Indians. This act provides contracts and grants to 33 community-based, nonprofit urban Indians programs providing health care services at 40 sites throughout the United States. These services range from the provision of outreach and referral services to the delivery of comprehensive ambulatory health care. Authority for the creation of this fund is through Public Law (P.L.) 94-437, Title V.

Community Based Organization PED (27102) – To provide funding for the unique needs of a new school’s first year of operation. Authority for the creation of this fund is the New Mexico Public Education Department.

Dual Credit Instructional Materials/ HB2 (27103) – To account for House Bill 2, 2009 which makes an appropriation for Dual Credit Instructional materials. The dual credit instructional materials must be for a course approved by Higher Education Department and through a college/university for which the District has an approved agreement.

2008 GO Bond Student Library Fund (27105) - Must be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program. Authority for the creation of this fund is the New Mexico Public Education Department.

2010 GO Bond Public School Acquisition (27106) – This award allows schools to acquire library books, equipment and library resources for public school library resources for public school libraries statewide. The funding was made available through Senate Bill 1, Laws of 2010, 2nd Special Session B3.

TANF PED (27115) – To account for monies received from the state to be used to encourage and promote a Health Advisory Committee that guides the Districts’ school health programs. Authority for the creation of this fund is the New Mexico Public Education Department.

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

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TANF - Full Day Kindergarten (27136) – The purpose of this grant is to assist the District to develop and implement a full day kindergarten program. Authority for the creation of this fund is the New Mexico Public Education Department.

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

Laws of NM 2005 (27144) - A pilot project designed to demonstrate the extent to which increased time in Kindergarten can narrow the achievement gap for economically disadvantaged students.

Pre-K Initiative (27149) — To account for funds received to prepare children for success in school, begin to close the achievement gap between students, and help meet the vision of a seamless education system — Pre-Kindergarten through higher education. Authority for the creation of this fund is the New Mexico Public Education Department.

Indian Education Act (27150) — To account for funds received from Annual Legislative Appropriation from Penny Bird-Indian Ed. Laws of 2005.

Reading Improvement Initiatives (27152) - To provide the cost of teachers and direct teaching expenses for reading initiative. Funding is by the Elementary and Secondary Education Act of 1965.

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

Breakfast for Elementary Students (27155) — To account for Legislative Appropriation to implement Breakfast in the Classroom for elementary schools in need of improvement based on AYP designation. Authority for the creation of this fund is the New Mexico Public Education Department.

Teacher Professional Development Fund (27157) – To enable Gallup-McKinley County Schools to act as the fiscal agent in implementing three Regional Quality Centers that will provide a system for building district, school, and classroom capacity to achieve and sustain high levels of student and system performance.

K-Plus Initiative (27159) – To account for funds allocated to demonstrate the extent to which increased time in kindergarten can narrow the achievement gap and increase cognitive skills for economically disadvantaged students.

Schools in Need of Improvement (27163) – Implement an extended school day program to focus on student needs and monitor student progress. Results are reported to New Mexico Public Education Department.

School Improvement Framework (27164) – Funds will enable the District to act as one of three Regional Quality Centers to provide program development, implementation, training, oversight and funding distribution services to the three Regional Quality Centers. Authority for the creation of this fund is the New Mexico Public Education Department.

Kindergarten – Three Plus (27166) – Funds allow for an extended school year for Kindergarten through third grade students. The program focuses on acclimating young students to the structure of a classroom environment and spending additional time to prepare them for the next grade. Authority for the creation of this fund is the New Mexico Public Education Department.

Library Book Fund (27549) – Funds awarded to the District by the Instructional Materials Bureau in accordance with 2008 Senate Bill 471 for purchases of library books.

Pathways Project UNM (28162) – To account for state grant monies, the purpose of which is to fund a high school career counselor, whose purpose is to create career awareness among high school level students. Funding authority is the New Mexico Public Education Department.

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Parents as Teachers (28167) - To account for state grant monies, which helps organizations and professionals work with parents during the critical early years of their children's lives, from conception to kindergarten. Funding authority is the New Mexico Public Education Department.

AP New Mexico Incentive Funding (28168) -To provide textbooks and materials for advanced placement at various schools. Funding by the New Mexico Public Education Department.

Office of Child Development (28170) – This fund is generated through a sub-contract with San Juan College to enable them to comply with their grant through the Children, Youth and Family Department (CYFD) to provide advisors so that the Training and Technical Assistance Program can be implemented within McKinley County. The advisor in McKinley County works with county day care centers and home providers to offer professional development and technical support so that they can meet the CYFD child care requirements.

Regional Quality Center (28180) – To maintain RQC which will create and sustain infrastructure within the District to support a systems approach to continuous improvement in academic performance. Authority for the creation of this fund is the New Mexico Public Education Department.

GRADS - Child Care (28189) – To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

GRADS - Instruction (28190) – To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

Start Smart K-3 Plus Utah State University Study (28191) – The purpose of this fund is to account for a K-3 Plus learning opportunity. This study will be provided to 570 English Language Learners (ELL) and students with IEPs under IDEA enrolled in persistently low-performing schools in Gallup-McKinley, Albuquerque, Gadsden, and Las Cruces school districts in Years 1 and 5, and 1,140 students in Years 2, 3, and 4. A comparable number of children will be enrolled each year in a control group. Funding by the New Mexico Public Education Department.

CYFD Parents as Teacher Model (28193) – The purpose of this fund is to provide funds to implement a high quality Parents as Teachers model for home visiting services in McKinley County. Gallup McKinley County Schools will provide home visiting services, using the Parents as Teachers model, to 45-60 families, teen parents and parents with young children, in McKinley County. Funds are provided by New Mexico Children, Youth and Family Department (CYFD) through a federal grant awarded to CYFD.

Private Dir. Grants (29102) - To provide additional classroom time at Gallup Central High for seniors to meet graduation requirements. Funding authority is the New Mexico Public Education Department.

City/County Grants (29107) – To provide support for a health education program within the school and to provide workbooks, materials for educational demonstrations and funds to support a nutrition-focused event for the school. Funding authority is the New Mexico Public Education Department.

School Based Health Center (29130) – To account for funds administered by the Department of Health and McKinley County in support of providing Primary Care and Mental Health Service on school campus. Funding authority is the New Mexico Public Education Department.

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June 30, 2012

CAPITAL PROJECTS FUNDS

Bond Building (31100) – To account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District. Funding authority is the New Mexico Public Education Department.

Special Revenue Bond (31110) – To account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District. Funding authority is the New Mexico Public Education Department.

Public School Capital Outlay (31200) – The purpose of this fund is to account for funds received from the local ad valorem tax levy for use in remodeling and equipping classroom facilities. Funding authority is the New Mexico Public Education Department.

Special Capital Outlay Local (31300) – To account for resources received by revenue generated local sources for the purpose of remodeling and improvements on existing structures. Funding authority is the New Mexico Public Education Department.

Special Capital Outlay State (31400) – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of specific capital outlay projects.

Special Capital Outlay Federal (31500) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

Capital Improvements SB-9 (31700) – To account for resources received through Senate Bill 9 and local tax levies obtained for the purpose of building, remodeling, and equipping classroom facilities. Funding authority is the New Mexico Public Education Department.

Energy Efficiency Act (31800) – To account for proceeds set aside to pay for energy efficient retrofits. Funding authority is the New Mexico Public Education Department.

Public School Capital Outlay 20% (32100) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects. Funding authority is the New Mexico Public Education Department.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
ASSETS	Food Service	Athletics	Non-Budgeted Activity	Non-Budgeted Scholarship
<i>Current assets</i>				
Cash and cash equivalents	\$ 1,768,070	\$ 315,836	\$ 885,063	\$ 76,649
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Inventory	131,909	-	-	-
<i>Total assets</i>	<u>\$ 1,899,979</u>	<u>\$ 315,836</u>	<u>\$ 885,063</u>	<u>\$ 76,649</u>
 LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ 66,649	\$ -	\$ -	\$ -
Accrued payroll	71,212	279	3,681	-
Due to NM Public Education Department	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>137,861</u>	<u>279</u>	<u>3,681</u>	<u>-</u>
 <i>Fund balances</i>				
Nonspendable				
Inventory	131,909	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	76,649
Food service	1,630,209	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	315,557	881,382	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>1,762,118</u>	<u>315,557</u>	<u>881,382</u>	<u>76,649</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,899,979</u>	<u>\$ 315,836</u>	<u>\$ 885,063</u>	<u>\$ 76,649</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Non-Budgeted Autism Program	Non-Budgeted Miyamura Scholarship	Non-Budgeted SQS	Non-Budgeted Thoreau Night School	Entitlement IDEA-B	Discretionary IDEA-B
\$ 5,675	\$ 8,210	\$ -	\$ 1,182	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	727,130	44,544
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 5,675</u>	<u>\$ 8,210</u>	<u>\$ -</u>	<u>\$ 1,182</u>	<u>\$ 727,130</u>	<u>\$ 44,544</u>
\$ -	\$ -	\$ -	\$ -	\$ 19,420	\$ -
-	-	-	-	16,040	-
-	-	-	-	153,643	-
-	-	-	-	-	-
-	-	-	-	538,027	44,544
-	-	-	-	727,130	44,544
-	-	-	-	-	-
5,675	8,210	-	1,182	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,675</u>	<u>8,210</u>	<u>-</u>	<u>1,182</u>	<u>-</u>	<u>-</u>
<u>\$ 5,675</u>	<u>\$ 8,210</u>	<u>\$ -</u>	<u>\$ 1,182</u>	<u>\$ 727,130</u>	<u>\$ 44,544</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
	Preschool IDEA-B	Early Intervention Services IDEA-B	Education of Homeless	Private Schools Share IDEA-B
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ 1,779	\$ -	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	31,139	-	2,898	40,953
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 31,139</u>	<u>\$ 1,779</u>	<u>\$ 2,898</u>	<u>\$ 40,953</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	617	-	-	-
Due to NM Public Education Department	12,236	1,779	-	4,959
Deferred revenue	-	-	-	-
Due to other funds	18,286	-	2,898	35,994
<i>Total liabilities</i>	<u>31,139</u>	<u>1,779</u>	<u>2,898</u>	<u>40,953</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 31,139</u>	<u>\$ 1,779</u>	<u>\$ 2,898</u>	<u>\$ 40,953</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Fresh Fruits and Vegetables</u>	<u>21st Century Community Learning Centers 2008- 2014</u>	<u>"Risk Pool" IDEA-B</u>	<u>Title I 1003g Grant</u>	<u>Title I Family Literacy IASA</u>	<u>Title IV Drug Free Schools and Comm/Ed</u>
\$ 12,409	\$ -	\$ 3,537	\$ -	\$ 184	\$ 1,939
-	-	-	-	-	-
-	741,432	5,566	566,836	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 12,409</u>	<u>\$ 741,432</u>	<u>\$ 9,103</u>	<u>\$ 566,836</u>	<u>\$ 184</u>	<u>\$ 1,939</u>
\$ -	\$ -	\$ -	\$ 2,680	\$ -	\$ -
-	-	-	544	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	741,432	-	563,612	-	-
-	741,432	-	566,836	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,409	-	9,103	-	184	1,939
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,409</u>	<u>-</u>	<u>9,103</u>	<u>-</u>	<u>184</u>	<u>1,939</u>
<u>\$ 12,409</u>	<u>\$ 741,432</u>	<u>\$ 9,103</u>	<u>\$ 566,836</u>	<u>\$ 184</u>	<u>\$ 1,939</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

Special Revenue				
	Partnerships in Character Ed Pilot	English Language Acquisition	Teacher/Principal Training and Recruiting	Title IV-A Safe and Drug Free Schools and Community
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 168
Property taxes receivable	-	-	-	-
Due from other governments	-	109,209	477,172	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 109,209</u>	<u>\$ 477,172</u>	<u>\$ 168</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	460	4,360	-
Due to NM Public Education Department	-	-	88,947	-
Deferred revenue	-	-	-	-
Due to other funds	1,889	108,749	383,865	-
<i>Total liabilities</i>	<u>1,889</u>	<u>109,209</u>	<u>477,172</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	168
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	(1,889)	-	-	-
<i>Total fund balance</i>	<u>(1,889)</u>	<u>-</u>	<u>-</u>	<u>168</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 109,209</u>	<u>\$ 477,172</u>	<u>\$ 168</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

21st Century Community Living Center	Rural and Low Income Schools	Title I School Improvement	School Renovation, IDEA and Technology	Reading First	Carl D Perkins Secondary - Current
\$ 44	\$ -	\$ -	\$ 23,198	\$ -	\$ -
-	-	-	-	-	-
-	144,504	64,273	-	14,370	34,215
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 44</u>	<u>\$ 144,504</u>	<u>\$ 64,273</u>	<u>\$ 23,198</u>	<u>\$ 14,370</u>	<u>\$ 34,215</u>
\$ -	\$ -	\$ 15,993	\$ -	\$ -	\$ -
-	848	-	-	-	-
-	-	-	-	-	168
-	-	-	-	-	-
-	143,656	133,502	-	14,370	34,047
-	144,504	149,495	-	14,370	34,215
-	-	-	-	-	-
44	-	-	23,198	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(85,222)	-	-	-
44	-	(85,222)	23,198	-	-
<u>\$ 44</u>	<u>\$ 144,504</u>	<u>\$ 64,273</u>	<u>\$ 23,198</u>	<u>\$ 14,370</u>	<u>\$ 34,215</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
	Carl D Perkins Secondary - PY Unliq. Obligations	Carl D Perkins Secondary - Redistribution	Title I - IASA - Federal Stimulus	Entitlement IDEA-B- Federal Stimulus
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ -	\$ 1,828	\$ 1,184
Property taxes receivable	-	-	-	-
Due from other governments	-	4,812	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 4,812</u>	<u>\$ 1,828</u>	<u>\$ 1,184</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	2,847	-	-
Due to NM Public Education Department	-	-	1,828	-
Deferred revenue	-	-	-	-
Due to other funds	-	1,965	-	-
<i>Total liabilities</i>	<u>-</u>	<u>4,812</u>	<u>1,828</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	1,184
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,184</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 4,812</u>	<u>\$ 1,828</u>	<u>\$ 1,184</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Preschool IDEA-B Federal Stimulus	Early Intervention Services IDEA- B - Federal Stimulus	Education of Homeless- Federal Stimulus	Private School Share IDEA-B - Federal Stimulus	Enhancing Education Through Technology - Federal Stimulus	Bilingual Education Title VII
\$ -	\$ -	\$ -	\$ 4,896	\$ -	\$ 84,141
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,896</u>	<u>\$ -</u>	<u>\$ 84,141</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	4,896	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	4,896	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	84,141
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	84,141
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,896</u>	<u>\$ -</u>	<u>\$ 84,141</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
	JTPA	Johnson O'Malley	General Ed. Projects "Star Schools"	Impact Aid Special Education
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 178	\$ -	\$ 45,556	\$ 1,089,505
Property taxes receivable	-	-	-	-
Due from other governments	-	373,972	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 178</u>	<u>\$ 373,972</u>	<u>\$ 45,556</u>	<u>\$ 1,089,505</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 16,909
Accrued payroll	-	-	-	4,669
Due to NM Public Education Department	-	11,898	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	362,074	-	-
<i>Total liabilities</i>	<u>-</u>	<u>373,972</u>	<u>-</u>	<u>21,578</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	178	-	45,556	1,067,927
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>178</u>	<u>-</u>	<u>45,556</u>	<u>1,067,927</u>
<i>Total liabilities and fund balance</i>	<u>\$ 178</u>	<u>\$ 373,972</u>	<u>\$ 45,556</u>	<u>\$ 1,089,505</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Title XIX - Medicaid 3/21 Years	Child Care Block Grant CYFD	Child and Adult Food Program	Indian Health Services	Indian Education Formula Grant	21st Century Community Learning Centers
\$ 226,013	\$ 141,444	\$ 13,519	\$ -	\$ -	\$ -
-	-	-	-	-	-
4,007	-	-	5,977	12,412	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 230,020</u>	<u>\$ 141,444</u>	<u>\$ 13,519</u>	<u>\$ 5,977</u>	<u>\$ 12,412</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
688	810	-	-	11,789	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	5,977	623	2,560
<u>688</u>	<u>810</u>	<u>-</u>	<u>5,977</u>	<u>12,412</u>	<u>2,560</u>
-	-	-	-	-	-
229,332	140,634	13,519	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(2,560)
<u>229,332</u>	<u>140,634</u>	<u>13,519</u>	<u>-</u>	<u>-</u>	<u>(2,560)</u>
<u>\$ 230,020</u>	<u>\$ 141,444</u>	<u>\$ 13,519</u>	<u>\$ 5,977</u>	<u>\$ 12,412</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Nonmajor Governmental Funds
Combining Balance Sheet
June 30, 2012

	Special Revenue			
	Navajo Nations	Technology Challenge Grant USDE	Title V Indian Health Care Improvement Act-Federal	Teacher Quality Improvement
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 45,931	\$ 11,739	\$ 146,099	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	28,060	-	-	17,058
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 73,991</u>	<u>\$ 11,739</u>	<u>\$ 146,099</u>	<u>\$ 17,058</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	736	-	-	-
Due to NM Public Education Department	73,255	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	17,058
<i>Total liabilities</i>	<u>73,991</u>	<u>-</u>	<u>-</u>	<u>17,058</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	11,739	146,099	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>11,739</u>	<u>146,099</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 73,991</u>	<u>\$ 11,739</u>	<u>\$ 146,099</u>	<u>\$ 17,058</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Tobacco Use Prevention and Control Program	Goals 2000 Parental Assistance	Substance Abuse and Mental Health Services	Native American Program	Impact Aid Construction	DOD- Education Activity
\$ 62	\$ -	\$ -	\$ 1,320	\$ 2,101	\$ -
-	-	-	-	-	-
-	17,981	41,018	-	-	463,486
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 62</u>	<u>\$ 17,981</u>	<u>\$ 41,018</u>	<u>\$ 1,320</u>	<u>\$ 2,101</u>	<u>\$ 463,486</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	17,981	41,018	-	-	463,486
-	17,981	41,018	-	-	463,486
-	-	-	-	-	-
62	-	-	1,320	2,101	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>62</u>	<u>-</u>	<u>-</u>	<u>1,320</u>	<u>2,101</u>	<u>-</u>
<u>\$ 62</u>	<u>\$ 17,981</u>	<u>\$ 41,018</u>	<u>\$ 1,320</u>	<u>\$ 2,101</u>	<u>\$ 463,486</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
	Education Jobs Fund	Bill and Melinda Gates Foundation	Save the Children	Center for Ed and Study of Diverse Populations
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ -	\$ 2,839	\$ -	\$ 181
Property taxes receivable	-	-	-	-
Due from other governments	-	-	79,068	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ 79,068</u>	<u>\$ 181</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	2,190	-
Due to NM Public Education Department	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	81,932	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>84,122</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	2,839	-	181
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	(5,054)	-
<i>Total fund balance</i>	<u>-</u>	<u>2,839</u>	<u>(5,054)</u>	<u>181</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ 79,068</u>	<u>\$ 181</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Parents Reaching Out</u>	<u>Pump up the Volume in Preschools</u>	<u>SES After School Tutoring</u>	<u>Title V Indian Health Care Improvement Act</u>	<u>Community Based Organization PED</u>	<u>Dual Credit Instructional Materials/HB2</u>
\$ 260	\$ -	\$ 210,624	\$ 2	\$ 3,988	\$ -
-	-	-	-	-	-
-	134,468	-	-	-	5,586
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 260</u>	<u>\$ 134,468</u>	<u>\$ 210,624</u>	<u>\$ 2</u>	<u>\$ 3,988</u>	<u>\$ 5,586</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	2,745	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	131,723	-	-	-	5,586
-	134,468	-	-	-	5,586
-	-	-	-	-	-
260	-	210,624	2	3,988	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>260</u>	<u>-</u>	<u>210,624</u>	<u>2</u>	<u>3,988</u>	<u>-</u>
<u>\$ 260</u>	<u>\$ 134,468</u>	<u>\$ 210,624</u>	<u>\$ 2</u>	<u>\$ 3,988</u>	<u>\$ 5,586</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

		Special Revenue			
		2008 GO Bond Student Library Fund	2010 GO Bond Public School Acquisition	TANF PED	Technology for Education PED
ASSETS					
<i>Current assets</i>					
Cash and cash equivalents	\$	-	\$ -	\$ 1,147	\$ 130
Property taxes receivable		-	-	-	-
Due from other governments		-	8,007	-	-
Other receivables		-	-	-	-
Inventory		-	-	-	-
<i>Total assets</i>	<u>\$</u>	<u>-</u>	<u>\$ 8,007</u>	<u>\$ 1,147</u>	<u>\$ 130</u>
LIABILITIES AND FUND BALANCE					
<i>Current liabilities</i>					
Accounts payable	\$	-	\$ 1,455	\$ -	\$ -
Accrued payroll		-	-	-	-
Due to NM Public Education Department		-	-	-	-
Deferred revenue		-	-	-	-
Due to other funds		-	8,007	-	-
<i>Total liabilities</i>		<u>-</u>	<u>9,462</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Nonspendable					
Inventory		-	-	-	-
Spendable					
Restricted for:					
Educational purposes		-	-	1,147	130
Food service		-	-	-	-
Capital acquisitions and improvements		-	-	-	-
Debt service		-	-	-	-
Extracurricular activities		-	-	-	-
Committed for:					
Emergency reserves		-	-	-	-
Unassigned		-	(1,455)	-	-
<i>Total fund balance</i>		<u>-</u>	<u>(1,455)</u>	<u>1,147</u>	<u>130</u>
<i>Total liabilities and fund balance</i>	<u>\$</u>	<u>-</u>	<u>\$ 8,007</u>	<u>\$ 1,147</u>	<u>\$ 130</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

TANF - Full Day Kindergarten	Incentives for School Improvement Act	Laws of NM 2005	Pre-K Initiative	Indian Education Act	Reading Improvement Initiatives
\$ -	\$ 84,199	\$ -	\$ -	\$ 995	\$ -
-	-	-	-	-	-
-	-	-	70,051	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 84,199</u>	<u>\$ -</u>	<u>\$ 70,051</u>	<u>\$ 995</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	2,172	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,513	-	46,467	67,879	-	2,704
<u>1,513</u>	<u>-</u>	<u>46,467</u>	<u>70,051</u>	<u>-</u>	<u>2,704</u>
-	-	-	-	-	-
-	84,199	-	-	995	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(1,513)</u>	<u>-</u>	<u>(46,467)</u>	<u>-</u>	<u>-</u>	<u>(2,704)</u>
<u>(1,513)</u>	<u>84,199</u>	<u>(46,467)</u>	<u>-</u>	<u>995</u>	<u>(2,704)</u>
<u>\$ -</u>	<u>\$ 84,199</u>	<u>\$ -</u>	<u>\$ 70,051</u>	<u>\$ 995</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
	Beginning Teacher Mentoring Program	Breakfast for Elementary Students	Teacher Professional Development Fund	K-Plus Initiative
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 12,253	\$ -	\$ 10,583	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	119,741	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 12,253</u>	<u>\$ 119,741</u>	<u>\$ 10,583</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to NM Public Education Department	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	63,168	-	1,577
<i>Total liabilities</i>	<u>-</u>	<u>63,168</u>	<u>-</u>	<u>1,577</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	12,253	56,573	10,583	-
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	(1,577)
<i>Total fund balance</i>	<u>12,253</u>	<u>56,573</u>	<u>10,583</u>	<u>(1,577)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 12,253</u>	<u>\$ 119,741</u>	<u>\$ 10,583</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Schools in Need of Improvement	School Improvement Framework	Kindergarten - Three Plus	Library Book Fund	Pathways Project UNM	Parents as Teachers
\$ 9,642	\$ 15,000	\$ -	\$ 89	\$ 219	\$ 28,282
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 9,642</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 89</u>	<u>\$ 219</u>	<u>\$ 28,282</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	20,060	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	68,512	-	-	-
-	-	<u>88,572</u>	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9,642	15,000	-	89	219	28,282
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(88,572)	-	-	-
<u>9,642</u>	<u>15,000</u>	<u>(88,572)</u>	<u>89</u>	<u>219</u>	<u>28,282</u>
<u>\$ 9,642</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 89</u>	<u>\$ 219</u>	<u>\$ 28,282</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Special Revenue			
ASSETS	AP New Mexico Incentive Funding	Office of Child Development	Regional Quality Center	GRADS- Child Care
<i>Current assets</i>				
Cash and cash equivalents	\$ 142	\$ 30,488	\$ 74,806	\$ 17,159
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 142</u>	<u>\$ 30,488</u>	<u>\$ 74,806</u>	<u>\$ 17,159</u>
 LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to NM Public Education Department	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	6,170	-	-
<i>Total liabilities</i>	<u>-</u>	<u>6,170</u>	<u>-</u>	<u>-</u>
 <i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	142	24,318	74,806	17,159
Food service	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>142</u>	<u>24,318</u>	<u>74,806</u>	<u>17,159</u>
<i>Total liabilities and fund balance</i>	<u>\$ 142</u>	<u>\$ 30,488</u>	<u>\$ 74,806</u>	<u>\$ 17,159</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>GRADS- Instruction</u>	<u>Start Smart K-3 Plus Utah State University Study</u>	<u>CYFD Parents as Teacher Model</u>	<u>Private Dir. Grants</u>	<u>City/County Grants</u>	<u>School Based Health Center</u>
\$ 61,840	\$ -	\$ -	\$ 56,756	\$ -	\$ -
-	-	-	-	-	-
-	-	97,362	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 61,840</u>	<u>\$ -</u>	<u>\$ 97,362</u>	<u>\$ 56,756</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	9,615	1,759	4,722	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	5,318	95,598	-	6,311	65,764
-	14,933	97,357	4,722	6,311	65,764
-	-	-	-	-	-
61,840	-	5	52,034	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(14,933)	-	-	(6,311)	(65,764)
61,840	(14,933)	5	52,034	(6,311)	(65,764)
<u>\$ 61,840</u>	<u>\$ -</u>	<u>\$ 97,362</u>	<u>\$ 56,756</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Balance Sheet
 June 30, 2012

	Capital Projects			
	Bond Building	Special Revenue Bond	Public School Capital Outlay	Special Capital Outlay Local
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 4,748,396	\$ 3,082,561	\$ 1	\$ -
Property taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Other receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 4,748,396</u>	<u>\$ 3,082,561</u>	<u>\$ 1</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE				
<i>Current liabilities</i>				
Accounts payable	\$ 119,470	\$ 379,285	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to NM Public Education Department	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
<i>Total liabilities</i>	<u>119,470</u>	<u>379,285</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable				
Inventory	-	-	-	-
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Food service	-	-	-	-
Capital acquisitions and improvements	4,628,926	2,703,276	1	-
Debt service	-	-	-	-
Extracurricular activities	-	-	-	-
Committed for:				
Emergency reserves	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>4,628,926</u>	<u>2,703,276</u>	<u>1</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 4,748,396</u>	<u>\$ 3,082,561</u>	<u>\$ 1</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Capital Projects

Special Capital Outlay State	Special Capital Outlay Federal	Capital Improvements SB-9	Energy Efficiency Act	Public School Capital Outlay 20%	Total Nonmajor Governmental Funds
\$ 70,000	\$ 926,689	\$ 3,745,978	\$ 151,258	\$ 1	\$ 18,265,967
-	-	126,887	-	-	126,887
-	-	-	-	-	4,487,307
-	-	-	-	-	-
-	-	-	-	-	131,909
<u>\$ 70,000</u>	<u>\$ 926,689</u>	<u>\$ 3,872,865</u>	<u>\$ 151,258</u>	<u>\$ 1</u>	<u>\$ 23,012,070</u>
\$ -	\$ -	\$ 24,943	\$ -	\$ -	\$ 646,804
-	-	-	-	-	162,843
-	-	-	-	-	353,609
-	-	76,470	-	-	76,470
-	-	-	-	-	4,335,842
-	-	101,413	-	-	5,575,568
-	-	-	-	-	131,909
-	-	-	-	-	2,549,863
-	-	-	-	-	1,630,209
70,000	926,689	3,771,452	151,258	1	12,251,603
-	-	-	-	-	-
-	-	-	-	-	1,196,939
-	-	-	-	-	-
-	-	-	-	-	(324,021)
<u>70,000</u>	<u>926,689</u>	<u>3,771,452</u>	<u>151,258</u>	<u>1</u>	<u>17,436,502</u>
<u>\$ 70,000</u>	<u>\$ 926,689</u>	<u>\$ 3,872,865</u>	<u>\$ 151,258</u>	<u>\$ 1</u>	<u>\$ 23,012,070</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	Food Service	Athletics	Non-Budgeted Activity	Non-Budgeted Scholarship
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	4,902,044	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	634,272	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	251,572	329,632	573,639	-
Interest	87	29	75	6
Miscellaneous	-	1,500	-	18,005
<i>Total revenues</i>	5,787,975	331,161	573,714	18,011
<i>Expenditures</i>				
Current				
Instruction	-	249,595	459,850	12,999
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	5,600,181	-	-	-
Capital outlay	8,333	-	87,500	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	5,608,514	249,595	547,350	12,999
<i>Excess (deficiency) of revenues over expenditures</i>	179,461	81,566	26,364	5,012
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	179,461	81,566	26,364	5,012
<i>Fund balances - beginning of year</i>	1,582,657	233,991	855,018	71,637
<i>Fund balances - ending of year</i>	\$ 1,762,118	\$ 315,557	\$ 881,382	\$ 76,649

The accompanying notes are an integral part of these financial statements

Special Revenue

Non-Budgeted Autism Program	Non-Budgeted Miyamura Scholarship	Non-Budgeted SQS	Non-Budgeted Thoreau Night School	Entitlement IDEA-B	Discretionary IDEA-B
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	2,574,913	46,924
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,870	-	-
-	-	-	-	-	-
-	510	-	-	-	-
-	510	-	3,870	2,574,913	46,924
1,264	-	-	4,854	971,830	-
-	-	-	-	1,423,000	2,848
-	-	-	-	-	-
-	-	-	-	62,814	73
-	-	-	-	104,711	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	12,558	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,264	-	-	4,854	2,574,913	2,921
(1,264)	510	-	(984)	-	44,003
-	-	(114,597)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(114,597)	-	-	-
(1,264)	510	(114,597)	(984)	-	44,003
6,939	7,700	114,597	2,166	-	(44,003)
\$ 5,675	\$ 8,210	\$ -	\$ 1,182	\$ -	\$ -

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
		Early		
	Preschool IDEA-B	Intervention Services IDEA-B	Education of Homeless	Private Schools Share IDEA-B
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	86,728	-	10,661	76,744
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	127	-
<i>Total revenues</i>	86,728	-	10,788	76,744
<i>Expenditures</i>				
Current				
Instruction	30,745	-	-	-
Support services - students	53,818	-	10,489	75,013
Support services - instruction	-	-	-	-
Support services - general administration	2,165	-	299	1,731
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	86,728	-	10,788	76,744
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - ending of year</i>	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue					
Fresh Fruits and Vegetables	21st Century Community Learning Centers 2008-2014	"Risk Pool" IDEA-B	Title I 1003g Grant	Title I Family Literacy IASA	Title IV Drug Free Schools and Comm/Ed
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	1,289,987	14,669	1,268,361	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,289,987	14,669	1,268,361	-	-
-	1,203,853	5,427	1,189,216	-	-
-	-	-	30,424	-	-
-	46,936	-	-	-	-
-	26,252	139	29,434	-	-
-	-	-	19,287	-	-
-	12,946	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,289,987	5,566	1,268,361	-	-
-	-	9,103	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	9,103	-	-	-
12,409	-	-	-	184	1,939
\$ 12,409	\$ -	\$ 9,103	\$ -	\$ 184	\$ 1,939

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	Partnerships in Character Ed Pilot	English Language Acquisition	Teacher/ Principal Training and Recruiting	Title IV-A Safe and Drug Free Schools and Community
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	224,338	823,760	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>224,338</u>	<u>823,760</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	211,587	682,134	-
Support services - students	-	-	-	-
Support services - instruction	-	1,034	152,329	-
Support services - general administration	-	4,926	22,216	-
Support services - school administration	-	-	-	-
Central services	-	6,791	53,467	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>224,338</u>	<u>910,146</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(86,386)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(86,386)	-
<i>Fund balances - beginning of year</i>	<u>(1,889)</u>	<u>-</u>	<u>86,386</u>	<u>168</u>
<i>Fund balances - ending of year</i>	<u>\$ (1,889)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

21st Century Community Living Center	Rural and Low Income Schools	Title I School Improvement	School Renovation, IDEA and Technology	Reading First	Carl D Perkins Secondary - Current
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	307,677	921,408	-	14,370	141,734
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	307,677	921,408	-	14,370	141,734
-	200,024	980,570	-	-	122,480
-	-	-	-	-	-
-	19,119	3,428	-	-	2,512
-	5,785	22,632	-	-	1,114
-	-	-	-	-	-
-	7,897	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	15,628
-	-	-	-	-	-
-	-	-	-	-	-
-	232,825	1,006,630	-	-	141,734
-	74,852	(85,222)	-	14,370	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	74,852	(85,222)	-	14,370	-
44	(74,852)	-	23,198	(14,370)	-
\$ 44	\$ -	\$ (85,222)	\$ 23,198	\$ -	\$ -

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	Carl D Perkins Secondary - PY Unliq. Obligations	Carl D Perkins Secondary - Redistribution	Title I-IASA- Federal Stimulus	Entitlement IDEA-B- Federal Stimulus
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1,607	14,284	165,017	322,871
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,828	-
<i>Total revenues</i>	<u>1,607</u>	<u>14,284</u>	<u>166,845</u>	<u>322,871</u>
<i>Expenditures</i>				
Current				
Instruction	1,607	13,997	94	230
Support services - students	-	-	-	302,873
Support services - instruction	-	-	166,751	-
Support services - general administration	-	287	-	1,328
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	17,256
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>1,607</u>	<u>14,284</u>	<u>166,845</u>	<u>321,687</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,184</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	1,184
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,184</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Preschool IDEA-B - Federal Stimulus	Early Intervention Services IDEA- B - Federal Stimulus	Education of Homeless- Federal Stimulus	Private School Share IDEA-B - Federal Stimulus	Enhancing Education Through Technology - Federal Stimulus	Bilingual Education Title VII
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
25,225	-	-	7,950	2,100	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>25,225</u>	<u>-</u>	<u>-</u>	<u>7,950</u>	<u>2,100</u>	<u>-</u>
-	-	-	-	2,100	-
25,225	-	-	7,752	-	-
-	-	-	-	-	-
-	-	-	198	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>25,225</u>	<u>-</u>	<u>-</u>	<u>7,950</u>	<u>2,100</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	84,141
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,141</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	JTPA	Johnson O'Malley	General Ed. Projects "Star Schools"	Impact Aid Special Education
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	616,816	-	933,017
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	616,816	-	933,017
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	477,092	-	49,166
Support services - students	-	-	-	480,647
Support services - instruction	-	124,101	-	454,183
Support services - general administration	-	15,623	-	24,643
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	-	616,816	-	1,008,639
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	(75,622)
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	(75,622)
<i>Fund balances - beginning of year</i>	178	-	45,556	1,143,549
<i>Fund balances - ending of year</i>	\$ 178	\$ -	\$ 45,556	\$ 1,067,927

The accompanying notes are an integral part of these financial statements

Special Revenue

Title XIX- Medicaid 3/21 Years	Child Care Block Grant CYFD	Child and Adult Food Program	Indian Health Services	Indian Education Formula Grant	21st Century Community Learning Centers
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
139,576	49,683	4,965	239,462	1,905,299	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,151	-
<u>139,576</u>	<u>49,683</u>	<u>4,965</u>	<u>239,462</u>	<u>1,906,450</u>	<u>-</u>
-	-	-	-	1,774,011	-
148,941	115,828	3,504	-	-	-
-	-	-	-	91,634	-
-	-	-	-	-	-
4,183	-	-	5,977	40,805	-
-	-	-	121,085	-	-
-	-	-	112,400	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>153,124</u>	<u>115,828</u>	<u>3,504</u>	<u>239,462</u>	<u>1,906,450</u>	<u>-</u>
<u>(13,548)</u>	<u>(66,145)</u>	<u>1,461</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(13,548)</u>	<u>(66,145)</u>	<u>1,461</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>242,880</u>	<u>206,779</u>	<u>12,058</u>	<u>-</u>	<u>-</u>	<u>(2,560)</u>
<u>\$ 229,332</u>	<u>\$ 140,634</u>	<u>\$ 13,519</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,560)</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
		Technology Challenge Grant USDE	Title V Indian Health Care Improvement Act-Federal	Teacher Quality Improvement
	Navajo Nations			
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	31,043	-	304,232	17,058
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>31,043</u>	<u>-</u>	<u>304,232</u>	<u>17,058</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	155,974	-
Support services - students	81,309	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	2,082	-	1,256	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	903	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>83,391</u>	<u>-</u>	<u>158,133</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(52,348)</u>	<u>-</u>	<u>146,099</u>	<u>17,058</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(52,348)	-	146,099	17,058
<i>Fund balances - beginning of year</i>	<u>52,348</u>	<u>11,739</u>	<u>-</u>	<u>(17,058)</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ 11,739</u>	<u>\$ 146,099</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Tobacco Use Prevention and Control Program	Goals 2000 Parental Assistance	Substance Abuse and Mental Health Services	Native American Program	Impact Aid Construction	DOD- Education Activity
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	17,981	41,018	-	-	463,486
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,320	-	-
-	17,981	41,018	1,320	-	463,486
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	112,090
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	351,396
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	463,486
-	17,981	41,018	1,320	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	17,981	41,018	1,320	-	-
62	(17,981)	(41,018)	-	2,101	-
\$ 62	\$ -	\$ -	\$ 1,320	\$ 2,101	\$ -

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	Education Jobs Fund	Bill and Melinda Gates Foundation	Save the Children	Center for Ed and Study of Diverse Populations
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and Gas Taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	31,860	-	-	-
Local sources	-	-	393,478	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>31,860</u>	<u>-</u>	<u>393,478</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	31,860	-	398,532	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>31,860</u>	<u>-</u>	<u>398,532</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,054)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(5,054)	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>2,839</u>	<u>-</u>	<u>181</u>
<i>Fund balances - ending of year</i>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ (5,054)</u>	<u>\$ 181</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Parents Reaching Out	Pump up the Volume in Preschools	SES After School Tutoring	Title V Indian Health Care Improvement Act	Community Based Organization PED	Dual Credit Instructional Materials/ HB2
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	587,678	459,150	-	-	-
-	-	-	5,000	-	14,334
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	587,678	459,150	5,000	-	14,334
-	547,823	623,906	4,998	-	14,334
-	1,109	-	-	-	-
-	-	-	-	-	-
-	14,669	16,127	-	-	-
-	-	-	-	-	-
-	24,077	1,575	-	-	-
-	-	5,100	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	587,678	646,708	4,998	-	14,334
-	-	(187,558)	2	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(187,558)	2	-	-
260	-	398,182	-	3,988	-
\$ 260	\$ -	\$ 210,624	\$ 2	\$ 3,988	\$ -

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	2008 GO Bond Student Library Fund	2010 GO Bond Public School Acquisition	TANF PED	Technology for Education PED
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	242	79,108	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	242	79,108	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	242	80,563	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	242	80,563	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(1,455)	-	-
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	(1,455)	-	-
<i>Fund balances - beginning of year</i>	-	-	1,147	130
<i>Fund balances - ending of year</i>	\$ -	\$ (1,455)	\$ 1,147	\$ 130

The accompanying notes are an integral part of these financial statements

Special Revenue

TANF - Full Day Kindergarten	Incentives for School Improvement Act	Laws of NM 2005	Pre-K Initiative	Indian Education Act	Reading Improvement Initiatives
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	176,338	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	176,338	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	176,338	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(1,513)	84,199	(46,467)	-	995	(2,704)
<u>\$ (1,513)</u>	<u>\$ 84,199</u>	<u>\$ (46,467)</u>	<u>\$ -</u>	<u>\$ 995</u>	<u>\$ (2,704)</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	Beginning Teacher Mentoring Program	Breakfast for Elementary Students	Teacher Professional Development Fund	K-Plus Initiative
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	119,741	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>119,741</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	119,740	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>119,740</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	1	-	-
<i>Fund balances - beginning of year</i>	<u>12,253</u>	<u>56,572</u>	<u>10,583</u>	<u>(1,577)</u>
<i>Fund balances - ending of year</i>	<u>\$ 12,253</u>	<u>\$ 56,573</u>	<u>\$ 10,583</u>	<u>\$ (1,577)</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

<u>Schools in Need of Improvement</u>	<u>School Improvement Framework</u>	<u>Kindergarten - Three Plus</u>	<u>Library Book Fund</u>	<u>Pathways Project UNM</u>	<u>Parents as Teachers</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	132,600	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	132,600	-	-	-
-	-	-	-	-	-
-	-	151,663	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	151,663	-	-	-
-	-	-	-	-	-
-	-	(19,063)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(19,063)	-	-	-
9,642	15,000	(69,509)	89	219	28,282
\$ 9,642	\$ 15,000	\$ (88,572)	\$ 89	\$ 219	\$ 28,282

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	Special Revenue			
	AP New Mexico Incentive Funding	Office of Child Development	Regional Quality Center	GRADS-Child Care
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	62,100	-	9,250
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>62,100</u>	<u>-</u>	<u>9,250</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	5,583
Support services - students	-	59,443	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	1,522	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>60,965</u>	<u>-</u>	<u>5,583</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>1,135</u>	<u>-</u>	<u>3,667</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	1,135	-	3,667
<i>Fund balances - beginning of year</i>	<u>142</u>	<u>23,183</u>	<u>74,806</u>	<u>13,492</u>
<i>Fund balances - ending of year</i>	<u>\$ 142</u>	<u>\$ 24,318</u>	<u>\$ 74,806</u>	<u>\$ 17,159</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

GRADS- Instruction	Start Smart K-3 Plus Utah State University Study	CYFD Parents as Teacher Model	Private Dir. Grants	City/County Grants	School Based Health Center
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	276,383	-	-	-
83,625	58,079	-	-	-	-
-	-	-	65,539	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>83,625</u>	<u>58,079</u>	<u>276,383</u>	<u>65,539</u>	<u>-</u>	<u>-</u>
34,645	72,364	-	66,588	-	-
-	-	276,378	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	648	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	7,739	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>34,645</u>	<u>73,012</u>	<u>276,378</u>	<u>74,327</u>	<u>-</u>	<u>-</u>
<u>48,980</u>	<u>(14,933)</u>	<u>5</u>	<u>(8,788)</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>48,980</u>	<u>(14,933)</u>	<u>5</u>	<u>(8,788)</u>	<u>-</u>	<u>-</u>
<u>12,860</u>	<u>-</u>	<u>-</u>	<u>60,822</u>	<u>(6,311)</u>	<u>(65,764)</u>
<u>\$ 61,840</u>	<u>\$ (14,933)</u>	<u>\$ 5</u>	<u>\$ 52,034</u>	<u>\$ (6,311)</u>	<u>\$ (65,764)</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 For the Year Ended June 30, 2012

	<u>Capital Projects</u>			
	<u>Bond Building</u>	<u>Special Revenue Bond</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay Local</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	154,634	-	8,415,010	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	8,855	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>163,489</u>	<u>-</u>	<u>8,415,010</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	116,933	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	117,839	-	21,330	-
Food services operations	-	-	-	-
Capital outlay	2,893,785	8,797,175	8,393,680	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	150,000	-	-	-
<i>Total expenditures</i>	<u>3,161,624</u>	<u>8,914,108</u>	<u>8,415,010</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,998,135)</u>	<u>(8,914,108)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Remittal of prior year fund balance	-	-	-	-
Bond proceeds	7,050,000	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,050,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	4,051,865	(8,914,108)	-	-
<i>Fund balances - beginning of year</i>	<u>577,061</u>	<u>11,617,384</u>	<u>1</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ 4,628,926</u>	<u>\$ 2,703,276</u>	<u>\$ 1</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Capital Projects

Special Capital Outlay State	Special Capital Outlay Federal	Capital Improvements SB-9	Energy Efficiency Act	Public School Capital Outlay 20%	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 1,533,518	\$ -	\$ -	\$ 1,533,518
-	-	2,720	-	-	2,720
-	-	-	-	-	13,243,372
-	789,933	-	-	-	5,585,429
-	-	-	-	-	1,440,306
-	-	3,393,727	-	-	4,831,745
-	-	-	-	-	8,782,698
-	-	-	-	-	65,539
-	-	-	-	-	1,158,713
-	-	-	-	-	9,052
-	1	-	-	-	24,442
-	789,934	4,929,965	-	-	36,677,534
-	-	-	-	-	10,929,333
-	-	-	-	-	3,098,601
-	-	-	-	-	1,254,922
-	-	19,448	-	-	444,661
-	-	-	-	-	245,731
-	-	-	-	-	219,153
-	-	2,137,359	-	-	2,282,531
-	-	-	-	-	5,727,660
-	-	1,428,923	-	-	22,006,234
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	150,000
-	-	3,585,730	-	-	46,358,826
-	789,934	1,344,235	-	-	(9,681,292)
-	-	-	-	-	(114,597)
-	-	-	-	-	7,050,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6,935,403
-	789,934	1,344,235	-	-	(2,745,889)
70,000	136,755	2,427,217	151,258	1	20,182,391
\$ 70,000	\$ 926,689	\$ 3,771,452	\$ 151,258	\$ 1	\$ 17,436,502

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Food Service Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-1

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	4,554,418	4,754,418	4,902,044	147,626
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	250,937	315,928	336,427	20,499
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	304,163	232,987	251,572	18,585
Interest	500	87	87	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>5,110,018</u>	<u>5,303,420</u>	<u>5,490,130</u>	<u>186,710</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	6,254,458	6,470,117	5,219,061	1,251,056
Capital outlay	78,656	151,490	8,333	143,157
<i>Total expenditures</i>	<u>6,333,114</u>	<u>6,621,607</u>	<u>5,227,394</u>	<u>1,394,213</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,223,096)</u>	<u>(1,318,187)</u>	<u>262,736</u>	<u>1,580,923</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	1,223,096	1,318,187	-	(1,318,187)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,223,096</u>	<u>1,318,187</u>	<u>-</u>	<u>(1,318,187)</u>
<i>Net change in fund balances</i>	-	-	262,736	262,736
<i>Fund balances - beginning of year</i>	-	-	1,505,334	1,505,334
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,768,070</u>	<u>\$ 1,768,070</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 262,736
Adjustments to revenue for federal flowthrough.				297,845
Adjustments to expenditures for salaries, food, and supplies and materials.				(381,120)
<i>Net change in fund balances (GAAP Basis)</i>				\$ 179,461

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Athletics Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-2

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	275,000	275,000	329,632	54,632
Interest	-	-	29	29
Miscellaneous	-	-	2,800	2,800
<i>Total revenues</i>	<u>275,000</u>	<u>275,000</u>	<u>332,461</u>	<u>57,461</u>
<i>Expenditures</i>				
Current				
Instruction	470,291	470,291	249,316	220,975
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>470,291</u>	<u>470,291</u>	<u>249,316</u>	<u>220,975</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(195,291)</u>	<u>(195,291)</u>	<u>83,145</u>	<u>278,436</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	195,291	195,291	-	(195,291)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>195,291</u>	<u>195,291</u>	<u>-</u>	<u>(195,291)</u>
<i>Net change in fund balances</i>	-	-	83,145	83,145
<i>Fund balances - beginning of year</i>	-	-	232,691	232,691
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 315,836</u>	<u>\$ 315,836</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 83,145
Adjustments to revenue for abatements.				(1,300)
Adjustments to expenditures for salaries.				(279)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 81,566</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Activity Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-3

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	587,044	587,044
Interest	-	-	75	75
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>587,119</u>	<u>587,119</u>
<i>Expenditures</i>				
Current				
Instruction	608,321	508,321	457,161	51,160
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	100,000	87,500	12,500
<i>Total expenditures</i>	<u>608,321</u>	<u>608,321</u>	<u>544,661</u>	<u>63,660</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(608,321)</u>	<u>(608,321)</u>	<u>42,458</u>	<u>650,779</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	608,321	608,321	-	(608,321)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>608,321</u>	<u>608,321</u>	<u>-</u>	<u>(608,321)</u>
<i>Net change in fund balances</i>	-	-	42,458	42,458
<i>Fund balances - beginning of year</i>	-	-	842,605	842,605
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 885,063</u>	<u>\$ 885,063</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 42,458
Adjustments to revenues for charges for services.				(13,405)
Adjustments to expenditures for salaries.				(2,689)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 26,364</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Scholarship Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-4

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	6	6
Miscellaneous	-	-	18,005	18,005
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>18,011</u>	<u>18,011</u>
<i>Expenditures</i>				
Current				
Instruction	61,975	61,975	14,999	46,976
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>61,975</u>	<u>61,975</u>	<u>14,999</u>	<u>46,976</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(61,975)</u>	<u>(61,975)</u>	<u>3,012</u>	<u>64,987</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	61,975	61,975	-	(61,975)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>61,975</u>	<u>61,975</u>	<u>-</u>	<u>(61,975)</u>
<i>Net change in fund balances</i>	-	-	3,012	3,012
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>73,637</u>	<u>73,637</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,649</u>	<u>\$ 76,649</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,012
No adjustments to revenues.				-
Adjustments to expenditures for salaries.				<u>2,000</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 5,012</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Autism Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-5

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	6,939	6,939	1,264	5,675
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,939</u>	<u>6,939</u>	<u>1,264</u>	<u>5,675</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,939)</u>	<u>(6,939)</u>	<u>(1,264)</u>	<u>5,675</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	6,939	6,939	-	(6,939)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>6,939</u>	<u>6,939</u>	<u>-</u>	<u>(6,939)</u>
<i>Net change in fund balances</i>	-	-	(1,264)	(1,264)
<i>Fund balances - beginning of year</i>	-	-	6,939	6,939
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,675</u>	<u>\$ 5,675</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,264)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,264)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Miyamura Scholarship Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-6

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	510	510
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>510</u>	<u>510</u>
<i>Expenditures</i>				
Current				
Instruction	7,700	7,700	-	7,700
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,700</u>	<u>7,700</u>	<u>-</u>	<u>7,700</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(7,700)</u>	<u>(7,700)</u>	<u>510</u>	<u>8,210</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	7,700	7,700	-	(7,700)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>7,700</u>	<u>7,700</u>	<u>-</u>	<u>(7,700)</u>
<i>Net change in fund balances</i>	-	-	510	510
<i>Fund balances - beginning of year</i>	-	-	7,700	7,700
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,210</u>	<u>\$ 8,210</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 510
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 510</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted SQS Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-7

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	114,597	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>114,597</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(114,597)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	114,597	-	-	-
Remittal of prior year fund balance	-	-	114,597	114,597
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>114,597</u>	<u>-</u>	<u>114,597</u>	<u>114,597</u>
<i>Net change in fund balances</i>	-	-	(114,597)	(114,597)
<i>Fund balances - beginning of year</i>	-	-	114,597	114,597
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (114,597)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (114,597)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Non-Budgeted Thoreau Night School Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-8

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	6,000	6,000	3,870	(2,130)
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>6,000</u>	<u>6,000</u>	<u>3,870</u>	<u>(2,130)</u>
<i>Expenditures</i>				
Current				
Instruction	6,620	6,620	4,854	1,766
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,620</u>	<u>6,620</u>	<u>4,854</u>	<u>1,766</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(620)</u>	<u>(620)</u>	<u>(984)</u>	<u>(364)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	620	620	-	(620)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>620</u>	<u>620</u>	<u>-</u>	<u>(620)</u>
<i>Net change in fund balances</i>	-	-	(984)	(984)
<i>Fund balances - beginning of year</i>	-	-	2,166	2,166
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,182</u>	<u>\$ 1,182</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (984)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (984)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Entitlement IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-9

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	2,869,564	3,640,311	1,868,190	(1,772,121)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,869,564</u>	<u>3,640,311</u>	<u>1,868,190</u>	<u>(1,772,121)</u>
<i>Expenditures</i>				
Current				
Instruction	1,102,496	1,221,576	972,297	249,279
Support services - students	1,577,984	2,209,995	1,419,040	790,955
Support services - instruction	-	-	-	-
Support services - general administration	73,343	92,562	62,814	29,748
Support services - school administration	111,127	111,127	104,711	6,416
Central services	4,614	5,051	-	5,051
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,869,564</u>	<u>3,640,311</u>	<u>2,558,862</u>	<u>1,081,449</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(690,672)	(690,672)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(690,672)	(690,672)
<i>Fund balances - beginning of year</i>	-	-	152,645	152,645
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (538,027)</u>	<u>\$ (538,027)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (690,672)
Adjustments to revenues for federal flowthrough grants.				706,723
Adjustments to expenditures for salaries and general supplies and materials.				<u>(16,051)</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Discretionary IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-10

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	5,000	2,380	(2,620)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>2,380</u>	<u>(2,620)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	4,872	2,848	2,024
Support services - instruction	-	-	-	-
Support services - general administration	-	128	73	55
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>2,921</u>	<u>2,079</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(541)</u>	<u>(541)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(541)	(541)
<i>Fund balances - beginning of year</i>	-	-	(44,003)	(44,003)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (44,544)</u>	<u>\$ (44,544)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (541)
Adjustments to revenues for federal flowthrough grants.				44,544
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 44,003</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Preschool IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-11

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	118,737	261,940	67,438	(194,502)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>118,737</u>	<u>261,940</u>	<u>67,438</u>	<u>(194,502)</u>
<i>Expenditures</i>				
Current				
Instruction	64,799	64,799	30,128	34,671
Support services - students	50,898	190,545	53,818	136,727
Support services - instruction	-	-	-	-
Support services - general administration	3,040	6,596	2,165	4,431
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>118,737</u>	<u>261,940</u>	<u>86,111</u>	<u>175,829</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(18,673)	(18,673)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(18,673)	(18,673)
<i>Fund balances - beginning of year</i>	-	-	387	387
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,286)</u>	<u>\$ (18,286)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (18,673)
Adjustments to revenues for federal flowthrough grants.				19,290
Adjustments to expenditures for general supplies and materials.				(617)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Early Intervention Services IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-12

	Budgeted Amounts		Actual	Variations Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	3,905	3,905
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>3,905</u>	<u>3,905</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	1	1	-	1
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1)</u>	<u>(1)</u>	<u>3,905</u>	<u>3,906</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	1	1	-	(1)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
<i>Net change in fund balances</i>	-	-	3,905	3,905
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,126)</u>	<u>(2,126)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,779</u>	<u>\$ 1,779</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,905
Adjustments to revenues for federal flowthrough grants.				(3,905)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Education of Homeless Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-13

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	15,000	19,587	11,669	(7,918)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	127	127
<i>Total revenues</i>	<u>15,000</u>	<u>19,587</u>	<u>11,796</u>	<u>(7,791)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	14,626	19,213	11,672	7,541
Support services - instruction	-	-	-	-
Support services - general administration	374	374	299	75
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>19,587</u>	<u>11,971</u>	<u>7,616</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(175)	(175)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(175)	(175)
<i>Fund balances - beginning of year</i>	-	-	(2,723)	(2,723)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,898)</u>	<u>\$ (2,898)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (175)
Adjustments to revenues for federal flowthrough grants.				(1,008)
Adjustments to expenditures for support services.				1,183
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private Schools Share IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-14

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	88,588	137,863	55,486	(82,377)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>88,588</u>	<u>137,863</u>	<u>55,486</u>	<u>(82,377)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	86,319	134,333	75,013	59,320
Support services - instruction	-	-	-	-
Support services - general administration	2,269	3,530	1,731	1,799
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>88,588</u>	<u>137,863</u>	<u>76,744</u>	<u>61,119</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(21,258)	(21,258)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(21,258)	(21,258)
<i>Fund balances - beginning of year</i>	-	-	(14,736)	(14,736)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,994)</u>	<u>\$ (35,994)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (21,258)
Adjustments to revenues for federal flowthrough grants.				21,258
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Fresh Fruits and Vegetables Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-15

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	12,409	12,409
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 12,409	\$ 12,409
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Learning Centers 2008-2014 Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-16

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1,143,600	1,748,991	870,084	(878,907)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,143,600</u>	<u>1,748,991</u>	<u>870,084</u>	<u>(878,907)</u>
<i>Expenditures</i>				
Current				
Instruction	1,049,074	1,646,073	1,204,030	442,043
Support services - students	-	-	-	-
Support services - instruction	51,245	47,034	46,936	98
Support services - general administration	29,276	42,925	26,252	16,673
Support services - school administration	-	-	-	-
Central services	14,005	12,959	12,946	13
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,143,600</u>	<u>1,748,991</u>	<u>1,290,164</u>	<u>458,827</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(420,080)	(420,080)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(420,080)	(420,080)
<i>Fund balances - beginning of year</i>	-	-	(321,352)	(321,352)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (741,432)</u>	<u>\$ (741,432)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (420,080)
Adjustments to revenues for federal flowthrough grants.				419,903
Adjustments to expenditures for other professional services and general supplies and materials.				177
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 "Risk Pool" IDEA-B Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-17

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	27,921	9,643	(18,278)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>27,921</u>	<u>9,643</u>	<u>(18,278)</u>
<i>Expenditures</i>				
Current				
Instruction	-	27,206	5,427	21,779
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	715	139	576
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>27,921</u>	<u>5,566</u>	<u>22,355</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>4,077</u>	<u>4,077</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	4,077	4,077
<i>Fund balances - beginning of year</i>	-	-	(540)	(540)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,537</u>	<u>\$ 3,537</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 4,077
Adjustments to revenues for federal flowthrough grants.				5,026
No adjustments for expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 9,103</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I 1003g Grant Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-18

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	1,597,599	894,296	(703,303)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,597,599</u>	<u>894,296</u>	<u>(703,303)</u>
<i>Expenditures</i>				
Current				
Instruction	-	1,481,388	1,206,391	274,997
Support services - students	-	36,246	30,424	5,822
Support services - instruction	-	14,903	-	14,903
Support services - general administration	-	37,483	29,434	8,049
Support services - school administration	-	27,579	19,287	8,292
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,597,599</u>	<u>1,285,536</u>	<u>312,063</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(391,240)</u>	<u>(391,240)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(391,240)	(391,240)
<i>Fund balances - beginning of year</i>	-	-	(172,372)	(172,372)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (563,612)</u>	<u>\$ (563,612)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (391,240)
Adjustments to revenues for federal flowthrough grants.				374,065
Adjustments to expenditures for salaries.				17,175
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Title I Family Literacy IASA Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

Statement B-19

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1	1	-	(1)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	1	1	-	(1)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	1	1	-	1
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1	1	-	1
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	184	184
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 184	\$ 184
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title IV Drug Free Schools and Comm/Ed Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-20

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1,939	1,939
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,939</u>	<u>\$ 1,939</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Partnerships in Character Ed Pilot Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-21

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(1,889)	(1,889)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,889)</u>	<u>\$ (1,889)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 English Language Acquisition Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-22

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	269,370	337,483	167,113	(170,370)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>269,370</u>	<u>337,483</u>	<u>167,113</u>	<u>(170,370)</u>
<i>Expenditures</i>				
Current				
Instruction	253,983	322,552	237,995	84,557
Support services - students	-	-	-	-
Support services - instruction	3,500	1,604	1,034	570
Support services - general administration	5,387	5,827	4,926	901
Support services - school administration	-	-	-	-
Central services	6,500	7,500	6,791	709
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>269,370</u>	<u>337,483</u>	<u>250,746</u>	<u>86,737</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(83,633)	(83,633)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(83,633)	(83,633)
<i>Fund balances - beginning of year</i>	-	-	(25,116)	(25,116)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (108,749)</u>	<u>\$ (108,749)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (83,633)
Adjustments to revenues for federal flowthrough grants.				57,225
Adjustments to expenditures for salaries, professional development, and general supplies and materials.				26,408
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacher/Principal Training and Recruiting Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-23

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1,077,098	1,773,985	656,940	(1,117,045)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,077,098</u>	<u>1,773,985</u>	<u>656,940</u>	<u>(1,117,045)</u>
<i>Expenditures</i>				
Current				
Instruction	870,132	1,446,199	692,929	753,270
Support services - students	-	-	-	-
Support services - instruction	120,702	223,684	152,329	71,355
Support services - general administration	27,573	45,411	22,216	23,195
Support services - school administration	-	-	-	-
Central services	58,691	58,691	53,467	5,224
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,077,098</u>	<u>1,773,985</u>	<u>920,941</u>	<u>853,044</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(264,001)	(264,001)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(264,001)	(264,001)
<i>Fund balances - beginning of year</i>	-	-	(119,864)	(119,864)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (383,865)</u>	<u>\$ (383,865)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (264,001)
Adjustments to revenues for federal flowthrough grants.				166,820
Adjustments to expenditures for other contract services and general supplies and materials.				10,795
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (86,386)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title IV-A Safe and Drug Free Schools and Community Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-24

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	133	133
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>133</u>	<u>133</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>133</u>	<u>133</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	133	133
<i>Fund balances - beginning of year</i>	-	-	35	35
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168</u>	<u>\$ 168</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 133
Adjustments to revenues for federal flowthrough grants.				(133)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Living Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-25

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	44	44
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 44	\$ 44
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Rural and Low Income Schools Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-26

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	225,663	310,549	405,961	95,412
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>225,663</u>	<u>310,549</u>	<u>405,961</u>	<u>95,412</u>
<i>Expenditures</i>				
Current				
Instruction	187,903	275,665	199,176	76,489
Support services - students	-	-	-	-
Support services - instruction	23,556	19,154	19,119	35
Support services - general administration	5,632	7,752	5,785	1,967
Support services - school administration	-	-	-	-
Central services	8,572	7,978	7,897	81
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>225,663</u>	<u>310,549</u>	<u>231,977</u>	<u>78,572</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	173,984	173,984
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	173,984	173,984
<i>Fund balances - beginning of year</i>	-	-	(317,640)	(317,640)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (143,656)</u>	<u>\$ (143,656)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 173,984
Adjustments to revenues for federal flowthrough grants.				(98,284)
Adjustments to expenditures for general supplies and materials.				(848)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 74,852</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I School Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-27

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	1,267,483	1,163,291	926,364	(236,927)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,267,483</u>	<u>1,163,291</u>	<u>926,364</u>	<u>(236,927)</u>
<i>Expenditures</i>				
Current				
Instruction	1,218,971	1,125,979	964,577	161,402
Support services - students	-	-	-	-
Support services - instruction	15,000	3,800	3,428	372
Support services - general administration	33,512	33,512	22,632	10,880
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,267,483</u>	<u>1,163,291</u>	<u>990,637</u>	<u>172,654</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(64,273)	(64,273)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(64,273)	(64,273)
<i>Fund balances - beginning of year</i>	-	-	(69,229)	(69,229)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (133,502)</u>	<u>\$ (133,502)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (64,273)
Adjustments to revenues for federal flowthrough grants.				(4,956)
Adjustments to expenditures for general supplies and materials.				(15,993)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (85,222)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
School Renovation, IDEA and Technology Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

Statement B-28

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	23,198	23,198
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 23,198	\$ 23,198
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Reading First Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-29

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(14,370)	(14,370)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (14,370)	\$ (14,370)
<i>Net change in fund balances (Budget Basis)</i>				\$ -
Adjustments to revenues for federal flowthrough grants.				14,370
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ 14,370

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - Current Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-30

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	151,788	182,390	119,871	(62,519)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>151,788</u>	<u>182,390</u>	<u>119,871</u>	<u>(62,519)</u>
<i>Expenditures</i>				
Current				
Instruction	111,904	147,979	122,480	25,499
Support services - students	-	-	-	-
Support services - instruction	6,705	7,892	3,398	4,494
Support services - general administration	3,690	4,474	1,114	3,360
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	29,489	22,045	15,628	6,417
<i>Total expenditures</i>	<u>151,788</u>	<u>182,390</u>	<u>142,620</u>	<u>39,770</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(22,749)	(22,749)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(22,749)	(22,749)
<i>Fund balances - beginning of year</i>	-	-	(11,298)	(11,298)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (34,047)</u>	<u>\$ (34,047)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (22,749)
Adjustments to revenues for federal flowthrough grants.				21,863
Adjustments to expenditures for general supplies and materials.				886
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - PY Unliq. Obligations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-31

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	4,437	1,607	(2,830)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,437</u>	<u>1,607</u>	<u>(2,830)</u>
<i>Expenditures</i>				
Current				
Instruction	-	4,437	1,607	2,830
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,437</u>	<u>1,607</u>	<u>2,830</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Carl D Perkins Secondary - Redistribution Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-32

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	26,596	42,712	9,472	(33,240)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>26,596</u>	<u>42,712</u>	<u>9,472</u>	<u>(33,240)</u>
<i>Expenditures</i>				
Current				
Instruction	25,921	41,230	11,150	30,080
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	675	1,482	287	1,195
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,596</u>	<u>42,712</u>	<u>11,437</u>	<u>31,275</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,965)	(1,965)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(1,965)	(1,965)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,965)</u>	<u>\$ (1,965)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,965)
Adjustments to revenues for federal flowthrough grants.				4,812
Adjustments to expenditures for salaries.				(2,847)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title I- IASA - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-33

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	196,053	250,570	54,517
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,828	1,828
<i>Total revenues</i>	<u>-</u>	<u>196,053</u>	<u>252,398</u>	<u>56,345</u>
<i>Expenditures</i>				
Current				
Instruction	-	2,750	2,170	580
Support services - students	-	-	-	-
Support services - instruction	-	193,303	193,303	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>196,053</u>	<u>195,473</u>	<u>580</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>56,925</u>	<u>56,925</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	56,925	56,925
<i>Fund balances - beginning of year</i>	-	-	(55,097)	(55,097)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,828</u>	<u>\$ 1,828</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 56,925
Adjustments to revenues for federal flowthrough grants.				(85,553)
Adjustments to expenditures for general supplies and materials.				28,628
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Entitlement IDEA-B- Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-34

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	391,258	1,016,949	625,691
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>391,258</u>	<u>1,016,949</u>	<u>625,691</u>
<i>Expenditures</i>				
Current				
Instruction	-	230	230	-
Support services - students	-	372,363	302,873	69,490
Support services - instruction	-	-	-	-
Support services - general administration	-	1,328	1,328	-
Support services - school administration	-	-	-	-
Central services	-	81	-	81
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	17,256	17,256	-
<i>Total expenditures</i>	<u>-</u>	<u>391,258</u>	<u>321,687</u>	<u>69,571</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>695,262</u>	<u>695,262</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	695,262	695,262
<i>Fund balances - beginning of year</i>	-	-	(694,078)	(694,078)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,184</u>	<u>\$ 1,184</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 695,262
Adjustments to revenues for federal flowthrough grants.				(694,078)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,184</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Preschool IDEA-B Federal Stimulus Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

Statement B-35

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	66,086	42,322	(23,764)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>66,086</u>	<u>42,322</u>	<u>(23,764)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	65,138	25,225	39,913
Support services - instruction	-	-	-	-
Support services - general administration	-	948	-	948
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>66,086</u>	<u>25,225</u>	<u>40,861</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>17,097</u>	<u>17,097</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	17,097	17,097
<i>Fund balances - beginning of year</i>	-	-	(17,097)	(17,097)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 17,097
Adjustments to revenues for federal flowthrough grants.				(17,097)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Early Intervention Services IDEA-B - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-36

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	24,611	588	(24,023)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>24,611</u>	<u>588</u>	<u>(24,023)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	23,981	-	23,981
Support services - instruction	-	-	-	-
Support services - general administration	-	630	-	630
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>24,611</u>	<u>-</u>	<u>24,611</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>588</u>	<u>588</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	588	588
<i>Fund balances - beginning of year</i>	-	-	(588)	(588)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 588
Adjustments to revenues for federal flowthrough grants.				(588)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Education of Homeless - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-37

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	56	56
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>56</u>	<u>56</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>56</u>	<u>56</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	56	56
<i>Fund balances - beginning of year</i>	-	-	(56)	(56)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 56
Adjustments to revenues for federal flowthrough grants.				(56)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private School Share IDEA-B - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-38

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	52,969	13,793	(39,176)
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>52,969</u>	<u>13,793</u>	<u>(39,176)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	51,612	7,752	43,860
Support services - instruction	-	-	-	-
Support services - general administration	-	1,357	198	1,159
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>52,969</u>	<u>7,950</u>	<u>45,019</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>5,843</u>	<u>5,843</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	5,843	5,843
<i>Fund balances - beginning of year</i>	-	-	(947)	(947)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,896</u>	<u>\$ 4,896</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 5,843
Adjustments to revenues for federal flowthrough grants.				(5,843)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Enhancing Education Through Technology - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-39

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	2,965	14,361	11,396
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,965</u>	<u>14,361</u>	<u>11,396</u>
<i>Expenditures</i>				
Current				
Instruction	-	2,965	2,100	865
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,965</u>	<u>2,100</u>	<u>865</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>12,261</u>	<u>12,261</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	12,261	12,261
<i>Fund balances - beginning of year</i>	-	-	(12,261)	(12,261)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 12,261
Adjustments to revenues for federal flowthrough grants.				(12,261)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Bilingual Education Title VII Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-40

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	84,141	84,141
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 84,141</u>	<u>\$ 84,141</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-41

Gallup-McKinley County Public Schools

JTPA Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	178	178
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 178</u>	<u>\$ 178</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Johnson O'Malley Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-42

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	342,257	635,972	515,105	(120,867)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>342,257</u>	<u>635,972</u>	<u>515,105</u>	<u>(120,867)</u>
<i>Expenditures</i>				
Current				
Instruction	178,912	490,286	485,955	4,331
Support services - students	-	-	-	-
Support services - instruction	155,165	129,405	124,312	5,093
Support services - general administration	8,180	16,281	15,623	658
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>342,257</u>	<u>635,972</u>	<u>625,890</u>	<u>10,082</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(110,785)	(110,785)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(110,785)	(110,785)
<i>Fund balances - beginning of year</i>	-	-	(251,289)	(251,289)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (362,074)</u>	<u>\$ (362,074)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (110,785)
Adjustments to revenues for federal direct grants.				101,711
Adjustments to expenditures for general supplies and materials.				9,074
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 General Ed. Projects "Star Schools" Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-43

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	45,556	45,556
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,556</u>	<u>\$ 45,556</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Special Education Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-44

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	933,017	933,017
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>933,017</u>	<u>933,017</u>
<i>Expenditures</i>				
Current				
Instruction	10,167	146,069	56,119	89,950
Support services - students	613,019	511,219	452,116	59,103
Support services - instruction	456,894	456,894	454,183	2,711
Support services - general administration	28,377	29,275	24,643	4,632
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,108,457</u>	<u>1,143,457</u>	<u>987,061</u>	<u>156,396</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,108,457)</u>	<u>(1,143,457)</u>	<u>(54,044)</u>	<u>1,089,413</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	1,108,457	1,143,457	-	(1,143,457)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,108,457</u>	<u>1,143,457</u>	<u>-</u>	<u>(1,143,457)</u>
<i>Net change in fund balances</i>	-	-	(54,044)	(54,044)
<i>Fund balances - beginning of year</i>	-	-	1,143,549	1,143,549
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,089,505</u>	<u>\$ 1,089,505</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (54,044)
No adjustments to revenues.				-
Adjustments to expenditures for general materials and supplies.				(21,578)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (75,622)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title XIX - Medicaid 3/21 Years Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-45

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	135,812	135,812
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>135,812</u>	<u>135,812</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	207,865	207,865	162,725	45,140
Support services - instruction	-	-	-	-
Support services - general administration	4,736	4,736	4,183	553
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>212,601</u>	<u>212,601</u>	<u>166,908</u>	<u>45,693</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(212,601)</u>	<u>(212,601)</u>	<u>(31,096)</u>	<u>181,505</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	212,601	212,601	-	(212,601)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>212,601</u>	<u>212,601</u>	<u>-</u>	<u>(212,601)</u>
<i>Net change in fund balances</i>	-	-	(31,096)	(31,096)
<i>Fund balances - beginning of year</i>	-	-	257,109	257,109
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 226,013</u>	<u>\$ 226,013</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (31,096)
Adjustments to revenues for federal contracts.				3,764
Adjustments to expenditures for salaries.				13,784
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (13,548)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Child Care Block Grant CYFD Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-46

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	49,683	49,683
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>49,683</u>	<u>49,683</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	195,949	195,949	115,018	80,931
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>195,949</u>	<u>195,949</u>	<u>115,018</u>	<u>80,931</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(195,949)</u>	<u>(195,949)</u>	<u>(65,335)</u>	<u>130,614</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	195,949	195,949	-	(195,949)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>195,949</u>	<u>195,949</u>	<u>-</u>	<u>(195,949)</u>
<i>Net change in fund balances</i>	-	-	(65,335)	(65,335)
<i>Fund balances - beginning of year</i>	-	-	206,779	206,779
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,444</u>	<u>\$ 141,444</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (65,335)
No adjustments to revenues.				-
Adjustments to expenditures for general materials and supplies.				(810)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (66,145)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Child and Adult Food Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-47

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	4,965	4,965
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,965</u>	<u>4,965</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	12,058	3,504	8,554
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,058</u>	<u>3,504</u>	<u>8,554</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(12,058)</u>	<u>1,461</u>	<u>13,519</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	12,058	-	(12,058)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>12,058</u>	<u>-</u>	<u>(12,058)</u>
<i>Net change in fund balances</i>	-	-	1,461	1,461
<i>Fund balances - beginning of year</i>	-	-	12,058	12,058
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,519</u>	<u>\$ 13,519</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,461
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,461</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Health Services Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-48

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	310,000	235,565	(74,435)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>310,000</u>	<u>235,565</u>	<u>(74,435)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	7,936	5,977	1,959
Support services - school administration	-	189,664	121,085	68,579
Central services	-	112,400	112,400	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>310,000</u>	<u>239,462</u>	<u>70,538</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,897)</u>	<u>(3,897)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(3,897)	(3,897)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,080)</u>	<u>(2,080)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,977)</u>	<u>\$ (5,977)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (3,897)
Adjustments to revenues for federal direct grants.				3,897
No adjustments for expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Education Formula Grant Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-49

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	1,909,804	1,912,251	1,917,734	5,483
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,151	1,151
<i>Total revenues</i>	<u>1,909,804</u>	<u>1,912,251</u>	<u>1,918,885</u>	<u>6,634</u>
<i>Expenditures</i>				
Current				
Instruction	1,782,486	1,774,933	1,762,902	12,031
Support services - students	-	-	-	-
Support services - instruction	81,674	91,674	91,634	40
Support services - general administration	45,644	45,644	40,805	4,839
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,909,804</u>	<u>1,912,251</u>	<u>1,895,341</u>	<u>16,910</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	23,544	23,544
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	23,544	23,544
<i>Fund balances - beginning of year</i>	-	-	(24,167)	(24,167)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (623)</u>	<u>\$ (623)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 23,544
Adjustments to revenues for federal direct grants.				(12,435)
Adjustments to expenditures for general supplies and materials.				(11,109)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 21st Century Community Learning Centers Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-50

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(2,560)	(2,560)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,560)</u>	<u>\$ (2,560)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Navajo Nations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-51

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	114,357	114,357	76,238	(38,119)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>114,357</u>	<u>114,357</u>	<u>76,238</u>	<u>(38,119)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	111,235	111,235	80,573	30,662
Support services - instruction	-	-	-	-
Support services - general administration	3,122	3,122	2,082	1,040
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>114,357</u>	<u>114,357</u>	<u>82,655</u>	<u>31,702</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(6,417)	(6,417)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(6,417)	(6,417)
<i>Fund balances - beginning of year</i>	-	-	52,348	52,348
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 45,931</u>	<u>\$ 45,931</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (6,417)
Adjustments to revenues for federal direct grants.				(45,195)
Adjustments to expenditures for general supplies and materials.				(736)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (52,348)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Technology Challenge Grant USDE Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-52

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	11,739	11,739
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,739</u>	<u>\$ 11,739</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-53

Gallup-McKinley County Public Schools

Title V Indian Health Care Improvement Act-Federal- Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		(Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	194,950	194,460	(490)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	194,950	194,460	(490)
<i>Expenditures</i>				
Current				
Instruction	-	190,842	156,079	34,763
Support services - students	-	1,182	-	1,182
Support services - instruction	-	-	-	-
Support services - general administration	-	1,976	1,256	720
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	950	903	47
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	194,950	158,238	36,712
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	36,222	36,222
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	36,222	36,222
<i>Fund balances - beginning of year</i>	-	-	109,877	109,877
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 146,099	\$ 146,099
<i>Net change in fund balances (Budget Basis)</i>				\$ 36,222
Adjustments to revenues for federal direct grants.				109,772
Adjustments to expenditures for salaries and general supplies and materials.				105
<i>Net change in fund balances (GAAP Basis)</i>				\$ 146,099

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacher Quality Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-54

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(17,058)	(17,058)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,058)</u>	<u>\$ (17,058)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
Adjustments to revenues for federal direct grants.				17,058
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 17,058</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-55

Gallup-McKinley County Public Schools
Tobacco Use Prevention and Control Program Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	62	62
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62</u>	<u>\$ 62</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Goals 2000 Parental Assistance Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-56

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(17,981)</u>	<u>(17,981)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (17,981)</u>	<u>\$ (17,981)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
Adjustments to revenues for federal direct grants.				17,981
No adjustments to expenditures.				<u>-</u>
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 17,981</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Substance Abuse and Mental Health Services Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-57

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(41,018)	(41,018)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (41,018)</u>	<u>\$ (41,018)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
Adjustments to revenues for federal direct grants.				41,018
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 41,018</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Native American Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-58

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	1,054	1,054
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1,320	1,320
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,374</u>	<u>2,374</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,374</u>	<u>2,374</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	2,374	2,374
<i>Fund balances - beginning of year</i>	-	-	(1,054)	(1,054)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,320</u>	<u>\$ 1,320</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,374
Adjustments to revenues for federal direct grants.				(1,054)
No adjustments for expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,320</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Impact Aid Construction Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-59

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,101	2,101
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,101</u>	<u>\$ 2,101</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 DOD-Education Activity Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-60

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	499,486	-	(499,486)
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>499,486</u>	<u>-</u>	<u>(499,486)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	148,090	112,090	36,000
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	351,396	351,396	-
<i>Total expenditures</i>	<u>-</u>	<u>499,486</u>	<u>463,486</u>	<u>36,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(463,486)</u>	<u>(463,486)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(463,486)	(463,486)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (463,486)</u>	<u>\$ (463,486)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (463,486)
Adjustments to revenues for federal direct grants.				463,486
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Education Jobs Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-61

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	31,860	31,896	36
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,860</u>	<u>31,896</u>	<u>36</u>
<i>Expenditures</i>				
Current				
Instruction	-	31,860	31,860	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>31,860</u>	<u>31,860</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>36</u>	<u>36</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	36	36
<i>Fund balances - beginning of year</i>	-	-	(36)	(36)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 36
Adjustments to revenues for federal direct grants.				(36)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Bill and Melinda Gates Foundation Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-62

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	2,839	2,839
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,839</u>	<u>\$ 2,839</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Save the Children Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-63

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	52,600	416,046	439,964	23,918
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>52,600</u>	<u>416,046</u>	<u>439,964</u>	<u>23,918</u>
<i>Expenditures</i>				
Current				
Instruction	52,600	416,046	400,292	15,754
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>52,600</u>	<u>416,046</u>	<u>400,292</u>	<u>15,754</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	39,672	39,672
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	39,672	39,672
<i>Fund balances - beginning of year</i>	-	-	(121,604)	(121,604)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (81,932)</u>	<u>\$ (81,932)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 39,672
Adjustments to revenues for instructional-categorical revenue.				(46,486)
Adjustments to expenditures for salaries.				1,760
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (5,054)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Center for Ed and Study of Diverse Populations Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-64

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	181	181
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 181</u>	<u>\$ 181</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Parents Reaching Out Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-65

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	260	260
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ 260</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pump up the Volume in Preschools Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-66

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	668,346	668,346	583,923	(84,423)
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>668,346</u>	<u>668,346</u>	<u>583,923</u>	<u>(84,423)</u>
<i>Expenditures</i>				
Current				
Instruction	625,718	625,718	545,078	80,640
Support services - students	1,126	1,126	1,109	17
Support services - instruction	-	-	-	-
Support services - general administration	17,109	17,109	14,669	2,440
Support services - school administration	-	-	-	-
Central services	24,393	24,393	24,077	316
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>668,346</u>	<u>668,346</u>	<u>584,933</u>	<u>83,413</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,010)	(1,010)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(1,010)	(1,010)
<i>Fund balances - beginning of year</i>	-	-	(130,713)	(130,713)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (131,723)</u>	<u>\$ (131,723)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (1,010)
Adjustments to revenues for instructional-categorical revenue.				3,755
Adjustments to expenditures for salaries.				(2,745)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 SES After School Tutoring Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-67

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	413,475	872,413	459,150	(413,263)
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>413,475</u>	<u>872,413</u>	<u>459,150</u>	<u>(413,263)</u>
<i>Expenditures</i>				
Current				
Instruction	392,478	816,093	623,917	192,176
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	9,997	21,137	16,127	5,010
Support services - school administration	-	-	-	-
Central services	6,000	10,000	1,575	8,425
Operation and maintenance of plant	5,000	9,900	5,100	4,800
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>413,475</u>	<u>857,130</u>	<u>646,719</u>	<u>210,411</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	15,283	(187,569)	(202,852)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	(15,283)	-	15,283
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	(15,283)	-	15,283
<i>Net change in fund balances</i>	-	-	(187,569)	(187,569)
<i>Fund balances - beginning of year</i>	-	-	398,193	398,193
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 210,624</u>	<u>\$ 210,624</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (187,569)
No adjustments to revenues.				-
Adjustments to expenditures for general supplies and materials.				11
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (187,558)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Title V Indian Health Care Improvement Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-68

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	5,000	5,000	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	5,000	5,000	-
<i>Expenditures</i>				
Current				
Instruction	-	5,000	4,998	2
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,998	2
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	2	2
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	2	2
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 2	\$ 2
<i>Net change in fund balances (Budget Basis)</i>				\$ 2
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ 2

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Community Based Organization PED Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-69

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	3,988	3,988
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 3,988	\$ 3,988
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Dual Credit Instructional Materials/HB2 Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-70

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	15,598	8,748	(6,850)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,598</u>	<u>8,748</u>	<u>(6,850)</u>
<i>Expenditures</i>				
Current				
Instruction	-	15,598	14,334	1,264
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>15,598</u>	<u>14,334</u>	<u>1,264</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,586)</u>	<u>(5,586)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(5,586)	(5,586)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,586)</u>	<u>\$ (5,586)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (5,586)
Adjustments to revenues for state flowthrough.				5,586
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 2008 GO Bond Student Library Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-71

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	243	520	277
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>243</u>	<u>520</u>	<u>277</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	243	242	1
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>243</u>	<u>242</u>	<u>1</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>278</u>	<u>278</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	278	278
<i>Fund balances - beginning of year</i>	-	-	(278)	(278)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 278
Adjustments to revenues for PED state flowthrough grants.				(278)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-72

Gallup-McKinley County Public Schools
 2010 GO Bond Public School Acquisition Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	82,184	71,101	(11,083)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>82,184</u>	<u>71,101</u>	<u>(11,083)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	82,184	79,108	3,076
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>82,184</u>	<u>79,108</u>	<u>3,076</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,007)</u>	<u>(8,007)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(8,007)	(8,007)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,007)</u>	<u>\$ (8,007)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (8,007)
Adjustments to revenues for PED state flowthrough grants.				8,007
Adjustments to expenditures for general supplies and materials.				(1,455)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (1,455)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-73

Gallup-McKinley County Public Schools

TANF PED Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1,147	1,147
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,147</u>	<u>\$ 1,147</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Technology for Education PED Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-74

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>130</u>	<u>130</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ 130</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 TANF - Full Day Kindergarten Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-75

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,513)</u>	<u>(1,513)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,513)</u>	<u>\$ (1,513)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Incentives for School Improvement Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-76

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	84,199	84,199
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 84,199	\$ 84,199
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-77

Gallup-McKinley County Public Schools
Laws of NM 2005 Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variences
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(46,467)	(46,467)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (46,467)</u>	<u>\$ (46,467)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pre-K Initiative Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-78

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	193,440	193,440	118,387	(75,053)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>193,440</u>	<u>193,440</u>	<u>118,387</u>	<u>(75,053)</u>
<i>Expenditures</i>				
Current				
Instruction	193,440	193,440	174,166	19,274
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>193,440</u>	<u>193,440</u>	<u>174,166</u>	<u>19,274</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(55,779)	(55,779)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(55,779)	(55,779)
<i>Fund balances - beginning of year</i>	-	-	(12,100)	(12,100)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (67,879)</u>	<u>\$ (67,879)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (55,779)
Adjustments to revenues for PED state flowthrough grants.				57,951
Adjustments to expenditures for salaries.				(2,172)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Indian Education Act Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-79

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	995	995
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 995	\$ 995
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Reading Improvement Initiatives Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-80

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(2,704)</u>	<u>(2,704)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,704)</u>	<u>\$ (2,704)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-81

Gallup-McKinley County Public Schools
 Beginning Teacher Mentoring Program Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	12,253	12,253
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,253</u>	<u>\$ 12,253</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Breakfast for Elementary Students Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-82

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	148,116	-	(148,116)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>148,116</u>	<u>-</u>	<u>(148,116)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	148,116	119,740	28,376
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>148,116</u>	<u>119,740</u>	<u>28,376</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(119,740)</u>	<u>(119,740)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(119,740)	(119,740)
<i>Fund balances - beginning of year</i>	-	-	56,572	56,572
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (63,168)</u>	<u>\$ (63,168)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (119,740)
Adjustments to revenues for state flowthrough.				119,741
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-83

Gallup-McKinley County Public Schools
 Teacher Professional Development Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	10,583	10,583
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,583</u>	<u>\$ 10,583</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-84

Gallup-McKinley County Public Schools

K-Plus Initiative Special Revenue Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,577)</u>	<u>(1,577)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,577)</u>	<u>\$ (1,577)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schools in Need of Improvement Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-85

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,642</u>	<u>9,642</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,642</u>	<u>\$ 9,642</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 School Improvement Framework Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-86

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	15,000	15,000
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 15,000	\$ 15,000
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Kindergarten - Three Plus Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-87

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	204,000	132,600	132,600	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>204,000</u>	<u>132,600</u>	<u>132,600</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	204,000	132,600	132,600	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>204,000</u>	<u>132,600</u>	<u>132,600</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	(68,512)	(68,512)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (68,512)</u>	<u>\$ (68,512)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
Adjustments to expenditures for salaries and general supplies and materials.				(19,063)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (19,063)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-88

Gallup-McKinley County Public Schools
 Library Book Fund Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	89	89
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89</u>	<u>\$ 89</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Pathways Project UNM Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-89

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>219</u>	<u>219</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 219</u>	<u>\$ 219</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Parents as Teachers Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-90

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	28,282	28,282
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,282</u>	<u>\$ 28,282</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 AP New Mexico Incentive Funding Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-91

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>142</u>	<u>142</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 142</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Office of Child Development Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-92

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	62,000	62,000	62,100	100
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>62,000</u>	<u>62,000</u>	<u>62,100</u>	<u>100</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	60,413	60,413	59,443	970
Support services - instruction	-	-	-	-
Support services - general administration	1,587	1,587	1,522	65
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>62,000</u>	<u>62,000</u>	<u>60,965</u>	<u>1,035</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	1,135	1,135
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	1,135	1,135
<i>Fund balances - beginning of year</i>	-	-	23,183	23,183
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,318</u>	<u>\$ 24,318</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,135
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,135</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Regional Quality Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-93

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	74,806	74,806
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,806</u>	<u>\$ 74,806</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 GRADS- Child Care Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-94

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	7,250	9,250	2,000
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,250</u>	<u>9,250</u>	<u>2,000</u>
<i>Expenditures</i>				
Current				
Instruction	-	7,250	5,583	1,667
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,250</u>	<u>5,583</u>	<u>1,667</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,667</u>	<u>3,667</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	3,667	3,667
<i>Fund balances - beginning of year</i>	-	-	13,492	13,492
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,159</u>	<u>\$ 17,159</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,667
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 3,667</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 GRADS- Instruction Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-95

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	43,750	83,625	39,875
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>43,750</u>	<u>83,625</u>	<u>39,875</u>
<i>Expenditures</i>				
Current				
Instruction	-	43,750	34,645	9,105
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>43,750</u>	<u>34,645</u>	<u>9,105</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>48,980</u>	<u>48,980</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	48,980	48,980
<i>Fund balances - beginning of year</i>	-	-	12,860	12,860
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,840</u>	<u>\$ 61,840</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 48,980
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 48,980</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Start Smart K-3 Plus Utah State University Study Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-96

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	140,488	140,488	61,918	(78,570)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>140,488</u>	<u>140,488</u>	<u>61,918</u>	<u>(78,570)</u>
<i>Expenditures</i>				
Current				
Instruction	135,035	135,035	64,010	71,025
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	5,453	5,453	648	4,805
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>140,488</u>	<u>140,488</u>	<u>64,658</u>	<u>75,830</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(2,740)	(2,740)
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(2,740)	(2,740)
<i>Fund balances - beginning of year</i>	-	-	(2,578)	(2,578)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,318)</u>	<u>\$ (5,318)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (2,740)
Adjustments to revenues for state direct revenues.				(3,839)
Adjustments to expenditures for salaries.				(8,354)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (14,933)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 CYFD Parents as Teacher Model Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-97

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	349,392	179,021	(170,371)
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>349,392</u>	<u>179,021</u>	<u>(170,371)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	349,392	274,619	74,773
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>349,392</u>	<u>274,619</u>	<u>74,773</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(95,598)</u>	<u>(95,598)</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(95,598)	(95,598)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (95,598)</u>	<u>\$ (95,598)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (95,598)
Adjustments to revenues for state flowthrough revenues.				97,362
Adjustments to expenditures for salaries.				(1,759)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 5</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Private Dir. Grants Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-98

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	36,239	65,539	29,300
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>36,239</u>	<u>65,539</u>	<u>29,300</u>
<i>Expenditures</i>				
Current				
Instruction	37,369	93,482	66,240	27,242
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	7,739	7,739	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>37,369</u>	<u>101,221</u>	<u>73,979</u>	<u>27,242</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(37,369)</u>	<u>(64,982)</u>	<u>(8,440)</u>	<u>56,542</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	37,369	64,982	-	(64,982)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>37,369</u>	<u>64,982</u>	<u>-</u>	<u>(64,982)</u>
<i>Net change in fund balances</i>	-	-	(8,440)	(8,440)
<i>Fund balances - beginning of year</i>	-	-	65,196	65,196
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,756</u>	<u>\$ 56,756</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (8,440)
No adjustments to revenues.				-
Adjustments to expenditures for salaries.				(348)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (8,788)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 City/County Grants Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-99

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(6,311)</u>	<u>(6,311)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,311)</u>	<u>\$ (6,311)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 School Based Health Center Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-100

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(65,764)</u>	<u>(65,764)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (65,764)</u>	<u>\$ (65,764)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-101

Gallup-McKinley County Public Schools

Bond Building Capital Projects Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	4,634	4,634
Charges for services	-	-	-	-
Interest	-	(4,913)	8,855	13,768
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>(4,913)</u>	<u>13,489</u>	<u>18,402</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	100,000	100,000	-	100,000
Capital outlay	5,900,000	6,954,913	3,203,846	3,751,067
Debt service				
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>6,000,000</u>	<u>7,054,913</u>	<u>3,203,846</u>	<u>3,851,067</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,000,000)</u>	<u>(7,059,826)</u>	<u>(3,190,357)</u>	<u>3,869,469</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	9,826	-	(9,826)
Transfers in (out)	-	-	-	-
Bond proceeds	6,000,000	7,050,000	7,050,000	-
<i>Total other financing sources (uses)</i>	<u>6,000,000</u>	<u>7,059,826</u>	<u>7,050,000</u>	<u>(9,826)</u>
<i>Net change in fund balances</i>	-	-	3,859,643	3,859,643
<i>Fund balances - beginning of year</i>	-	-	888,753	888,753
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,748,396</u>	<u>\$ 4,748,396</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 3,859,643
Adjustments to revenues for miscellaneous.				150,000
Adjustments to expenditures for construction services.				42,222
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 4,051,865</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Revenue Bond Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-102

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	600,000	41,933	558,067
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	10,800,000	10,700,000	8,514,998	2,185,002
<i>Total expenditures</i>	<u>10,800,000</u>	<u>11,300,000</u>	<u>8,556,931</u>	<u>2,743,069</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(10,800,000)</u>	<u>(11,300,000)</u>	<u>(8,556,931)</u>	<u>2,743,069</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	10,800,000	11,300,000	-	(11,300,000)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>10,800,000</u>	<u>11,300,000</u>	<u>-</u>	<u>(11,300,000)</u>
<i>Net change in fund balances</i>	-	-	(8,556,931)	(8,556,931)
<i>Fund balances - beginning of year</i>	-	-	11,639,492	11,639,492
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,082,561</u>	<u>\$ 3,082,561</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (8,556,931)
No adjustments to revenues.				-
Adjustments to expenditures for construction services.				(357,177)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (8,914,108)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Public School Capital Outlay Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-103

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	18,862,482	18,884,630	42,044	(18,842,586)
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>18,862,482</u>	<u>18,884,630</u>	<u>42,044</u>	<u>(18,842,586)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	22,148	21,330	818
Food services operations	-	-	-	-
Capital outlay	18,862,482	18,862,482	-	18,862,482
<i>Total expenditures</i>	<u>18,862,482</u>	<u>18,884,630</u>	<u>21,330</u>	<u>18,863,300</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	20,714	20,714
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	20,714	20,714
<i>Fund balances - beginning of year</i>	-	-	(20,713)	(20,713)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 20,714
Adjustments to revenues for PSCOC awards.				8,372,966
Adjustments to expenditures for construction services.				(8,393,680)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay Local Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-104

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	210,000	-	-	-
<i>Total expenditures</i>	<u>210,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(210,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	210,000	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>210,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay State Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-105

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	70,000	70,000	-	70,000
<i>Total expenditures</i>	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(70,000)</u>	<u>(70,000)</u>	<u>-</u>	<u>70,000</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	70,000	70,000	-	(70,000)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>(70,000)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	70,000	70,000
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 70,000</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Special Capital Outlay Federal Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-106

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	789,933	789,933	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	1	1
<i>Total revenues</i>	-	789,933	789,934	1
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	469,024	926,687	-	926,687
<i>Total expenditures</i>	469,024	926,687	-	926,687
<i>Excess (deficiency) of revenues over expenditures</i>	(469,024)	(136,754)	789,934	926,688
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	469,024	136,754	-	(136,754)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	469,024	136,754	-	(136,754)
<i>Net change in fund balances</i>	-	-	789,934	789,934
<i>Fund balances - beginning of year</i>	-	-	136,755	136,755
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 926,689	\$ 926,689
<i>Net change in fund balances (Budget Basis)</i>				\$ 789,934
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				\$ 789,934

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Capital Improvements SB-9 Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-107

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 1,451,190	\$ 1,451,190	\$ 1,584,944	\$ 133,754
Oil and gas taxes	2,077	2,077	3,218	1,141
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	1,699,345	3,394,277	1,694,932
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,453,267</u>	<u>3,152,612</u>	<u>4,982,439</u>	<u>1,829,827</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	15,000	19,448	19,448	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	2,652,115	3,060,105	2,384,338	675,767
Food services operations	-	-	-	-
Capital outlay	923,000	2,209,907	1,340,911	868,996
<i>Total expenditures</i>	<u>3,590,115</u>	<u>5,289,460</u>	<u>3,744,697</u>	<u>1,544,763</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(2,136,848)</u>	<u>(2,136,848)</u>	<u>1,237,742</u>	<u>3,374,590</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	2,136,848	2,136,848	-	(2,136,848)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,136,848</u>	<u>2,136,848</u>	<u>-</u>	<u>(2,136,848)</u>
<i>Net change in fund balances</i>	-	-	1,237,742	1,237,742
<i>Fund balances - beginning of year</i>	-	-	2,508,236	2,508,236
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,745,978</u>	<u>\$ 3,745,978</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,237,742
Adjustments to revenues for property taxes and PED state flowthrough grant.				(52,474)
Adjustments to expenditures for construction services.				158,967
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,344,235</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Energy Efficiency Act Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-108

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	151,258	151,258	-	151,258
<i>Total expenditures</i>	<u>151,258</u>	<u>151,258</u>	<u>-</u>	<u>151,258</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(151,258)</u>	<u>(151,258)</u>	<u>-</u>	<u>151,258</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	151,258	151,258	-	(151,258)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>151,258</u>	<u>151,258</u>	<u>-</u>	<u>(151,258)</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	151,258	151,258
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,258</u>	<u>\$ 151,258</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Public School Capital Outlay 20% Capital Projects Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement B-109

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Combined local/state	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1	1
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-110

Gallup-McKinley County Public Schools

Debt Service Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 3,053,000	\$ 3,053,000	\$ 6,621,900	\$ 3,568,900
Oil and gas taxes	8,000	8,000	13,452	5,452
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	697	697
<i>Total revenues</i>	<u>3,061,000</u>	<u>3,061,000</u>	<u>6,636,049</u>	<u>3,575,049</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	53,000	81,295	81,294	1
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	6,406,287	17,366,287	17,357,410	8,877
Interest	2,672,000	3,014,923	2,719,900	295,023
Bond issuance cost	-	-	-	-
<i>Total expenditures</i>	<u>9,131,287</u>	<u>20,462,505</u>	<u>20,158,604</u>	<u>303,901</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(6,070,287)</u>	<u>(17,401,505)</u>	<u>(13,522,555)</u>	<u>3,878,950</u>
<i>Other financing sources (uses)</i>				
Designated cash balance (budgeted increase in cash)	6,070,287	17,401,505	-	(17,401,505)
Bond premium	-	-	281,219	281,219
Bond proceeds	-	-	10,938,837	10,938,837
Transfers in (out)	-	-	2,059,711	2,059,711
<i>Total other financing sources (uses)</i>	<u>6,070,287</u>	<u>17,401,505</u>	<u>13,279,767</u>	<u>(4,121,738)</u>
<i>Net change in fund balances</i>	-	-	(242,788)	(242,788)
<i>Fund balances - beginning of year</i>	-	-	8,766,276	8,766,276
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,523,488</u>	<u>\$ 8,523,488</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (242,788)
Adjustments to revenues for property taxes.				(217,425)
No adjustments to expenditures.				-
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (460,213)</u>

The accompanying notes are an integral part of these financial statements

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GENERAL FUND

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Combining Balance Sheet
General Fund
June 30, 2012

Statement C-1

	<u>Operational</u>	<u>Teacherage</u>	<u>Pupil Transportation</u>	<u>Instructional Materials</u>	<u>Total</u>
ASSETS					
<i>Current assets</i>					
Cash and cash equivalents	\$ 2,853,498	\$ 188,439	\$ 205,516	\$ 156,194	\$ 3,403,647
Property taxes receivable	23,707	-	-	-	23,707
Other receivables	701,981	-	10,000	-	711,981
Inventory	168,712	-	233,039	-	401,751
Due from other funds	7,846,601	-	-	-	7,846,601
<i>Total assets</i>	<u>\$ 11,594,499</u>	<u>\$ 188,439</u>	<u>\$ 448,555</u>	<u>\$ 156,194</u>	<u>\$ 12,387,687</u>
 LIABILITIES AND FUND BALANCES					
<i>Current liabilities</i>					
Accounts payable	\$ 296,113	\$ 6,265	\$ 13,425	\$ -	\$ 315,803
Deposits payable	-	90,195	-	-	90,195
Accrued payroll	2,255,976	42,795	152,877	-	2,451,648
Deferred revenue	13,754	-	-	-	13,754
<i>Total liabilities</i>	<u>2,565,843</u>	<u>139,255</u>	<u>166,302</u>	<u>-</u>	<u>2,871,400</u>
 <i>Fund balances</i>					
Nonspendable					
Inventory	168,712	-	233,039	-	401,751
Restricted for:					
Educational purposes	-	-	-	-	-
Food service	-	-	-	-	-
Capital acquisitions and improvements	-	-	-	-	-
Debt service	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Committed for:					
Emergency reserves	3,676,253	-	-	-	3,676,253
Unassigned	5,183,691	49,184	49,214	156,194	5,438,283
<i>Total fund balances</i>	<u>9,028,656</u>	<u>49,184</u>	<u>282,253</u>	<u>156,194</u>	<u>9,516,287</u>
<i>Total liabilities and fund balances</i>	<u>\$ 11,594,499</u>	<u>\$ 188,439</u>	<u>\$ 448,555</u>	<u>\$ 156,194</u>	<u>\$ 12,387,687</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 General Fund
 For the Year Ended June 30, 2012

Statement C-2

	Operational	Teacherage	Pupil Transportation	Instructional Materials	Total
<i>Revenues</i>					
Property taxes	\$ 318,707	\$ -	\$ -	\$ -	\$ 318,707
Oil and gas taxes	681	-	-	-	681
Intergovernmental revenue					
Federal flowthrough	373,194	-	-	-	373,194
Federal direct	26,030,517	-	-	-	26,030,517
Local sources	108,048	-	-	-	108,048
State flowthrough	57,315,555	-	9,042	-	57,324,597
State direct	-	-	72,861	511,762	584,623
Transportation distribution	-	-	4,286,296	-	4,286,296
Charges for services	57,088	790,044	-	-	847,132
Interest	207	-	-	-	207
Miscellaneous	45,484	-	-	3,135	48,619
<i>Total revenues</i>	<u>84,249,481</u>	<u>790,044</u>	<u>4,368,199</u>	<u>514,897</u>	<u>89,922,621</u>
<i>Expenditures</i>					
<i>Current</i>					
Instruction	48,662,422	-	-	459,064	49,121,486
Support services - students	3,926,507	-	-	-	3,926,507
Support services - instruction	2,430,412	-	-	542	2,430,954
Support services - general administration	539,745	-	-	-	539,745
Support services - school administration	6,587,177	-	-	-	6,587,177
Central services	2,816,827	-	-	-	2,816,827
Operation and maintenance plant	16,188,459	358,094	-	-	16,546,553
Student transportation	-	-	4,741,141	-	4,741,141
Other support services	38,485	-	-	-	38,485
Capital outlay	32,823	-	191,005	-	223,828
<i>Total expenditures</i>	<u>81,222,857</u>	<u>358,094</u>	<u>4,932,146</u>	<u>459,606</u>	<u>86,972,703</u>
<i>Excess (deficiency) of revenues over expenditures</i>	3,026,624	431,950	(563,947)	55,291	2,949,918
<i>Other financing sources (uses):</i>					
Transfers out	(1,609,711)	(450,000)	-	-	(2,059,711)
<i>Total other financing sources (uses)</i>	<u>(1,609,711)</u>	<u>(450,000)</u>	<u>-</u>	<u>-</u>	<u>(2,059,711)</u>
<i>Net change in fund balances</i>	1,416,913	(18,050)	(563,947)	55,291	890,207
<i>Fund balances - beginning of year</i>	<u>7,611,743</u>	<u>67,234</u>	<u>846,200</u>	<u>100,903</u>	<u>8,626,080</u>
<i>Fund balances - end of year</i>	<u>\$ 9,028,656</u>	<u>\$ 49,184</u>	<u>\$ 282,253</u>	<u>\$ 156,194</u>	<u>\$ 9,516,287</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-3

Gallup-McKinley County Public Schools

Operational Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 298,055	\$ 298,055	\$ 331,698	\$ 33,643
Oil and gas taxes	519	519	805	286
Intergovernmental revenue				
Federal flowthrough	225,000	225,000	373,194	148,194
Federal direct	31,557,959	31,557,959	26,030,517	(5,527,442)
Local sources	74,040	79,811	108,048	28,237
State flowthrough	50,778,987	51,063,261	56,977,996	5,914,735
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	69,450	69,450	57,646	(11,804)
Interest on investments	1,000	1,000	222	(778)
Miscellaneous	15,308	15,308	46,472	31,164
<i>Total revenues</i>	<u>83,020,318</u>	<u>83,310,363</u>	<u>83,926,598</u>	<u>616,235</u>
<i>Expenditures</i>				
Current				
Instruction	51,461,540	51,653,304	48,223,882	3,429,422
Support services - students	4,538,389	4,538,389	3,926,579	611,810
Support services - instruction	2,479,242	2,502,053	2,430,412	71,641
Support services - general administration	951,978	961,695	532,832	428,863
Support services - school administration	7,070,918	7,040,641	6,586,771	453,870
Central services	2,911,611	2,945,254	2,851,558	93,696
Operation and maintenance of plant	16,300,508	17,226,964	16,165,120	1,061,844
Student transportation	-	-	-	-
Other support services	125,471	145,471	38,485	106,986
Capital outlay	1,194,000	309,931	54,324	255,607
<i>Total expenditures</i>	<u>87,033,657</u>	<u>87,323,702</u>	<u>80,809,963</u>	<u>6,513,739</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,013,339)</u>	<u>(4,013,339)</u>	<u>3,116,635</u>	<u>7,129,974</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	4,013,339	4,013,339	-	(4,013,339)
Transfers out	-	-	(1,609,711)	(1,609,711)
<i>Total other financing sources (uses)</i>	<u>4,013,339</u>	<u>4,013,339</u>	<u>(1,609,711)</u>	<u>(5,623,050)</u>
<i>Net change in fund balances</i>	-	-	1,506,924	1,506,924
<i>Fund balances - beginning of year</i>	-	-	9,193,175	9,193,175
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,700,099</u>	<u>\$ 10,700,099</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,506,924
Adjustments to revenues for gas taxes, property taxes, state flowthrough, and charges for services.				322,883
Adjustments to expenditures for salaries, general supplies and materials, and other contract services.				(412,894)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 1,416,913</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Teacherage Fund

Statement C-4

Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Transportation distribution	-	-	-	-
Charges for services	600,000	600,000	790,044	190,044
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	600,000	600,000	790,044	190,044
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	770,199	768,871	323,093	445,778
Student transportation	-	-	-	-
Other support services	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	770,199	768,871	323,093	445,778
<i>Excess (deficiency) of revenues over expenditures</i>	(170,199)	(168,871)	466,951	635,822
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	170,199	168,871	-	(168,871)
Transfers in	-	-	-	-
Transfers out	-	-	(450,000)	(450,000)
<i>Total other financing sources (uses)</i>	170,199	168,871	(450,000)	(618,871)
<i>Net change in fund balances</i>	-	-	16,951	16,951
<i>Fund balances - beginning of year</i>	-	-	171,488	171,488
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 188,439	\$ 188,439
<i>Net change in fund balances (Budget Basis)</i>				\$ 16,951
No adjustments to revenues.				-
Adjustments to expenditures for salaries and general supplies and materials.				(35,001)
<i>Net change in fund balances (GAAP Basis)</i>				\$ (18,050)

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO

Statement C-5

Gallup-McKinley County Public Schools

Pupil Transportation Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	72,860	72,861	1
Transportation distribution	4,185,706	4,591,451	4,289,402	(302,049)
Charges for services	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>4,185,706</u>	<u>4,664,311</u>	<u>4,362,263</u>	<u>(302,048)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	4,185,706	4,778,996	4,646,003	132,993
Other support services	-	-	-	-
Capital outlay	-	191,005	191,005	-
<i>Total expenditures</i>	<u>4,185,706</u>	<u>4,970,001</u>	<u>4,837,008</u>	<u>132,993</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(305,690)</u>	<u>(474,745)</u>	<u>(169,055)</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	305,690	-	(305,690)
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>305,690</u>	<u>-</u>	<u>(305,690)</u>
<i>Net change in fund balances</i>	-	-	(474,745)	(474,745)
<i>Fund balances - beginning of year</i>	-	-	680,261	680,261
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 205,516</u>	<u>\$ 205,516</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (474,745)
Adjustments to revenues for transportation distribution.				5,936
Adjustments to expenditures for salaries and general supplies and materials.				(95,138)
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ (563,947)</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO

Statement C-6

Gallup-McKinley County Public Schools

Instructional Materials Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Oil and gas taxes	-	-	-	-
Intergovernmental revenue				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
Local sources	-	-	-	-
State flowthrough	-	-	-	-
State direct	419,969	419,969	511,762	91,793
Transportation distribution	-	-	-	-
Charges for services	-	-	-	-
Interest on investments	-	-	-	-
Miscellaneous	-	-	3,135	3,135
<i>Total revenues</i>	<u>419,969</u>	<u>419,969</u>	<u>514,897</u>	<u>94,928</u>
<i>Expenditures</i>				
Current				
Instruction	419,969	527,412	466,222	61,190
Support services - students	-	-	-	-
Support services - instruction	-	557	542	15
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>419,969</u>	<u>527,969</u>	<u>466,764</u>	<u>61,205</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(108,000)</u>	<u>48,133</u>	<u>156,133</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	108,000	-	(108,000)
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>108,000</u>	<u>-</u>	<u>(108,000)</u>
<i>Net change in fund balances</i>	-	-	48,133	48,133
<i>Fund balances - beginning of year</i>	-	-	108,061	108,061
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 156,194</u>	<u>\$ 156,194</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 48,133
No adjustments to revenues.				-
Adjustments to expenditures for general supplies and materials.				7,158
<i>Net change in fund balances (GAAP Basis)</i>				<u>\$ 55,291</u>

The accompanying notes are an integral part of these financial statements.

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MIDDLE COLLEGE CHARTER SCHOOL

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Combining Balance Sheet
 Governmental Funds
 June 30, 2012

	General		Special Revenue	
	Operational	Instructional Materials	Entitlement IDEA-B	State Equalization Guarantee - Federal Stimulus
ASSETS				
<i>Current assets</i>				
Cash and cash equivalents	\$ 457,337	\$ 10,106	\$ -	\$ 288
Due from other governments	-	-	-	-
Other receivables	20	10	-	-
Due from other funds	19,316	-	-	-
<i>Total assets</i>	<u>\$ 476,673</u>	<u>\$ 10,116</u>	<u>\$ -</u>	<u>\$ 288</u>
LIABILITIES AND FUND BALANCES				
<i>Current liabilities</i>				
Accounts payable	\$ 7,259	\$ -	\$ -	\$ -
Accrued payroll	6,351	-	-	-
Due to other funds	-	-	4,614	-
<i>Total liabilities</i>	<u>13,610</u>	<u>-</u>	<u>4,614</u>	<u>-</u>
<i>Fund balances</i>				
Spendable				
Committed for:				
Subsequent year's expenditures	378,497	-	-	-
Unassigned	84,566	10,116	(4,614)	288
<i>Total fund balances</i>	<u>463,063</u>	<u>10,116</u>	<u>(4,614)</u>	<u>288</u>
<i>Total liabilities and fund balances</i>	<u>\$ 476,673</u>	<u>\$ 10,116</u>	<u>\$ -</u>	<u>\$ 288</u>

The accompanying notes are an integral part of these financial statements

<u>Special Revenue</u>	<u>Capital Projects</u>			
<u>Education Jobs Fund</u>	<u>Public School Capital Outlay</u>	<u>Capital Improvements SB-9</u>	<u>Total</u>	
\$ -	\$ -	\$ -	\$	467,731
-	-	7,442		7,442
-	-	-		30
-	-	-		19,316
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,442</u>	<u>\$</u>	<u>494,519</u>
\$ -	\$ -	\$ -	\$	7,259
-	-	-		6,351
283	6,977	7,442		19,316
<u>283</u>	<u>6,977</u>	<u>7,442</u>	<u>\$</u>	<u>32,926</u>
-	-	-		378,497
<u>(283)</u>	<u>(6,977)</u>	<u>-</u>	<u>\$</u>	<u>83,096</u>
<u>(283)</u>	<u>(6,977)</u>	<u>-</u>	<u>\$</u>	<u>461,593</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,442</u>	<u>\$</u>	<u>494,519</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Middle College Charter School
Governmental Funds
Reconciliation of the Balance Sheet to the Statement of Net Assets
June 30, 2012

Amounts reported for governmental activities in the Statement of
Net Assets are different in the component unit because:

Fund balances - total governmental funds	\$ 461,593
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	185,356
Certain liabilities, are not due and payable in the current period and, therefore, are not reported in the funds	
Accrued compensated absences	<u>(10,104)</u>
Net assets - component unit	<u><u>\$ 636,845</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Year Ended June 30, 2012

	General		Special Revenue	
	Operational	Instructional Materials	Entitlement IDEA-B	State Equalization Guarantee - Federal Stimulus
<i>Revenues</i>				
Federal flowthrough	\$ -	\$ -	\$ -	\$ 288
State flowthrough	681,497	2,702	-	-
<i>Total revenues</i>	<u>681,497</u>	<u>2,702</u>	<u>-</u>	<u>288</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	418,026	-	-	-
Support service - students	7,259	-	4,614	-
Support service - instruction	3,774	-	-	-
Support service - general administration	7,749	-	-	-
Support service - school administration	102,359	-	-	-
Central services	128,558	-	-	-
Operation and maintenance of plant	35,823	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>703,548</u>	<u>-</u>	<u>4,614</u>	<u>-</u>
<i>Net change in fund balances</i>	(22,051)	2,702	(4,614)	288
<i>Fund balances - beginning of year</i>	<u>485,114</u>	<u>7,414</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending of year</i>	<u>\$ 463,063</u>	<u>\$ 10,116</u>	<u>\$ (4,614)</u>	<u>\$ 288</u>

The accompanying notes are an integral part of these financial statements

<u>Special Revenue</u>	<u>Capital Projects</u>		
<u>Education Jobs Fund</u>	<u>Public School Capital Outlay</u>	<u>Capital Improvements SB-9</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 288
-	-	7,170	691,369
<u>-</u>	<u>-</u>	<u>7,170</u>	<u>691,657</u>
283	-	-	418,309
-	-	-	11,873
-	-	-	3,774
-	-	-	7,749
-	-	-	102,359
-	-	-	128,558
-	-	7,170	42,993
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>283</u>	<u>-</u>	<u>7,170</u>	<u>715,615</u>
(283)	-	-	(23,958)
<u>-</u>	<u>(6,977)</u>	<u>-</u>	<u>485,551</u>
<u>\$ (283)</u>	<u>\$ (6,977)</u>	<u>\$ -</u>	<u>\$ 461,593</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Middle College Charter School
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, 2012

Amounts reported for governmental activities in the Statement of Activities
are different in the component unit because:

Net change in fund balances - total governmental funds	\$ (23,958)
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:	
Depreciation expense	(6,728)
Increase in compensated absences	<u>(494)</u>
Change in net assets of component unit activities	<u><u>\$ (31,180)</u></u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Operational Fund

Statement D-3

Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	48,969	48,969	-	(48,969)
State Flowthrough	631,711	631,711	682,677	50,966
<i>Total revenues</i>	<u>680,680</u>	<u>680,680</u>	<u>682,677</u>	<u>1,997</u>
<i>Expenditures</i>				
Current				
Instruction	408,921	524,534	415,223	109,311
Support service - students	3,000	23,000	7,259	15,741
Support service - instruction	11,000	11,000	3,774	7,226
Support service - general administration	13,000	13,000	7,749	5,251
Support service - school administration	101,873	104,417	101,901	2,516
Central services	135,882	138,703	128,604	10,099
Operation and maintenance of plant	93,000	101,000	31,283	69,717
Capital outlay	232,161	152,050	1,039	151,011
<i>Total expenditures</i>	<u>998,837</u>	<u>1,067,704</u>	<u>696,832</u>	<u>370,872</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(318,157)</u>	<u>(387,024)</u>	<u>(14,155)</u>	<u>372,869</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	318,157	387,024	-	(387,024)
<i>Total other financing sources (uses)</i>	<u>318,157</u>	<u>387,024</u>	<u>-</u>	<u>(387,024)</u>
<i>Net change in fund balances</i>	-	-	(14,155)	(14,155)
<i>Fund balance - beginning of year</i>	-	-	490,808	490,808
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 476,653</u>	<u>\$ 476,653</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (14,155)
Adjustments to revenues for refunds from prior year.				(1,180)
Adjustments to expenditures for salaries.				(6,716)
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (22,051)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Instructional Materials Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	2,239	2,239	2,692	453
<i>Total revenues</i>	<u>2,239</u>	<u>2,239</u>	<u>2,692</u>	<u>453</u>
<i>Expenditures</i>				
Current				
Instruction	6,878	6,878	-	6,878
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,878</u>	<u>6,878</u>	<u>-</u>	<u>6,878</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,639)</u>	<u>(4,639)</u>	<u>2,692</u>	<u>7,331</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	4,639	4,639	-	(4,639)
<i>Total other financing sources (uses)</i>	<u>4,639</u>	<u>4,639</u>	<u>-</u>	<u>(4,639)</u>
<i>Net change in fund balances</i>	-	-	2,692	2,692
<i>Fund balance - beginning of year</i>	-	-	7,414	7,414
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,106</u>	<u>\$ 10,106</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 2,692
Adjustments to revenues for miscellaneous revenues.				10
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 2,702</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Middle College Charter School
Entitlement IDEA- B Special Revenue Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ 5,051	\$ 5,051	\$ -	\$ (5,051)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>5,051</u>	<u>5,051</u>	<u>-</u>	<u>(5,051)</u>
<i>Expenditures</i>				
Current				
Instruction	-	437	-	437
Support service - students	-	4,614	4,614	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,051</u>	<u>4,614</u>	<u>437</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>5,051</u>	<u>-</u>	<u>(4,614)</u>	<u>(4,614)</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	(5,051)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(5,051)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(4,614)	(4,614)
<i>Fund balance - beginning of year</i>	-	-	-	-
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,614)</u>	<u>\$ (4,614)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ (4,614)
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (4,614)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 State Equalization Guarantee - Federal Stimulus Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement D-6

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ 12,165	\$ 12,165
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>12,165</u>	<u>12,165</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>12,165</u>	<u>12,165</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	12,165	12,165
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11,877)</u>	<u>(11,877)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 288</u>	<u>\$ 288</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 12,165
Adjustments to revenues for federal flowthrough revenue.				(11,877)
No adjustments to expenditures.				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ 288</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Education Jobs Fund Special Revenue Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement D-7

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ 283	\$ 15,231	\$ 14,948
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>283</u>	<u>15,231</u>	<u>14,948</u>
<i>Expenditures</i>				
Current				
Instruction	-	283	283	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>283</u>	<u>283</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>14,948</u>	<u>14,948</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	14,948	14,948
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(15,231)</u>	<u>(15,231)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (283)</u>	<u>\$ (283)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 14,948
Adjustments to revenues for federal flowthrough revenue.				(15,231)
No adjustments to expenditures.				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ (283)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Public School Capital Outlay Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(6,977)</u>	<u>(6,977)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,977)</u>	<u>\$ (6,977)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ -
No adjustments to revenues.				-
No adjustments to expenditures.				-
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Middle College Charter School
 Capital Improvements SB-9 Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in
 Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual
 For the Year Ended June 30, 2012

Statement D-9

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Intergovernmental revenue				
Federal flowthrough	\$ -	\$ -	\$ -	\$ -
Federal direct	-	-	-	-
State flowthrough	17,524	17,524	8,329	(9,195)
<i>Total revenues</i>	<u>17,524</u>	<u>17,524</u>	<u>8,329</u>	<u>(9,195)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support service - students	-	-	-	-
Support service - instruction	-	-	-	-
Support service - general administration	-	-	-	-
Support service - school administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance of plant	17,524	17,524	7,170	10,354
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>17,524</u>	<u>17,524</u>	<u>7,170</u>	<u>10,354</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,159</u>	<u>1,159</u>
<i>Other financing sources (uses):</i>				
Designated cash balance (budgeted increase in cash)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	1,159	1,159
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(8,601)</u>	<u>(8,601)</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,442)</u>	<u>\$ (7,442)</u>
<i>Net change in fund balances (Budget Basis)</i>				\$ 1,159
Adjustments to revenues for SB-9 revenue submitted for capital improvement reimbursement.				(1,159)
No adjustments to expenditures.				<u>-</u>
<i>Net changes in fund balances (GAAP Basis)</i>				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Deposit and Investment Accounts
 June 30, 2012

Deposit or Investment Account Type	Bank of America	Pinnacle Bank	Wells Fargo Bank	Bank of Albuquerque	Totals
Operating - checking	\$ 15,028,250	\$ -	\$ -	\$ -	\$ 15,028,250
Non-budgeted - checking	915,812	-	-	-	915,812
Food services - checking	1,678,055	-	-	-	1,678,055
Accounts Payable Clearing	3,477,587	-	-	-	3,477,587
Debt Service- checking	13,116,935	-	-	-	13,116,935
Direct Deposit/ACH- checking	389,393	-	-	-	389,393
David Skeet Elementary -checking	3,028	-	-	-	3,028
Gallup High - checking	210,957	-	-	-	210,957
Juan De Onate - checking	12,709	-	-	-	12,709
Lincoln Elementary -checking	5,321	-	-	-	5,321
Navajo Elementary - checking	2,481	-	-	-	2,481
Navajo Pine High - checking	13,699	-	-	-	13,699
Navajo Middle school -checking	250	-	-	-	250
Roosevelt - checking	26,324	-	-	-	26,324
Twin Lakes Elementary - checking	13,473	-	-	-	13,473
Washington Elementary - checking	13,360	-	-	-	13,360
Federal projects - checking	-	4,531,046	-	-	4,531,046
Athletics - checking	-	315,455	-	-	315,455
Repurchase agreement	-	544,544	-	-	544,544
Chief Manuelito Middle school- checking	-	6,069	-	-	6,069
Gallup Central High - checking	-	15,047	-	-	15,047
Church Rock - checking	-	3,058	-	-	3,058
Crownpoint Middle school - checking	-	4,092	-	-	4,092
Crownpoint High - checking	-	40,983	-	-	40,983
Jefferson Elementary - checking	-	12,255	-	-	12,255
JFK Middle school -checking	-	16,582	-	-	16,582
Gallup Junior High School	-	79,997	-	-	79,997
Ramah Elementary -checking	-	6,601	-	-	6,601
Ramah High - checking	-	46,976	-	-	46,976
Red Rock Elementary - checking	-	14,280	-	-	14,280
Rocky View Elementary - checking	-	2,003	-	-	2,003
Stagecoach Elementary - checking	-	8,242	-	-	8,242
Tohatchi Elementary - checking	-	6,506	-	-	6,506
Turpen Elementary - checking	-	5,884	-	-	5,884
Payroll - checking	-	-	256,079	-	256,079
Chee Dodge -checking	-	-	7,603	-	7,603
Crownpoint Elementary - checking	-	-	4,147	-	4,147
Gallup Middle school - checking	-	-	10,372	-	10,372
Indian Hills - checking	-	-	8,841	-	8,841
Thoreau Elementary - checking	-	-	6,546	-	6,546
Thoreau High - checking	-	-	34,704	-	34,704
Thoreau Middle - checking	-	-	8,207	-	8,207
Tohatchi High - checking	-	-	19,752	-	19,752
Tohatchi Middle Elementary - checking	-	-	8,977	-	8,977
Tse Yi Gai High - checking	-	-	13,692	-	13,692
NMFA Teacher Housing Revenue Bond Series 2012	-	-	-	2,195,071	2,195,071
Total on deposit and investments	\$ 34,907,634	\$ 5,659,620	\$ 378,920	\$ 2,195,071	\$43,141,245

See independent auditors' report

	<u>Bank of America</u>	<u>Pinnacle Bank</u>	<u>Wells Fargo Bank</u>	<u>Bank of Albuquerque</u>	<u>Totals</u>
Total on deposit and investments	\$ 34,907,634	\$ 5,659,620	\$ 378,920	\$ 2,195,071	\$43,141,245
Reconciling items	<u>(8,740,924)</u>	<u>3,897,215</u>	<u>(262,247)</u>	<u>-</u>	<u>(5,105,956)</u>
Reconciled balance at June 30, 2012	<u>\$ 26,166,710</u>	<u>\$ 9,556,835</u>	<u>\$ 116,673</u>	<u>\$ 2,195,071</u>	<u>\$38,035,289</u>
Reconciliation to financial statements:					
Cash and cash equivalents:					
Government-wide statement of net assets - Exhibit A-1					\$28,830,540
Restricted cash and cash equivalents:					
Government-wide statement of net assets - Exhibit A-1					8,523,488
Statement of fiduciary assets and liabilities - Exhibit D-1					681,261
					<u>\$38,035,289</u>

Component Unit

<u>Deposit Account Type</u>	<u>Wells Fargo Bank</u>
Operational-Checking	<u>\$ 486,378</u>
Total on deposit	\$ 486,378
Reconciling items	<u>(18,647)</u>
Reconciled balance at June 30, 2012	<u>\$ 467,731</u>
Reconciliation to financial statements:	
Component Unit cash and cash equivalents - Exhibit A-1	<u>\$ 467,731</u>

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Cash Reconciliation
For the Year Ended June 30, 2012

Primary Government

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2011	\$ 4,045,945	\$ 168,872	\$ 611,381	\$ 108,061
Add:				
Current year receipts	83,926,597	790,044	4,667,953	514,897
Repayment of Loans	<u>3,335,453</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	91,307,995	958,916	5,279,334	622,958
Less:				
Current year expenditures	81,241,338	356,076	4,912,328	466,764
Current year outstanding loans	7,925,723	7,196	305,690	-
Permanent cash transfers out	1,609,711	450,000	-	-
Plus:				
Permanent cash transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2012	<u>\$ 531,223</u>	<u>\$ 145,644</u>	<u>\$ 61,316</u>	<u>\$ 156,194</u>
Plus:				
Audit adjustment of held checks	<u>2,244,150</u>	<u>42,795</u>	<u>144,200</u>	<u>-</u>
Cash per financial statements	<u>\$ 2,775,373</u>	<u>\$ 188,439</u>	<u>\$ 205,516</u>	<u>\$ 156,194</u>

Component Unit

	<u>Operational</u>	<u>Teacherage</u>	<u>Transportation</u>	<u>Instructional Materials</u>
Audited Cash and Investments June 30, 2011	\$ 486,075	\$ -	\$ -	\$ 7,414
Add:				
Current year receipts	682,677	-	-	2,692
Loans from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash available	1,168,752	-	-	10,106
Less:				
Current year expenditures	698,450	-	-	-
Current year outstanding loans	<u>(19,316)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total cash balance, June 30, 2012	<u>\$ 450,986</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,106</u>
Plus:				
Audit adjustment of held checks	<u>6,351</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per financial statements	<u>\$ 457,337</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,106</u>

See independent auditors' report

<u>Food Service</u>	<u>Athletics</u>	<u>Non-Instructional</u>	<u>Federal Flowthrough</u>	<u>Federal Direct</u>	<u>Local Grants</u>
\$ 1,505,335	\$ 232,690	\$ 1,047,644	\$ 192,889	\$ 10,590,653	\$ 401,473
5,490,131	332,461	609,510	12,742,476	10,473,624	1,488,037
<u>-</u>	<u>-</u>	<u>-</u>	<u>6,334,867</u>	<u>922,565</u>	<u>218,590</u>
6,995,466	565,151	1,657,154	19,270,232	21,986,842	2,108,100
5,246,915	249,594	569,458	16,728,693	12,704,436	1,641,877
-	-	114,597	2,491,205	357,242	252,317
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,748,551</u>	<u>\$ 315,557</u>	<u>\$ 973,099</u>	<u>\$ 50,334</u>	<u>\$ 8,925,164</u>	<u>\$ 213,906</u>

<u>19,519</u>	<u>279</u>	<u>3,681</u>	<u>57,106</u>	<u>55,157</u>	<u>4,935</u>
<u>\$ 1,768,070</u>	<u>\$ 315,836</u>	<u>\$ 976,780</u>	<u>\$ 107,440</u>	<u>\$ 8,980,321</u>	<u>\$ 218,841</u>

<u>Food Services</u>	<u>Athletics</u>	<u>Non-Instructional</u>	<u>Federal Flowthrough</u>	<u>Federal Direct</u>	<u>Local Grants</u>
\$ -	\$ -	\$ -	\$ -	\$ (27,107)	\$ -
-	-	-	-	27,395	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,897</u>	<u>-</u>
-	-	-	-	5,185	-
-	-	-	-	4,897	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 288</u>	<u>\$ -</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 288</u>	<u>\$ -</u>

STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Cash Reconciliation
 For the Year Ended June 30, 2012

Primary Government

	State Flowthrough	State Direct	Local/State	Bond Building
Audited Cash and Investments June 30, 2011	\$ 194,600	\$ 159,155	\$ 65,196	\$ 12,528,245
Add:				
Current year receipts	331,356	395,915	65,539	7,063,489
Repayment of Loans	267,584	110,041	72,075	-
Total cash available	793,540	665,111	202,810	19,591,734
Less:				
Current year expenditures	522,361	443,426	74,366	11,760,777
Current year outstanding loans	133,153	8,748	72,075	-
Permanent cash transfers out	-	-	-	-
Plus:				
Permanent cash transfers in	-	-	-	-
Total cash balance, June 30, 2012	\$ 138,026	\$ 212,937	\$ 56,369	\$ 7,830,957
Plus:				
Audit adjustment of held checks	2,172	2,955	387	-
Cash per financial statements	\$ 140,198	\$ 215,892	\$ 56,756	\$ 7,830,957

Component Unit

	State Flowthrough	State Direct	Local/State	Bond Building
Audited Cash and Investments June 30, 2011	\$ -	\$ -	\$ -	\$ -
Add:				
Current year receipts	-	-	-	-
Loans from other funds	-	-	-	-
Total cash available	-	-	-	-
Less:				
Current year expenditures	-	-	-	-
Current year outstanding loans	-	-	-	-
Total cash balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Plus:				
Audit adjustment of held checks	-	-	-	-
Cash per financial statements	\$ -	\$ -	\$ -	\$ -

See independent auditors' report

<u>Public School Capital Outlay</u>	<u>Special Capital Outlay State</u>	<u>Special Capital Outlay Federal</u>	<u>Capital Improvements SB-9</u>	<u>Energy Efficiency Act</u>	<u>Public School Capital Outlay 20%</u>
\$ -	\$ 70,000	\$ 136,755	\$ 2,508,236	\$ 151,258	\$ 1
296,088	-	789,934	4,982,440	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
296,088	70,000	926,689	7,490,676	151,258	1
20,714	-	-	3,744,697	-	-
275,374	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 926,689</u>	<u>\$ 3,745,979</u>	<u>\$ 151,258</u>	<u>\$ 1</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ 926,689</u>	<u>\$ 3,745,979</u>	<u>\$ 151,258</u>	<u>\$ 1</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,601)</u>	<u>\$ -</u>
-	-	-	-	8,329	-
<u>6,977</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,442</u>	<u>-</u>
-	-	-	-	7,170	-
-	-	-	-	7,170	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Cash Reconciliation
For the Year Ended June 30, 2012

Primary Government

	Debt Service	Total
Audited Cash and Investments June 30, 2011	\$ 8,766,276	\$ 43,484,665
Add:		
Current year receipts	17,855,408	152,815,899
Repayment of Loans	325	11,261,500
Total cash available	26,622,009	207,562,064
Less:		
Current year expenditures	20,158,232	160,842,052
Current year outstanding loans	-	11,943,320
Permanent cash transfers out	-	2,059,711
Plus:		
Permanent cash transfers in	2,059,711	2,059,711
Total cash balance, June 30, 2012	\$ 8,523,488	\$ 34,776,692
Plus:		
Audit adjustment of held checks	-	2,577,336
Cash per financial statements	\$ 8,523,488	\$ 37,354,028

Component Unit

	Debt Service	Total
Audited Cash and Investments June 30, 2011	\$ -	\$ 450,804
Add:		
Current year receipts	-	721,093
Loans from other funds	-	19,316
Total cash available	-	1,191,213
Less:		
Current year expenditures	-	710,517
Current year outstanding loans	-	(19,316)
Total cash balance, June 30, 2012	\$ -	\$ 461,380
Plus:		
Audit adjustment of held checks	-	6,351
Cash per financial statements	\$ -	\$ 467,731

See independent auditors' report

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Collateral Pledged by Depository
 for Public Funds
 June 30, 2012

Schedule III

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2012</u>	<u>Location of Safekeeper</u>
Primary Government					
Pinnacle Bank					
	FNMA Notes	4/1/2013	3136F9DM2	\$ 4,114,920	Kansas City, MO
	FNMA 03 73 HA	1/25/2031	31393DZX2	388,177	Kansas City, MO
	FHLMC 2812 OD	12/15/2029	31395AV28	38,750	Kansas City, MO
	FHLMC GA	7/15/2018	31393W5A3	447,302	Kansas City, MO
	FNMA GA	5/25/2031	31393DZD6	150,338	Kansas City, MO
	FNMA GA	5/25/2031	31393DZD6	<u>348,609</u>	Kansas City, MO
	Total Pinnacle Bank			<u>5,488,096</u>	
	Total Primary Government Pledged Collateral			<u>\$ 5,488,096</u>	

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Changes in Fiduciary Assets and Liabilities-Agency Funds
For the Year Ended June 30, 2012

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
Chee Dodge Elementary	\$ 4,553	\$ 35,227	\$ 33,518	\$ 6,262
Chief Manuelito Middle	8,407	81,773	84,452	5,728
Church Rock Elementary	2,699	4,534	4,236	2,997
Crownpoint Elementary	2,016	10,241	8,109	4,148
Crownpoint Mid School	11,654	17,957	19,773	9,838
Crownpoint High	33,790	44,505	43,297	34,997
David Skeet Elementary	5,101	8,911	10,984	3,028
Gallup Central High	16,479	57,787	59,219	15,047
Gallup High School	200,734	394,270	385,671	209,333
Gallup Mid-school	10,576	30,496	30,946	10,126
Indian Hills Elementary	7,517	19,829	18,505	8,841
Jefferson Elementary	15,237	27,808	30,791	12,254
J F K Mid-School	13,952	31,338	28,934	16,355
Juan De Onate Elementary	12,246	31,162	30,826	12,582
Lincoln Elementary	2,491	19,785	16,955	5,321
Miyamura High	32,166	283,045	237,476	77,735
Navajo Elementary	4,540	6,294	8,353	2,480
Navajo Mid School	2,486	6,888	9,124	250
Navajo Pine High	8,583	27,645	22,529	13,699
Ramah Elementary	3,369	26,867	23,635	6,601
Ramah High	52,376	54,191	59,591	46,976
Red Rock Elementary	16,546	53,546	55,813	14,280
Rocky View Elementary	2,296	27,329	27,788	1,837
Roosevelt Elementary	23,216	32,170	29,062	26,324
Stagecoach Elementary	7,305	27,071	26,637	7,739
Thoreau Elementary	4,400	30,648	28,501	6,546
Thoreau Mid-School	15,261	19,474	20,120	14,616
Thoreau High	26,876	102,285	102,930	26,231
Tohatchi Elementary	4,485	20,580	18,559	6,506
Tohatchi Mid-School	8,959	58,508	57,178	10,289
Tohatchi High School	8,965	51,545	44,659	15,851
Tse' Yi' Gai High School	8,431	22,579	17,243	13,767
Turpen Elementary	5,533	29,909	29,558	5,884
Twin Lakes Elementary	6,142	36,540	29,240	13,443
Washington Elementary	10,249	27,237	24,137	13,349
Totals	<u>\$ 599,636</u>	<u>\$ 1,759,975</u>	<u>\$ 1,678,350</u>	<u>\$ 681,261</u>

See independent auditors' report

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COMPLIANCE SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the budgetary comparisons for the General Fund and major special revenue funds, and the aggregate remaining fund information of Gallup-McKinley County Public Schools (the "District") as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated November 9, 2012. We also have audited the financial statements of each of the District's nonmajor governmental funds, the combining fund financial statements for the general fund, the component unit funds and the respective budgetary comparisons for the Debt Service fund, the component unit funds, and the remaining nonmajor governmental funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012 as listed in the table of contents. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as FS 07-05 to be a material weakness.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as FS 09-02, to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 12-01, and FS 12-02.

We noted certain other matters that are required to be reported under *Government Auditing Standards January 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings FS 11-02, and FS 12-03.

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2012

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

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

Hector Balderas
New Mexico State Auditor
The Office of Management and Budget and
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

Compliance

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

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

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

Internal Control Over Compliance

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

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

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
November 9, 2012

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012

Federal Grantor/Pass Through Grantor/Program Title	Pass Thru Number	Federal C.F.D.A. Number		Expenditures
U.S. Department of Education				
<i>Passthrough - State of NM Public Education Department</i>				
Title I - IASA	24101	84.010	(1)	\$ 8,254,608
Entitlement IDEA-B	24106	84.027	(2)	2,574,913
Discretionary IDEA-B	24106	84.027	(2)	2,921
Preschool IDEA-B	24109	84.027	(2)	86,728
Education of Homeless	24113	84.196		10,788
Private School Share IDEA-B	24115	84.027	(2)	76,744
21st Century Community Learning Centers 2008-2014	24119	84.287C		1,289,987 M
"Risk Pool" IDEA-B	24120	84.027	(2)	5,566
Title I 1003(g) School Improvement Grant	24124	84.377		1,268,361 M
English Language Acquisition	24153	84.365A		224,338
Teacher/Principal Training And Recruiting	24154	84.367A		910,146
Rural and Low Income Schools	24160	84.358B		232,825
Title I School Improvement	24162	84.010	(1)	1,006,630
Carl Perkins Secondary - Current	24174	84.048	(3)	141,734
Carl D Perkins Secondary - PY Unliq. Obligations	24175	84.048	(3)	1,607
Carl D Perkins Secondary - Redistribution	24176	84.048	(3)	14,284
Title I - IASA - Federal Stimulus - ARRA	24201	84.389	(1)	166,845
Entitlement IDEA-B - Federal Stimulus - ARRA	24206	84.391	(2)	321,687
Preschool IDEA-B Federal Stimulus - ARRA	24209	84.392	(2)	25,225
Private School Share IDEA-B - Federal Stimulus - ARRA	24215	84.391	(2)	7,950
Enhancing Education Through Technology - Federal Stimulus - ARRA	24249	84.386A		2,100
Total USDE Passthrough				<u>16,625,987</u>
 <i>Federal Direct Grants</i>				
Impact Aid - General Fund	11000	84.041	(4)	26,255,496 M
Impact Aid Special Education	25145	84.041	(4)	1,008,639 M
Impact Aid Indian Education	25147	84.041	(4)	7,726,856 M
Indian Health Services	25173	84.363A		239,462
Indian Education Formula Grant	25184	84.060A		1,906,450 M
Education Jobs Fund- Federal Stimulus- ARRA	25255	84.410		31,860
Total USDE Direct				<u>37,168,763</u>
 <i>U.S. Department of Health and Human Services</i>				
<i>Federal Direct Grants</i>				
Child Care Block Grant CYFD	25157	93.037		115,828
Navajo Nations	25201	93.257		83,391
Title V Indian Health Care Improvement Act	25209	93.237		158,133
Total USDHHS Direct				<u>357,352</u>

See independent auditors' report

Federal Grantor/Pass Through Grantor/Program Title	Pass Thru Number	Federal C.F.D.A. Number	Expenditures
<i>Bureau of Indian Affairs</i>			
Johnson O'Malley	25131	15.130	<u>616,816</u>
Total Bureau of Indian Affairs			
<i>U.S. Department of Agriculture</i>			
<i>Federal Direct Grants</i>			
Forest Reserve	11000	10.665	148,215
National Schools Lunch Program			
Food Distribution	21000	10.550 (5)	297,845 M
National School Breakfast	21000	10.553 (5)	3,215,868 M
National School Lunch Act	21000	10.555 (5)	1,388,331 M
Child and Food Program	25171	10.558	3,504
DOD-Education Activity	25254	10.855	<u>463,486</u>
Total USDA			<u>5,517,249</u>
Total Federal Awards			<u><u>\$ 60,286,167</u></u>

M=Denotes major Federal financial assistance program
() = Denotes cluster

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STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012

Notes to Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of Gallup-McKinley County Public Schools, New Mexico (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements except the Department of Agriculture awards that are presented on the accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of *OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations*.

Subrecipients

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

Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2012 was \$297,845 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Program, CFDA number 10.550.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 60,286,167
Total expenditures funded by other sources	<u>133,861,593</u>
Total expenditures	<u><u>\$ 194,147,760</u></u>

See independent auditors' report

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STATE OF NEW MEXICO
 Gallup-McKinley County Public Schools
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2012

Schedule VI

A. SUMMARY OF AUDIT RESULTS

Financial Statements:

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

Federal Awards:

- | | |
|---|-------------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. Type of auditors' report issued on compliance for major programs | Unqualified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? | No |
| 4. Identification of major programs: | |

CFDA Number	Federal Program
84.287C	21 st Century Community Learning Centers 2008-2014
84.377	Title I 1003(g) - School Improvement Grant
84.041	Impact Aid Cluster
84.060A	Indian Education Formula Grant
10.550, 10.553, & 10.555	National Schools Lunch Program

- | | |
|---|-------------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$1,808,585 |
| 6. Auditee qualified as low-risk auditee? | No |

B. FINDINGS-FINANCIAL STATEMENT AUDIT

Primary Government

FS 09-02 Activity Funds – Internal Control (Significant Deficiency)

Condition: There are deficiencies in the District’s activity fund internal controls over disbursement and receipting processes. This includes segregation of duties issues involving approving of purchase orders and posting receipts with no involvement of another party.

Criteria: State Statute 6-10-2 NMSA, 1978 and state regulation 6.20.2.23 (C), NMAC, state that the business office is responsible for maintaining adequate collateral pledged for monies in activity funds, Assisting club sponsors and treasurers in order to assure: timely deposits within 24 hours or one banking day, appropriate approvals are obtained for disbursements, an internal control structure is in place to safeguard the assets and promote reliability of the activity financial reports, accurate bank or cash reconciliations are prepared timely and records are retained for review by business office and auditor.

Effect: Risk of misappropriation and fraud is greater because duties are not appropriately segregated.

Cause: The individual schools within the District are not following the procedures outlined by the State Statute 6-10-2 NMSA, 1978.

Auditors’ Recommendations: As a result of activity funds being decentralized, these funds are highly susceptible to misappropriation; therefore, Management should educate the employee’s responsible for activity funds regarding the State Statutes and continue to monitor each site for continuous improvement. The District should consider centralizing all activity funds under the District management.

Agency’s Response: Management has begun and will continue developing and implementing policies and procedures that will reduce the risk of fraudulent activity and misappropriation of Student Activity Funds.

FS 11-02 Activity Level Internal Controls Finding (Other Matter)

Condition: Internal Control procedures were not implemented in the following cases:

- In eight instances of review of timesheets, timesheets lacked an original signature indicating employee and supervisor approval.
- During our review of annual leave cards, we noted a lack of signatures by both the employee and supervisor. In addition, it appears there is not review, oversight, or monitoring process of employees leave cards.
- In one instance out of ten tested an employee was paid in excess of approved salary. The total amount of overpayment was \$152.
- It was noted per 3rd party examination that “teachage” unit rentals were not being monitored for fair market rental values. No fringe benefit was being added to employees W-2, if fair market value exceeded actual rental charged.

Criteria: The Committee of Sponsoring Organizations (COSO) internal control integrated framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are the control environment, risk assessment, control activities, information and communication and monitoring.

Effect: There is increased risk of misappropriation of the District’s assets and resources. In addition, errors or irregularities may not be prevented or detected.

Cause: The District’s procedures regarding these processes were not communicated to all staff members. Controls were intermittently implemented.

B. FINDINGS-FINANCIAL STATEMENT AUDIT (Continued)

Primary Government (Continued)

FS 11-02 Activity Level Internal Controls Finding (Other Matter) (Continued)

Auditors' Recommendations: We recommend the District review procedures and improve communication process for staff. In addition, we recommend the District gain knowledge of additional control processes they may implement in order to strengthen controls.

Agency's Response: Management will continue assessing risk of the procedures needed to prevent fraud, errors or other irregularities in regards to payroll timesheets, annual leave records and final check-off signatures on disbursement vouchers. Procedures will be implemented to ensure that payroll timesheets, annual leave balances and check disbursements are approved or authorized by the appropriate supervisors or managers, and are properly accounted for and monitored

FS 12-01 – Employee vs. Independent Contractor (Noncompliance)

Condition: The District paid certain individuals for services conducted on state grants as independent contractors. In addition, certain other individuals were paid as independent contractors where their job functions classify them as District employees.

Criteria: The Internal Revenue Service (IRS) uses Revenue Ruling 87-41 to note that employee status exists when the person for whom the services are performed has the right to control and direct the worker. It's not necessary that the employer actually direct or control the work, only that the employer has the right to do so.

Effect: Misclassifications subjects the District to payroll taxes, interest and penalties. Due to some of these payments being designated as withholding taxes, the IRS can make personal claims against the responsible parties.

Cause: The District did not believe these individuals served as employees of the District.

Auditors' Recommendations: We recommend that the District re-evaluate its view and definition of contract labor to ensure compliance with applicable Internal Revenue Service employment rules and regulations. We recommend that the District review IRS form SS-8, Determination of Worker Status for Purposes of Federal Employment Taxes and Income Tax Withholding. This process will afford the District the opportunity to review the facts, apply the law and render its decision.

Agency's Response: Management implemented new processes at the beginning of the June 30, 2012 year end that would improve the identification of independent contractors or employees, as directed in Internal Revenue Service employment rules and regulations. In addition, training on these processes and their importance has been a priority.

B. FINDINGS-FINANCIAL STATEMENT AUDIT (Continued)

Component Unit

FS 12-02 Missing I-9s – (Noncompliance)

Condition: During our review of personnel files, it was noted that employees of the charter school were missing I-9 forms.

Criteria: According to OMB No. 1615-0047- Form I-9, Employment Eligibility Verification from Department of Homeland Security/U.S. Citizenship and Immigration Services, all employees (citizens and non citizens) hired after November 6, 1986, and working in the United States must complete a Form I-9.

Effect: The charter school is subject to penalties for each missing I-9.

Cause: The charter school failed to get forms I-9 completed. No regular monitoring of personnel files is being completed to ensure all required documents are completed and available for inspection.

Auditors' Recommendations: We recommend personnel files are reviewed regularly and all required federal forms are completed and maintained.

Agency's Response: Upon notification of this deficiency, Charter School staff obtained I-9s from all current employees. In the future I-9s will be obtained from employees at the time of hire. In addition, personnel files will be inspected periodically to ensure that all applicable personnel requirements are adhered to.

Primary Government and Component Unit

FS 07-05 Preparation of Financial Statements (Material Weakness)

Condition: The Body charged with governance does not exercise effective oversight, as defined by Statement on Auditing Standards No. 112, of the internal control and financial reporting processing. The financial statements and related disclosures are not being prepared by District management. In addition, material adjustments were made to accounts payable, accounts receivable, accrued liabilities, long-term debt and capital assets.

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, including footnote disclosures. The body charged with governance must provide effective oversight of the controls over the financial reporting process.

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

Cause: The Body charged with governance was unaware of the requirements of Statement on Auditing Standards No. 112 to provide effective oversight of control over the financial reporting processing. District personnel do not have the time and have not been adequately trained in understanding the elements of external financial reporting including the preparation of financial statements and related footnote disclosures.

B. FINDINGS-FINANCIAL STATEMENT AUDIT (Continued)

Primary Government and Component Unit (Continued)

FS 07-05 Preparation of Financial Statements (Material Weakness) (Continued)

Auditors' Recommendations: We recommend that District management and personnel receive training on understanding the requirements of external financial reporting.

The training should include, but not be limited to:

- Selection of appropriate accounting policies:
 - Governmental Accounting Standards Board (GASB)
 - Generally Accepted Accounting Principles (specifically as applied to governmental units)
 - Financial Accounting Standards Board (FASB)
- Understanding the financial reporting entity
- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements
- Required supplementary information
 - Management's discussion and analysis
- Supplementary information required by the Office of the State Auditor

In addition, we recommend that the District management should periodically present a reporting package to the body charged with governance for review. The governing board's review of the reporting package should be documented in the minutes. The reporting package could include items such as budget variances and analyses, a review of internal control processes over a significant transaction class like payroll or cash receipts, and other reports or processes that management uses for the internal control and financial reporting processes. The Body charged with governance should gain an understanding of internal control processes and the financial reporting process.

Agency's Response: This is a repeated finding that will continue to be addressed by Management so that this condition will be improved, and eventually eliminated. Management has taken measures to improve this condition. A "Finance Committee" has been established to assist the District's governing body in their oversight responsibility. A reporting package is provided to the District's governing body on a consistent basis to assist them in their oversight responsibility, in accordance with SAS 112. The report is recorded in the Board meeting minutes. The report will be improved to include information to assist the District's governing body in their understanding of the District's internal control processes and the financial reporting process. Management will also address the requirement of training on external financial reporting for management and appropriate personnel.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2012

Schedule VI

B. FINDINGS-FINANCIAL STATEMENT AUDIT (Continued)

Primary Government and Component Unit (Continued)

FS 12-03 — Untimely Preparation and Submission of ERB reports – (Other Matter)

Condition: During our reconciliation of ERB reports for the District and the charter school, it was noted that one month was submitted late for the District and two months were submitted late for the charter school, and therefore a fee was assessed.

Criteria: According to NMAC 2.82.9.8.C(1)(2)(3) Monthly contributions from employees and local administrative units shall be postmarked no later than the fifteenth (15th) day of the month following the month for which contributions are withheld. Employer reports and contributions shall be postmarked no later than the fifteenth (15th) of the following month. The director may enter into an agreement with a local administrative unit for an extension of this deadline for the employer report. No such extension is available for submission of the contributions. When the fifteenth (15th) of the month is on a Saturday, reports and contributions are due the previous work day. If the fifteenth (15th) of the month falls on a Sunday or holiday, the report and contributions are due on the next workday. Local administrative units shall be assessed late charges for not submitting reports or contributions in accordance with the above schedule. Upon a written statement of hardship, the director may waive charges to the local administrative unit for reports. No such waiver of charges is available for contributions. The charges, if applicable, will be calculated at a rate equal to the state treasurer's overnight investment program rate plus one (1) percent. The rate will be applied daily and cumulatively for the period of time from the fifteenth (15th) to the date of postmark. The late charge shall be the greater amount calculated by applying the foregoing rate or ten dollars (\$10). The director shall report any and all such assessments and waivers to the board.

Effect: The District is subject to assessed fees and therefore payment is made with public funds.

Cause: The District overlooked the reports for timely submission and submitted past the 15th of the month following the month covered by the report.

Auditors' Recommendations: We recommend that the District submit all reports in a timely matter to avoid any late fees.

Agency's Response: A reassignment of this duty among District staff has resulted in timely submission of monthly ERB reports for the District and the Charter School.

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2012

Schedule VI

C. FEDERAL FINDINGS

None

D. PRIOR YEAR AUDIT FINDINGS

FINANCIAL STATEMENT AUDIT

Primary Government

FS 09-02 — Activity Funds – Internal Control - Repeated

FS 11-01 — Internal Control over Voided Checks - Resolved

FS 11-02 — Activity Level Internal Controls Finding – Repeated and Modified

Component Unit

FS 11-03 — Missing Supporting Documentation – Resolved

Primary Government and Component Unit

FS 07-05 — Preparation of Financial Statements – Repeated

STATE OF NEW MEXICO
Gallup-McKinley County Public Schools
Other Disclosures
For the Year Ended June 30, 2012

A. AUDITOR PREPARED FINANCIAL STATEMENTS

Accounting and Consulting Group, LLP prepared the GAAP-basis financial statements and footnotes of Gallup-McKinley County Public 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.

B. EXIT CONFERENCE

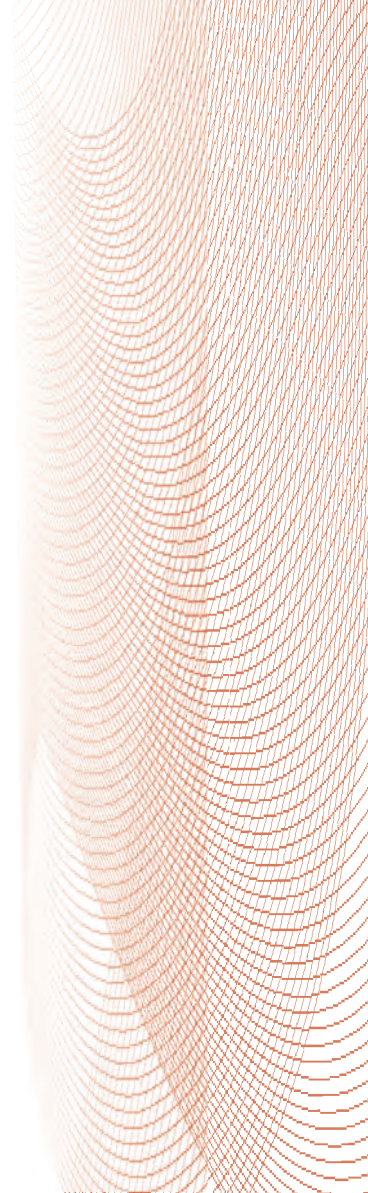
The contents of this report were discussed on November 9, 2012. The following individuals were in attendance.

Gallup-McKinley Schools Personnel

Accounting & Consulting Group, LLP

Ray Arsenault – Superintendent
Joe Menini – Board of Education Secretary
Kim Brown – Assistant Superintendent of Business Services
Max Perez – Assistant Superintendent of Learning Services
Paul Merrill – Director of Fiscal Services
Jvanna Hanks – Controller
Walter Feldman – Principal of Charter School
Ron Triplehorn – Maintenance Director

Ray Roberts, CPA, Managing Partner



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