



***STATE OF NEW MEXICO
HATCH VALLEY PUBLIC SCHOOLS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2015***



Artwork from Hatch Valley High School Art Club- "Day of the Dead". All photos and logos courtesy of www.hatch.k12.nm.us

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INTRODUCTORY SECTION

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Hatch Valley Public Schools
Annual Financial Report
June 30, 2015
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STATE OF NEW MEXICO
Hatch Valley Public Schools
Official Roster
June 30, 2015

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Paul Dulin		President
Elva Garay		Vice President
Greg Mitchell		Secretary
Christopher Montez		Member
Lupe Castillo		Member
	<u>School Officials</u>	
Linda Hale		Superintendent
Julie Crespy		Business Manager

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FINANCIAL SECTION



Accounting & Consulting Group, LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor and
The Board of Education
Office of Management and Budget
Hatch Valley Public Schools
Hatch, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the General Fund and major special revenue funds of Hatch Valley Public Schools (the District), as of and for the year ended June 30, 2015, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, the combining financial statements for the General Fund, and the budgetary comparisons for the major debt service fund, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall financial statement presentation.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Hatch Valley Public Schools, as of June 30, 2015, and the respective changes in financial position thereof, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund, and the combining financial statements for General Fund of the District as of June 30, 2015, and the respective changes in financial position, thereof, and the respective budgetary comparisons for the major debt service fund, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require Schedules I and II and Notes to Required Supplementary Information on pages 64 through 66 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 inquires, 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.

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2015, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
October 5, 2015

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**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
Hatch Valley Public Schools
Statement of Net Position
June 30, 2015

	Governmental Activities
Assets	
Current assets	
Cash and cash equivalents	\$ 779,124
Property taxes receivable	130,205
Intergovernmental receivables	581,023
Other receivables	16,637
Inventory	6,196
Total current assets	1,513,185
Noncurrent assets	
Restricted cash and cash equivalents	744,087
Capital assets, net of accumulated depreciation	26,354,022
Total noncurrent assets	27,098,109
Total assets	28,611,294
Deferred outflows of resources	
Change in proportion	641,086
Employer contributions subsequent to the measurement date	1,089,663
Total deferred outflows of resources	1,730,749
Total assets and deferred outflows of resources	\$ 30,342,043

The accompanying notes are an integral part of these financial statements

	Governmental Activities
Liabilities	
Current liabilities	
Accounts payable	\$ 121,450
Accrued payroll	752,387
Due to New Mexico Public Education Department	49,761
Accrued compensated absences	51,679
Accrued interest	41,833
Current portion of bonds payable	<u>675,000</u>
Total current liabilities	<u>1,692,110</u>
Noncurrent liabilities	
Accrued compensated absences	52,639
Bond premiums, net of accumulated amortization of \$21,186	23,318
Bonds payable	3,740,000
Net pension liability	<u>15,963,485</u>
Total noncurrent liabilities	<u>19,779,442</u>
Total liabilities	<u>21,471,552</u>
Deferred inflows of resources	
Actuarial experience	237,804
Investment experience	<u>1,451,175</u>
Total deferred inflows of resources	<u>1,688,979</u>
Net position	
Net investment in capital assets	21,939,022
Restricted for:	
Other purposes	37,924
Debt service	1,450,071
Unrestricted	<u>(16,284,010)</u>
Total net position	<u>7,181,512</u>
Total liabilities, deferred inflows of resources and net position	<u><u>\$ 30,342,043</u></u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Statement of Activities
For the Year Ended June 30, 2015

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Primary government			
Governmental activities:			
Instruction	\$ 8,189,561	\$ 23,639	\$ 1,501,821
Support services - students	1,403,930	8,186	516,584
Support services - instruction	442,627	700	42,605
Support services - general administration	355,870	1,357	87,872
Support services - school administration	691,753	2,539	162,431
Central services	269,213	657	39,942
Operation and maintenance of plant	2,325,769	4,815	306,222
Other support services	15,765	44	5,326
Student transportation	824,799	1,839	657,728
Food services operations	1,118,397	16,515	897,524
Interest on long-term debt	92,428	-	-
	<u>\$ 15,730,112</u>	<u>\$ 60,291</u>	<u>\$ 4,218,055</u>

General Revenues:

State equalization guarantee

Taxes:

 Property taxes, levied for operating programs

 Property taxes, levied for debt services

 Property taxes, levied for capital projects

Interest and investment earnings

Reversion to other entities

Miscellaneous

General revenues

Changes in net position

Net position, beginning

Net position, restatement (Note 15)

Net position, beginning as restated

Net position, ending

The accompanying notes are an integral part of these financial statements

<u>Program Revenues</u>	<u>Net (Expenses) Revenue and Changes in Net Position</u>
<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
\$ 184,887	\$ (6,479,214)
36,667	(842,493)
4,661	(394,661)
9,322	(257,319)
19,266	(507,517)
4,972	(223,642)
26,412	(1,988,320)
-	(10,395)
14,605	(150,628)
9,944	(194,414)
-	(92,428)
<u>\$ 310,736</u>	(11,141,031)
	9,494,198
	31,987
	683,513
	233,294
	859
	(37,394)
	43,799
	10,450,256
	(690,775)
	23,555,881
	(15,683,594)
	7,872,287
	<u>\$ 7,181,512</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Balance Sheet
Governmental Funds
June 30, 2015

	General Fund	Food Service	Title I- IASA
Assets			
Cash and cash equivalents	\$ 466,176	\$ 45,268	\$ -
Property taxes receivable	4,030	-	-
Intergovernmental receivables	-	-	265,724
Other receivables	16,637	-	-
Inventory	-	6,196	-
Due from general fund	-	-	-
Due from other funds	573,409	-	-
	<u>573,409</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 1,060,252</u>	<u>\$ 51,464</u>	<u>\$ 265,724</u>
Liabilities, deferred inflows of resources, and fund balances			
<i>Liabilities</i>			
Accounts payable	\$ 58,017	\$ 29,535	\$ -
Accrued payroll	554,909	33,717	70,339
Due to NM Public Education Department	-	-	24,778
Due to special revenue funds	43,874	-	-
Due to other funds	-	155,000	170,607
	<u>-</u>	<u>155,000</u>	<u>170,607</u>
<i>Total liabilities</i>	<u>656,800</u>	<u>218,252</u>	<u>265,724</u>
<i>Deferred inflows of resources</i>			
Unavailable revenue- property taxes	3,405	-	-
	<u>3,405</u>	<u>-</u>	<u>-</u>
<i>Total deferred inflows of resources</i>	<u>3,405</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Nonspendable			
Inventory	-	6,196	-
Spendable			
Restricted for:			
Educational purposes	60,202	-	-
Capital acquisitions and improvements	-	-	-
Debt service	-	-	-
Extracurricular activities	-	-	-
Committed for:			
Subsequent year expenditures	339,845	-	-
Unassigned	-	(172,984)	-
	<u>-</u>	<u>(172,984)</u>	<u>-</u>
<i>Total fund balances</i>	<u>400,047</u>	<u>(166,788)</u>	<u>-</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ 1,060,252</u>	<u>\$ 51,464</u>	<u>\$ 265,724</u>

The accompanying notes are an integral part of these financial statements

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 770,425	\$ 241,342	\$ 1,523,211
19,797	106,378	130,205
-	315,299	581,023
-	-	16,637
-	-	6,196
-	43,874	43,874
-	-	573,409
<u>\$ 790,222</u>	<u>\$ 706,893</u>	<u>\$ 2,874,555</u>
\$ -	\$ 33,898	\$ 121,450
-	93,422	752,387
-	24,983	49,761
-	-	43,874
-	247,802	573,409
<u>-</u>	<u>400,105</u>	<u>1,540,881</u>
3,532	103,301	110,238
<u>3,532</u>	<u>103,301</u>	<u>110,238</u>
-	-	6,196
-	34,164	94,366
-	196,128	196,128
786,690	-	786,690
-	640	640
-	-	339,845
-	(27,445)	(200,429)
<u>786,690</u>	<u>203,487</u>	<u>1,223,436</u>
<u>\$ 790,222</u>	<u>\$ 706,893</u>	<u>\$ 2,874,555</u>

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STATE OF NEW MEXICO

Hatch Valley Public Schools

Governmental Funds

Reconciliation of the Balance Sheet to the Statement of Net Position
June 30, 2015

Exhibit B-1

Page 2 of 2

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

Fund balances - total governmental funds	\$ 1,223,436
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	26,354,022
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be unavailable revenue in the fund financial statements, but are considered revenue in the Statement of Activities	110,238
Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in funds	
Deferred outflows of resources related to employer contribution subsequent to measurement date	1,089,663
Deferred outflows of resources related to changes in proportion	641,086
Deferred inflows of resources related to actuarial experience	(237,804)
Deferred inflows of resources related to investment experience	(1,451,175)
Certain liabilities, including bonds payable, net pension liability, and current and long-term portions of accrued compensated absences, are not due and payable in the current period and, therefore, are not reported in the funds:	
Bond premiums	(23,318)
Accrued interest	(41,833)
Accrued compensated absences	(104,318)
Bonds payable	(4,415,000)
Net pension liability	(15,963,485)
	<hr/>
Total Net Position - governmental funds	<u>\$ 7,181,512</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	<u>General Fund</u>	<u>Food Service</u>	<u>Title I- IASA</u>
<i>Revenues</i>			
Property taxes	\$ 32,203	\$ -	\$ -
Intergovernmental revenue:			
Federal flowthrough	41,868	864,564	1,122,461
State flowthrough	77,834	-	-
State direct	9,494,198	32,960	-
Local grants	93,767	-	-
Transportation distribution	657,728	-	-
Charges for services	9,267	16,515	-
Investment income	589	7	-
Miscellaneous	43,499	-	-
<i>Total revenues</i>	<u>10,450,953</u>	<u>914,046</u>	<u>1,122,461</u>
<i>Expenditures</i>			
Current:			
Instruction	5,785,880	-	940,579
Support services - students	1,139,914	-	86,404
Support services - instruction	354,417	-	47,410
Support services - general administration	234,247	-	48,068
Support services - school administration	676,292	-	-
Central services	265,041	-	-
Operation and maintenance of plant	1,725,160	-	-
Student transportation	624,910	-	-
Other support services	15,765	-	-
Food services operations	-	1,098,524	-
Capital outlay	23,433	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>10,845,059</u>	<u>1,098,524</u>	<u>1,122,461</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(394,106)</u>	<u>(184,478)</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Bond proceeds	-	-	-
Reversion to other entities	(37,087)	-	-
<i>Total other financing sources (uses)</i>	<u>(37,087)</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(431,193)	(184,478)	-
<i>Fund balances - beginning</i>	<u>831,240</u>	<u>17,690</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ 400,047</u>	<u>\$ (166,788)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 778,276	\$ 148,031	\$ 958,510
-	594,591	2,623,484
-	901,308	979,142
-	141,709	9,668,867
-	-	93,767
-	-	657,728
-	34,509	60,291
-	263	859
-	300	43,799
<u>778,276</u>	<u>1,820,711</u>	<u>15,086,447</u>
-	1,001,350	7,727,809
-	153,285	1,379,603
-	1,077	402,904
7,749	60,335	350,399
-	-	676,292
-	-	265,041
-	434,230	2,159,390
-	64,635	689,545
-	-	15,765
-	-	1,098,524
-	1,622,105	1,645,538
725,000	-	725,000
96,500	-	96,500
<u>829,249</u>	<u>3,337,017</u>	<u>17,232,310</u>
<u>(50,973)</u>	<u>(1,516,306)</u>	<u>(629,557)</u>
-	725,000	725,000
-	(307)	(37,394)
-	724,693	687,606
<u>(50,973)</u>	<u>(791,613)</u>	<u>(1,458,257)</u>
<u>837,663</u>	<u>995,100</u>	<u>2,681,693</u>
<u>\$ 786,690</u>	<u>\$ 203,487</u>	<u>\$ 1,223,436</u>

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STATE OF NEW MEXICO
Hatch Valley 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, 2015

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

Net change in fund balances - total governmental funds	\$ (1,458,257)
<p>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:</p>	
Capital expenditures recorded in capital outlay	1,645,538
Net adjustment for capital asset inventory correction	467,104
Depreciation expense	(1,108,398)
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds:</p>	
Change in unavailable revenue related to property taxes receivable	(9,716)
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense</p>	
District pension contribution	1,089,663
Pension expense	(1,327,784)
<p>The issuance of long-term debt (e.g. bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:</p>	
Increase in compensated absences	(1,801)
Decrease in accrued interest	4,072
Bond proceeds	(725,000)
Amortization of bond premiums	8,804
Principal payments on bonds	725,000
Change in net position of governmental activities	\$ (690,775)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-1

Hatch Valley Public Schools

General Fund

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ 31,384	\$ 31,384	\$ 32,073	\$ 689
Intergovernmental revenue:				
Federal flowthrough	30,000	30,000	41,868	11,868
State flowthrough	-	91,067	91,067	-
Local grants	75,000	75,000	109,095	34,095
State direct	9,489,785	9,494,535	9,494,198	(337)
Transportation distribution	612,574	630,393	630,393	-
Charges for services	2,400	2,400	9,067	6,667
Investment income	1,000	1,000	589	(411)
Miscellaneous	100,000	100,000	43,499	(56,501)
<i>Total revenues</i>	<u>10,342,143</u>	<u>10,455,779</u>	<u>10,451,849</u>	<u>(3,930)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	5,894,290	5,935,515	5,372,647	562,868
Support services - students	1,097,630	1,174,990	1,162,328	12,662
Support services - instruction	348,643	363,183	351,429	11,754
Support services - general administration	218,716	237,616	234,460	3,156
Support services - school administration	677,289	676,744	675,898	846
Central services	277,682	277,437	269,265	8,172
Operation and maintenance of plant	1,983,131	1,939,627	1,761,080	178,547
Student transportation	612,574	655,480	596,201	59,279
Other support services	28,303	28,303	22,866	5,437
<i>Total expenditures</i>	<u>11,138,258</u>	<u>11,300,895</u>	<u>10,458,570</u>	<u>842,325</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(796,115)</u>	<u>(845,116)</u>	<u>(6,721)</u>	<u>838,395</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	796,115	845,116	-	(845,116)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>796,115</u>	<u>845,116</u>	<u>-</u>	<u>(845,116)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,721)</u>	<u>(6,721)</u>
<i>Fund balances - beginning of year,</i>	<u>-</u>	<u>-</u>	<u>1,152,742</u>	<u>1,152,742</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,039,585</u>	<u>\$ 1,039,585</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (6,721)
Adjustments to revenue for property tax accruals and local grant accruals				(896)
Adjustments to expenditures for salaries and instruction expenditures				(423,576)
Net change in fund balances (GAAP)				<u>\$ (431,193)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-2

Hatch Valley Public Schools
 Food 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, 2015

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	907,187	907,187	808,276	(98,911)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	42,141	77,650	32,960	(44,690)
Local grants	-	-	-	-
Charges for services	17,190	17,190	16,515	(675)
Investment income	-	-	7	7
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>966,518</u>	<u>1,002,027</u>	<u>857,758</u>	<u>(144,269)</u>
<i>Expenditures</i>				
<i>Current</i>				
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	969,815	1,057,043	1,022,506	34,537
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>969,815</u>	<u>1,057,043</u>	<u>1,022,506</u>	<u>34,537</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(3,297)</u>	<u>(55,016)</u>	<u>(164,748)</u>	<u>(109,732)</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	3,297	55,016	-	(55,016)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>3,297</u>	<u>55,016</u>	<u>-</u>	<u>(55,016)</u>
<i>Net change in fund balances</i>	-	-	(164,748)	(164,748)
<i>Fund balances - beginning of year</i>	-	-	55,016	55,016
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (109,732)</u>	<u>\$ (109,732)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (164,748)
No adjustments for revenue accruals				56,288
Adjustments to expenditures for food service function accruals				<u>(76,018)</u>
Net change in fund balances (GAAP)				<u>\$ (184,478)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-3

Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	1,073,049	1,122,326	1,253,275	130,949
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,073,049</u>	<u>1,122,326</u>	<u>1,253,275</u>	<u>130,949</u>
<i>Expenditures</i>				
Current				
Instruction	880,792	930,069	893,777	36,292
Support services - students	93,535	87,955	86,404	1,551
Support services - instruction	48,375	50,498	47,410	3,088
Support services - general administration	50,347	53,704	46,418	7,286
Support services - school administration	-	100	-	100
Central services	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,073,049</u>	<u>1,122,326</u>	<u>1,074,009</u>	<u>48,317</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>179,266</u>	<u>179,266</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	179,266	179,266
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(349,873)</u>	<u>(349,873)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (170,607)</u>	<u>\$ (170,607)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 179,266
Adjustments to revenues for federal flowthrough accruals				(130,814)
Adjustments to expenditures for instruction and support services function accruals				<u>(48,452)</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2015

Exhibit D-1

<i>Assets</i>	
Cash and cash equivalents	<u>\$ 92,273</u>
<i>Total assets</i>	<u><u>\$ 92,273</u></u>
 <i>Liabilities</i>	
Accounts payable	\$ 512
Deposits held in trust for others	<u>91,761</u>
<i>Total liabilities</i>	<u><u>\$ 92,273</u></u>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies

Hatch Valley 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 District. 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 five schools within the District with a total enrollment of approximately 1,300 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

This 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 that is responsible for the financial statements. The financial statements 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.

During the year ended June 30, 2015, the District adopted GASB Statements No. 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement No. 27* (“GASB 68”), and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68* (“GASB 71”). These two Statements are required to be implemented at the same time. GASB 68 addresses accounting and financial reporting for pensions that are provided to the employees of state and local governments through pension plans that are administered through trusts that have the following characteristics:

- Contributions from employers and nonemployer contributing entities to the pension plan and earnings on those contributions are irrevocable.
- Pension plan assets are dedicated to providing pensions to plan members in accordance with the benefit terms.
- Pension plan assets are legally protected from the creditors of employers, nonemployer contributing entities, and the pension plan administrator. If the plan is a defined benefit plan, plan assets are also legally protected from creditors of the plan members.

GASB 68 establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to pensions. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. As a result of the implementation of GASB 68, the government recognized a net pension liability (“NPL”) measured as of a date no later than the end of its prior fiscal year. If the government employer makes a contribution to the pension plan subsequent to the measurement date but prior to the end of the current fiscal year, GASB 68 requires the government to recognize that contribution as a deferred outflow of resources. In addition, GASB 68 requires the recognition of deferred outflows of resources and deferred inflows of resources for changes in the NPL that arise from other types of events, but does not require the government to recognize beginning deferred outflows of resources or deferred inflows of resources if the amounts are not practical to estimate. At transition to Statement 68, Statement 71 requires the employer or nonemployer contributing entity to recognize a beginning deferred outflow of resources for its pension contributions made subsequent to the measurement date of the beginning net pension liability but before the start of the government’s fiscal year, thus avoiding possible understatement of an employer or nonemployer contributing entity’s beginning net position and expense in the initial period of implementation. This pronouncement has materially impacted the financial statements and additional disclosures are included in the notes to the financial statements to highlight the effects.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

A. Financial Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, as amended by GASB Statement No. 39 and GASB Statement No. 61. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens.

A third criterion used to evaluate the potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

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

B. Government-wide and fund financial statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of inter-fund 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 Position, 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 position are reported in three parts – Net investment in capital assets, restricted net position; and unrestricted net position.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

B. Government-wide and fund financial statements - (continued)

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The District does not have any enterprise funds.

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.

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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

The government 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 *Transportation Fund*, which is used to account for the State Equalization 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 *Food Service Special Revenue 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.

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.

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 of the county and assessed by the Dona Ana County Assessor and collected and remitted to the District by the Dona Ana County Treasurer.

Additionally, the District reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other 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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

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

D. Assets, Liabilities and Net Position or Fund 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.

Investments for the District are reported at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares. As of June 30, 2015, the District does not have any investments.

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 either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements. All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

The District receives monthly income from a tax levy in Dona Ana 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 2015 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund statements during the year ended June 30, 2015. 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.

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, 2015 the District does not have any prepaid items.

Inventory: Hatch Valley Public Schools values inventory at lower of cost or market value. The method that the District uses is the consumption approach. Under the consumption approach, governments report inventories they purchase as an asset and defer the recognition of the expenditures until the period in which the inventories actually are consumed.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories.

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District 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 was a phase II government for purposes of implementing GASB 34. However, the District does not have any infrastructure assets to report.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Library books are not capitalized because the District does not believe they have a life of more than one year.

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.

Capital expenditures made on the school district's building construction projects by the New Mexico Public School Facilities Authority are included in the District's capital assets as appropriate.

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

Buildings and improvements	20-40 years
Equipment	3-7 years
Land improvements	20-40 years

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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

Deferred Inflow of Resources: In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Revenue must be susceptible to accrual (measurable and available to finance expenditures of the current fiscal period) to be recognized. 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 inflows of resources. The District has one type of item, which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue - property taxes, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District has recorded \$110,238 related to property taxes considered "unavailable." In addition, the District has two types of items present on the Statement of Net Position which arise due to the implementation of GASB 68 and the related net pension liability. Accordingly, the items, Actuarial experience in the amount \$237,804 and Investment experience in the amount of \$1,451,175 are reported on the Statement of Net Position. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Deferred Outflows of Resources: In addition to assets, the balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure) until that time. The District has two types of items that qualify for reporting in this category. Accordingly, the items, change in proportion in the amount of \$641,086 and employer contributions subsequent to measurement date in the amount of \$1,089,663. These amounts are reported in the Statement of Net Position. These amounts are deferred and recognized as outflows of resources the next period.

Compensated Absences: The District permits administrative employees to accumulate a maximum of 240 hours of earned but unused vacation, which will be paid at the employee's current hourly rate if not used, upon termination from the District. Accumulated sick leave benefits vest with each employee in accordance with District policy. All vacation pay and applicable accumulated sick leave is accrued when incurred in the government-wide financial statements. A liability amount is reported in the government funds only if they are due and payable. No liability is reported for unpaid accumulated sick leave, as no payment is required upon termination of service by the employees.

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 position. For bonds issued after the District implemented GASB 34 in the year ended June 30, 2003, bond premiums and discounts, are deferred and amortized over the life of the bonds using the effective interest method or the straight-line method if the amounts are inconsequential compared to the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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 a other financing source while discounts on debt issuances are reported as other financing uses.

Fund Balance Classification Policies and Procedures: The District has implemented GASB No. 54 and has defined the various categories reported in fund balance. 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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

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

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.

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, 2015, the nonspendable fund balance of the District is comprised of inventory in the food service fund in the amount of \$6,196, of which is considered not in spendable form.

Restricted and Committed Fund Balance: At June 30, 2015, the restricted fund balance on the governmental funds balance sheet is made up of \$94,366 for providing education to the students of the District, \$196,128 for the renovation and/or expansion of District facilities, \$786,690 for the payment of principal and interest of the future debt service requirements, \$640 for athletics administered within the District, and \$339,845 for committed fund balance for subsequent year expenditures.

Minimum Fund Balance Policy: The District's does not have a 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.

Net Position: Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets: Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted Net Position: Net position is reported as restricted when constraints are placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position restricted for "special revenue, debt service, and capital projects" are described on pages 36 and 70-73.
- c. Unrestricted Net Position: All other net positions that do not meet the definition of "restricted" or "Net Investment in Capital Assets."

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, net pension liability, and the current portion of accrued compensated absences.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Educational Retirement Board (ERB) and additions to/deductions from ERB's fiduciary net position have been determined on the same basis as they are reported by ERB, on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

E. Revenues

State Equalization Guarantee: School districts in the State of New Mexico receive a ‘state equalization guarantee distribution’ which is defined as “that amount of money distributed to each District to ensure that the 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 District’s program cost”. A school district’s program costs are determined through the use of various formulas using ‘program units’ which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$9,494,198, in state equalization guarantee distributions during the year ended June 30, 2015.

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. Dona Ana County collects county, city and school taxes and distributes some to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year. 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 \$958,510 in tax revenues in the governmental fund financial statements during the year ended June 30, 2015. 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 \$657,728 in transportation distributions during the year ended June 30, 2015.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various Districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of materials listed in the Public Education Department “State Adopted Instructional Material” list, while thirty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2015 totaled \$91,067. Allocations received and utilized are reflected in revenues and expenditures of the General Fund.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. 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 \$86,202 in state SB-9 matching during the year ended June 30, 2015.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 1. Summary of Significant Accounting Policies (Continued)

E. Revenues- (continued)

Public School Capital Outlay: Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used for capital expenditures deemed by the public school capital outlay council (PSCOC) necessary for an adequate educational program per Section 22-24-4(B), core administrative function of the public school facilities authority and for project management expenses 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 \$288,770 in PSCOC awards during the year ended June 30, 2015.

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

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

These budgets are prepared on a Non-GAAP cash basis and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as restricted fund balance.

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

The 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 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.

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

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 2. Stewardship, Compliance and Accountability (Continued)

Budgetary Information (continued)

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department (PED) a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets are submitted to the State of New Mexico Public Education Department.
2. In May or June of each year, the proposed “operating” budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting is open for the general public unless a closed meeting has been called.
4. The “operating” budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.
5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the DBPU.
8. Legal budget control for expenditures is by function.
9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year’s budget. The budget schedules included in the accompanying financial statements reflect the original budget and the final budget.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 2. Stewardship, Compliance and Accountability (Continued)

Budgetary Information (continued)

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 school district from exceeding budgetary control at the function level.

The appropriated budget for the year ended June 30, 2015, was properly amended by the 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	\$ (796,115)	\$ (845,116)
Food Services Special Revenue Fund	(3,297)	(55,016)
Title I- IASA Special Revenue Fund	-	-
Debt Service	(847,016)	(824,794)
Nonmajor Funds	(1,523,102)	(1,660,004)

The reconciliation between the Non-GAAP budgetary basis amounts and the financial statements on the GAAP basis for each nonmajor governmental fund are included in each individual budgetary comparison.

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, state investment pool, money market accounts, and United States Government obligations. As of June 30, 2015 the District did not have any investments.

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

Beginning January 1, 2013, all of the District's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the standard maximum deposit insurance amount of \$250,000 for all deposit accounts out of state and up to \$250,000 for all time and saving accounts plus up to \$250,000 for all demand deposit accounts held at a single institution in state.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 3. Deposits and Investments (Continued)

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, 2015, \$738,790 of the District’s bank balance of \$1,081,392 was subject to custodial credit risk. \$630,348 was uninsured and collateralized by collateral held by the pledging bank’s trust department, not in the District’s name. \$108,442 of the District’s deposits was uninsured and uncollateralized at June 30, 2015.

	<u>Bank of the West</u>	<u>Wells Fargo</u>	<u>Total</u>
Amount of deposits	\$ 92,602	\$ 988,790	\$ 1,081,392
FDIC Coverage	<u>(92,602)</u>	<u>(250,000)</u>	<u>(342,602)</u>
Total uninsured public funds	<u>-</u>	<u>738,790</u>	<u>738,790</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the District's name	<u>-</u>	<u>630,348</u>	<u>630,348</u>
Uninsured and uncollateralized	<u>\$ -</u>	<u>\$ 108,442</u>	<u>\$ 108,442</u>
Collateral requirement (50% of uninsured funds)	\$ -	\$ 369,395	\$ 369,395
Pledged Collateral	<u>411,119</u>	<u>630,348</u>	<u>1,041,467</u>
Over (Under) collateralized	<u>\$ 411,119</u>	<u>\$ 260,953</u>	<u>\$ 672,072</u>

The collateral pledged is listed on Schedule IV on 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.

Repurchase Agreement

Custodial Credit Risk – Investments 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 investment 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, 2015, \$807,773 of the District’s investment balance was exposed to custodial credit risk because it was collateralized by collateral held by the counterparty, not in the District’s name.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 3. Deposits and Investments (Continued)

Repurchase Agreement-

	<u>Bank of the West</u>
Repurchase agreements	\$ <u>807,773</u>
Total uninsured public funds	<u>807,773</u>
Securities underlying an overnight repurchase agreement	<u>807,773</u>
Total investments subject to custodial credit risk	<u><u>\$ 807,773</u></u>
Collateral requirement for repurchase agreements (102% of value of underlying securities)	823,928
Pledged Collateral	<u>823,928</u>
Over (Under) collateralized	<u><u>\$ -</u></u>

Reconciliation of Cash and Cash Equivalents

Primary Government

Reconciliation to the Statement of Net Position:

Cash and cash equivalents per Exhibit A-1	\$ 779,124
Restricted cash and cash equivalents per Exhibit A-1	744,087
Agency funds cash per Exhibit D-1	<u>92,273</u>
Total cash and cash equivalents	<u>1,615,484</u>
Add: outstanding checks and other reconciling items	273,931
Less: petty cash	<u>(250)</u>
Bank balance of deposits and repurchase agreements	<u><u>\$ 1,889,165</u></u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 4. Receivables

Accounts receivable for governmental activities as of June 30, 2015 are as follows:

	General Fund	Title I- IASA Special Revenue Fund	Debt Service Fund	Other Governmental Funds	Total
Property taxes receivable	\$ 4,030	\$ -	\$ 19,797	\$ 106,378	\$ 130,205
Intergovernmental receivables					
State	-	-	-	171,661	171,661
Federal	-	265,724	-	143,638	409,362
Other receivables:					
Miscellaneous	16,637	-	-	-	16,637
Totals	<u>\$ 20,667</u>	<u>\$ 265,724</u>	<u>\$ 19,797</u>	<u>\$ 421,677</u>	<u>\$ 727,865</u>

The above receivables are deemed 100% collectible.

NOTE 5. Accounts Payable and Accrued Expenses

Accounts Payable and accruals as of June 30, 2015, are as follows:

Payable to educational service vendors	\$ 121,450
Accrued payroll	752,387
Due to New Mexico Public Education Department	49,761
Accrued interest	<u>41,833</u>
Total accounts payable and accruals	<u>\$ 965,431</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 6. Interfund Receivables and Payables, and Transfers

The District's fund financial statements include inter-fund receivables and payables to enable the funds to operate until grant monies are received. The composition of inter-fund balances as of June 30, 2015 is as follows:

	<u>Due From</u>	<u>Due To</u>
Major Funds:		
11000 General Fund	\$ 573,409	\$ -
21000 Food Service	-	155,000
24101 Title I- IASA Special Revenue Fund	-	170,607
Non-major Funds:		
24103 Migrant Children Education	-	1,453
24106 Entitlement IDEA-B	-	57,723
24107 Discretionary IDEA-B	-	5,730
24108 Competitive IDEA-B	-	2,393
24109 Preschool IDEA-B	-	4,457
24120 IDEA-B "Risk Pool"	-	261
24153 English Language Acquisition	-	23,846
24154 Title IIA Teacher/Principal Training & Recruiting	-	25,383
24160 Rural & Low Income Schools	-	27,945
24163 Immigrant Funding Title III	-	1,587
25127 Title I- IASA Federal Stimulus	-	306
27103 Dual Credit Instructional Materials/HB2	-	2,992
27114 New Mexico Reads to Lead K-3 Reading Initiative	-	10,068
27149 Pre-K Initiative	-	25,415
27166 Kindergarten Three Plus	-	47,393
28190 GRADS Instruction	-	10,850
	<u>\$ 573,409</u>	<u>\$ 573,409</u>

All interfund balances are to be repaid within one year.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 6. Interfund Receivables and Payables, and Transfers (Continued)

The District's fund financial statements include inter-fund receivables and payables due to prior year amounts being carried forward from year-to-year causing incorrect balance in fund balance. These adjustments as of June 30, 2015 is as follows:

		Due to special revenue funds	Due from general fund
	Major Funds:		
11000	General Fund	\$ 43,874	\$ -
	Non-major Funds:		
24103	Migrant Children Education	-	1,453
24106	Entitlement IDEA-B	-	5,932
24107	Discretionary IDEA-B	-	5,730
24109	Preschool IDEA-B	-	3,219
24153	English Language Acquisition	-	4,702
24160	Rural & Low Income Schools	-	20,945
24163	Immigrant Funding Title III	-	1,587
24201	Title I- IASA Federal Stimulus	-	306
		\$ 43,874	\$ 43,874

NOTE 7. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows. Land and construction in progress are not subject to depreciation.

	Balance June 30, 2014	Adjustments to fixed assets	Additions	Deletions	Balance June 30, 2015
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 817,369	\$ -	\$ -	\$ -	\$ 817,369
Total capital assets not being depreciated	817,369	-	-	-	817,369
Capital assets being depreciated:					
Buildings and improvements	33,976,088	20,000	383,554	-	34,379,642
Equipment	3,790,693	33,750	187,953	-	4,012,396
Land improvements	743,955	1,676,935	1,074,031	-	3,494,921
Total capital assets being depreciated	38,510,736	1,730,685	1,645,538	-	41,886,959
Total capital assets	39,328,105	1,730,685	1,645,538	-	42,704,328
Less accumulated depreciation:					
Buildings and improvements	11,178,212	800	764,271	-	11,943,283
Equipment	2,573,119	156,101	198,710	-	2,927,930
Land improvements	226,996	1,106,680	145,417	-	1,479,093
Total accumulated depreciation	13,978,327	1,263,581	1,108,398	-	16,350,306
Total capital assets, net of depreciation	\$ 25,349,778	\$ 467,104	\$ 537,140	\$ -	\$ 26,354,022

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 7. Capital Assets (Continued)

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

Instruction	\$	778,057
Support services– instruction		32,385
Operations and maintenance of plant		151,657
Student transportation		132,713
Food services		<u>13,586</u>
	<u>\$</u>	<u>1,108,398</u>

The District does not have any active construction projects as of June 30, 2015.

Adjustments in the current year were due from items that were present on the District capital assets listing but not included in the total cost of assets being depreciated. The cost and accumulated depreciation were considered adjustments in the net amount of \$467,104. During the year ended June 30, 2015 these items were included correctly.

NOTE 8. 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 \$6,625,000.

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, 2015 are for governmental activities.

Bonds outstanding at June 30, 2015 are comprised of the following:

	Series 2006	Series 2007	Series 2008
Original Issue:	\$ 650,000	\$ 750,000	\$ 600,000
Principal:	August 1	August 1	August 1
Interest:	August 1	August 1	August 1
	February 1	February 1	February 1
Interest Rates:	2.62%-2.84%	2.78%-2.95%	2.60%-3.7%
Maturity Date:	August 2014	August 2015	August 2016
	Series 2009	Series 2011	Series 2012
Original Issue:	\$ 950,000	\$ 750,000	\$ 550,000
Principal:	August 1	August 1	August 1
Interest:	August 1	August 1	August 1
	February 1	February 1	February 1
Interest Rates:	3.0%-3.5%	.64%-2.69%	.70%-2.03
Maturity Date:	August 2018	August 2020	August 2021
	Series 2012B	Series 2013	Series 2014
Original Issue:	\$ 1,000,000	\$ 650,000	\$ 725,000
Principal:	August 1	August 1	August 1
Interest:	August 1	August 1	August 1
	February 1	February 1	February 1
Interest Rates:	2%	.2 to 2.8%	.2 to 2.8%
Maturity Date:	August 2022	August 2023	August 2024

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 8. Long-term Debt (Continued)

The following is a summary of the long-term debt and the related activity for the year ended June 30, 2015:

	Balance June 30, 2014	Additions	Retirements	Balance June 30, 2015	Due Within One Year
General obligation bonds Series 8/1/2006	\$ 165,000	\$ -	\$ 165,000	\$ -	\$ -
General obligation bonds Series 8/1/2007	285,000	-	140,000	145,000	145,000
General obligation bonds Series 8/1/2008	310,000	-	100,000	210,000	100,000
General obligation bonds Series 8/1/2009	895,000	-	70,000	825,000	125,000
General obligation bonds Series 8/1/2011	690,000	-	35,000	655,000	100,000
General obligation bonds Series 8/1/2012	520,000	-	30,000	490,000	50,000
General obligation bonds Series 8/1/2012B	900,000	-	100,000	800,000	100,000
General obligation bonds Series 8/1/2013	650,000	-	85,000	565,000	25,000
General obligation bonds Series 8/1/2014	-	725,000	-	725,000	30,000
Compensated Absences	102,516	53,481	51,679	\$ 104,318	51,679
Total Long-Term Debt	\$ 4,517,516	\$ 778,481	\$ 776,679	\$ 4,519,318	\$ 726,679

The annual requirements to amortize all general obligation bonds outstanding as June 30, 2015, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2016	\$ 675,000	\$ 85,969	\$ 760,969
2017	645,000	69,609	714,609
2018	590,000	52,388	642,388
2019	610,000	37,380	647,380
2020	460,000	24,706	484,706
2021-2025	1,435,000	26,933	1,461,933
	\$ 4,415,000	\$ 296,985	\$ 4,711,985

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, 2015, the long-term portion of compensated absences increased \$1,801 over the prior year accrual. Compensated absences are usually paid from the general fund. See Note 1 for more details.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 9. Risk Management

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 \$750 deductible for contents and \$10,000 deductible for each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$500,000 per occurrence for Faithful Performance. A limit of \$500,000 applies to Depositor's Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2015, there have been no claims that have exceeded insurance coverage.

NOTE 10. Other Required Individual Fund Disclosures

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

A. Deficit Fund Balances. The following funds maintained a deficit fund balance at June 30, 2015:

Major Funds

Food Service	\$ (166,788)
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Nonmajor Funds

Kindergarten Three Plus	(16,595)
GRADS Instruction	(10,850)

The District incurred more expenditures than revenues received in these funds in the current year. The District anticipates these fund balances will not be in a deficit state in subsequent years from transfers from other funds.

B. Excess of expenditures over appropriations: The following funds had line item expenditures in excess of budget for the year ended June 30, 2015:

Nonmajor Funds

English Language Acquisition	\$ (170)
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C. Designated cash appropriations in excess of available balance: There were no funds of the District exceeded the budget cash appropriations for the year ended June 30, 2015

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 11. Pension Plan- Educational Retirement Board

General Information about the Pension Plan

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

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

Benefits provided. A member's retirement benefit is determined by a formula which includes three component parts: the member's final average salary (FAS), the number of years of service credit, and a 0.0235 multiplier. The

FAS is the average of the member's salaries for the last five years of service or any other consecutive five-year period, whichever is greater. A brief summary of Plan coverage provisions follows:

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

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

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

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

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 11. Pension Plan- Educational Retirement Board (Continued)

A member is eligible for a disability benefit provided (a) he or she has credit for at least 10 years of service, and (b) the disability is approved by ERB. The monthly benefit is equal to 2% of FAS times years of service, but not less than the smaller of (a) one-third of FAS or (b) 2% of FAS times year of service projected to age 60. The disability benefit commences immediately upon the member's retirement. Disability benefits are payable as a monthly life annuity, with a guarantee that, if the payments made do not exceed the member's accumulated contributions,

determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. If the disabled member survives to age 60, the regular optional forms of payment are then applied. A member with five or more years of earned service credit on deferred status may retire on disability retirement when eligible under the Rule of 75 or when the member attains age 65.

Contributions. The contribution requirements of plan members and the District are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% of employees' gross annual salary to the Plan. Employees earning \$20,000 or less contributed 7.90% and employees earning more than \$20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from the District were \$1,089,663 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, the District reported a liability of \$15,963,485 for its proportionate share of the net pension liability. The District's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, the District's proportion was 0.27978 percent, which was a decrease of 0.03176 from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the District recognized pension expense of \$1,327,784. At the June 30, 2015, the District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	\$ -	\$ 237,804
Net difference between projected and actual earnings on pension plan investments	-	1,451,175
Changes in proportion and differences between District contributions and proportionate share of contribution	641,086	-
District's contributions subsequent to the measurement date	1,089,663	-
Total	\$ 1,730,749	\$ 1,688,979

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 11. Pension Plan- Educational Retirement Board (Continued)

\$1,089,663 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date of June 30, 2014, will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	\$	(222,759)
2017		(222,759)
2018		(239,563)
2019		(362,812)
2020		-
Thereafter		-

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

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

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

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Remaining Period	Amortized – closed 30 years from June 30, 2012 to June 30, 2042
Asset Valuation Method	5 year smoothed market for funding valuation (fair value for financial valuation)
Inflation	3.00%

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 11. Pension Plan- Educational Retirement Board (Continued)

Salary Increases	Composition: 3% inflation, plus 1.25% productivity increase rate, plus step rate promotional increases for members with less than 10 years of service
Investment Rate of Return	7.75%
Retirement Age	Experience based table of age and service rates
Mortality	90% of RP-2000 Combined Mortality Table with White Collar Adjustment projected to 2014 using Scale AA (one year setback for females)

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan's target asset allocation for 2014 and 2013 for 30-year return assumptions are summarized in the following table:

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

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 11. Pension Plan- Educational Retirement Board (Continued)

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

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

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District’s proportionate share of the net pension liability	\$ 21,720,164	\$ 15,963,485	\$ 11,155,256

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

Payables to the pension plan. The Gadsden Independent Schools remits the legally required employer and employee contributions on a monthly basis to ERB. The ERB requires that the contributions be remitted by the 15th day of the month following the month for which contributions are withheld. At June 30, 2015 the District owed the ERB \$332,821 for the contributions withheld in the month of June 2015.

NOTE 12. 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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

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

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

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

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

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

The District's contribution to the RHCA for the years ended June 30, 2015, 2014, and 2013 were \$157,365, \$153,404, and \$147,754, respectively, which equal the required contributions for each year.

NOTE 13. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amount, if any, to be immaterial. The District is involved in various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

NOTE 14. 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 specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State Appropriations.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 15. Net Position Restatement

The District has a prior period adjustment of (\$15,683,594) which was required for implementation of GASB 68. The adjustment reflects a beginning net pension liability of (\$16,697,705) and a beginning of deferred outflow of resources- employer contributions subsequent to the measurement date of \$1,014,111.

NOTE 16. Subsequent Events

The date to which events occurring after June 30, 2015, the date of the most recent balance sheet, have been evaluated for possible adjustment to the financial statement or disclosures is October 5, 2015, which is the date on which the financial statements were issued.

The District entered into Series 2015 General Obligation Bonds in the amount of \$800,000 to be sold on September 25, 2015. The closing date was September 25, 2015. Principal is due August 1 with a maturity date of August 1, 2025. The GO Bonds have an interest rate of 0.56% to 2.464%.

NOTE 17. Restricted Net Position

The government-wide statement of net position reports \$1,487,995 of restricted net position, all of which is restricted by enabling legislation. For descriptions of the related restrictions for net position restricted for special revenue, debt service and capital projects, see pages 36 and 70-73.

NOTE 18. 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 have accrued payroll for held checks at year end have been adjusted to account for this requirement.

Headstart- Fund 25127	\$ (11,731)
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NOTE 19. Joint Powers Agreements and MOU's

Ben Archer Health Center
Participants – Ben Archer Health Center
Hatch Valley Public Schools
Responsible party – Ben Archer Health Center and Hatch Valley Public Schools
Description – To establish behavioral health services at Hatch Valley Public Schools
Beginning date – June 18, 2013
Ending date – Until withdrawn
Estimated amount of project - none
Amount contributed – No charges exchanged
Audit responsibility – Hatch Valley Public Schools
Fiscal agent – No charges exchanged

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STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to the Financial Statements
June 30, 2015

NOTE 19. Joint Powers Agreements and MOU's (Continued)

School Resource Officer
Participants – Village of Hatch
Hatch Valley Public Schools
Responsible party – Village of Hatch
Description – To provide and manage a School Resource Officer Program in the District.
Beginning date – August 11, 2014
Ending date – Until withdrawn
Estimated amount - \$45,000
Audit responsibility – Hatch Valley Public Schools
Fiscal agent – Village of Hatch and Hatch Valley Public Schools

NOTE 20. Subsequent Pronouncements

In February 2015, GASB Statement No. 72 *Fair Value Measurement and Application*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2016. The District is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016. Earlier application is encouraged. The District is still evaluating how this pronouncement will affect the District.

In June 2015, GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2016. This pronouncement will not effect the District's financial statements.

In June 2015, GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. The standard will be implemented during the fiscal year ended June 30, 2018. The District expects this pronouncement to have a material effect on the financial statements.

In June 2015, GASB Statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2016. The District expects the pronouncement to have a material effect on the financial statements.

In August 2015, GASB Statement No. 77 *Tax Abatement Disclosures*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2017. The District is still evaluating how this pronouncement will effect the financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Proportionate Share of the Net Pension Liability
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

Schedule I

	2015
Hatch Valley Public School's proportion of the net pension liability (asset)	0.2798%
Hatch Valley Public Schools proportionate share of the net pension liability (asset)	\$ 15,963,485
Hatch Valley Public Schools covered-employee payroll	7,876,832
Hatch Valley Public Schools proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	203%
Plan fiduciary net position as a percentage of the total pension liability	66.34%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Hatch Valley Public Schools will present information for those years for which information is available.

See independent auditor's report
See notes to required supplementary information

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Contributions
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

	2015
Contractually required contribution	\$ 1,089,663
Contributions in relation to the contractually required contribution	1,089,663
Contribution deficiency (excess)	\$ -
Hatch Valley Public Schools covered-employee payroll	7,876,832
Contribution as a percentage of covered-employee payroll	13.83%

* The amounts presented were determined as of June 30. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, Hatch Valley Public Schools will present information for those years for which information is available.

See independent auditor's report
See notes to required supplementary information

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to Required Supplementary Information
June 30, 2015

Changes of benefit terms.

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

Changes of assumptions.

Per the ERB FY14 annual audit Management Discussion and Analysis, ERB conducts an actuarial experience study every two years. The actuarial experience study, presented to the Board of Trustees on April 26, 2013, compiled data for the six-year period ending June 30, 2013.

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

See also the *Actuarial Assumptions* subsection of the financial statement note disclosure *Pension Plan – Educational Retirement Board, General Information on the Pension Plan*

See independent auditor's report

SUPPLEMENTARY INFORMATION

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NONMAJOR GOVERNMENTAL FUNDS

STATE OF NEW MEXICO
Hatch Valley Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2015

Special Revenue Funds

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.

Migrant Children Education (24103) – To account for federal sources administered by the State Public Education Department to provide for special education needs of children of migratory agricultural workers. Authority for the creation of this fund is (P.L. 100-297).

Entitlement IDEA-B (24106) – The IDEA-B Entitlement/Competitive program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Sections 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 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.

Competitive IDEA-B (24108) – The IDEA-B Entitlement/Competitive program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Sections 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

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 District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

IDEA-B “Risk Pool” (24120) –To provide additional funding in connection with Individuals with Disabilities Education Act (IDEA) for children who are considered “high cost special education needs” Local government agencies who meet qualifications will receive this funding. Any unexpended funds will be reallocated by the State to all school districts. Raton Public Schools did not submit an application for these funds but received monies due to the reallocation component.

Title V- Part A Innovative Ed Pro Strategies (24150) – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. Funding is authorized by the No Child Left behind Act, State Grants for Innovative Programs).

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.

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

Rural & 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. Authorized by Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Immigrant Funding Title III (24163) – Implement district-wide bilingual education programs or special alternative instruction programs to improve, reform, and upgrade relevant programs and operations, within an entire local educational agency, that serve a significant number of children and youth limited English proficiency in local educational agencies with significant concentrations of such children and youth. The program is authorized by Title III, P.L. 107-116.

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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2015

Special Revenue Funds (Continued)

Headstart (25127) and Headstart Federal Stimulus (25253) – To account for federal resources administered by the U.S. Department of Health and Human Services to provide comprehensive early childhood development for disadvantaged preschool children and their families. (Community Opportunities, Accountability and Training Act of 1998) Hatch valley Public Schools' Headstart funding flows through Las Cruces Public School District.

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.

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.

2012 GO Bond Student Library (27107) – 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 66, Laws of 2012, 2nd Session, 2012 Senate and House Bill.

New Mexico Reads to Lead K-3 Reading Initiative (27114) – This fund is to account for funds received to provide children to acquire a firm foundation in literacy and are not only prepared for future academic success, but will possess a lifelong gift of reading. New Mexico's early reading initiative, New Mexico Reads to Lead, provides an aligned approach for districts and schools to ensure that children can read by the end of third grade—giving them essential skills for future career and college success. The New Mexico Reads to Lead! Initiative funds a reading K–3 Formative Assessment System provided to districts at no cost. It also provides regional and district reading coaches, supports for intervention, and professional development for parents, teachers, reading coaches, and administrators. In addition, this site highlights literacy resources for parents, teachers, administrators, and other stakeholders. Please visit often as the content will be regularly updated. Authority for the creation of this fund is the New Mexico Public Education Department.

Technology for Education (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 through 22-15A-13.

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 PED (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.

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.

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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2015

Special Revenue Funds (Continued)

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.

Technology Equity (27162) – To define and develop minimum educational technology adequacy standards to supplement the adequacy standards developed by the public school capital outlay council for school districts to use to identify outstanding serious deficiencies in educational technology infrastructure. Authority for the creation of this fund is Section 22-15A-11 NMSA 1978.

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.

S.T.E.M Teacher Initiative (27181) – Funds are used for STEM Teacher recruitment and/or stipend retention. Authority for the creation of this fund is the New Mexico Public Education Department.

2008 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.

Healthier Schools DOH (28155) – This grant is an MOA with the New Mexico Department of Health and Hatch Valley Public Schools to implement at least one youth-led Community transformation Grant (CTG) for strategic direction in the education system to encourage healthy eating among elementary school age children and to implement at least on youth-led CTG strategic direction in the food system to encourage healthy eating.

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.

GRADS Plus (28203) - To account for a program as an instructional component for teenage parents to be used for summer case management and GRADS case management period. Special Revenue fund established by the local school board.

Capital Projects Funds

Bond Building (31100) – The purpose of this fund is 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. Authority for the creation of this fund 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 (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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Nonmajor Governmental Fund Descriptions
June 30, 2015

Capital Projects Funds (Continued)

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.

SB-9 Capital Improvements (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.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue			
	Athletics	Migrant Children Education	Entitlement IDEA-B	Discretionary IDEA-B
Assets				
Cash and cash equivalents	\$ 895	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-	-
Intergovernmental receivables	-	-	68,332	-
Due from general fund	-	1,453	5,932	5,730
<i>Total assets</i>	\$ 895	\$ 1,453	\$ 74,264	\$ 5,730
Liabilities, deferred inflows of resources, and fund balances				
Accounts payable	\$ 255	\$ -	\$ 1,949	\$ -
Accrued payroll	-	-	14,592	-
Due to NM Public Education Department	-	-	-	-
Due to other funds	-	1,453	57,723	5,730
<i>Total liabilities</i>	255	1,453	74,264	5,730
<i>Deferred inflows of resources</i>				
Unavailable revenue- property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<i>Fund balances</i>				
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Extracurricular activities	640	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	640	-	-	-
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 895	\$ 1,453	\$ 74,264	\$ 5,730

The accompanying notes are an integral part of these financial statements

Special Revenue

Competitive IDEA-B	Preschool IDEA-B	IDEA- B "Risk Pool"	Title V- Part A Innovative Ed Pro Strategies	English Language Acquisition	Title IIA Teacher/Principal Training & Recruiting
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
4,096	3,647	261	-	19,144	41,158
-	3,219	-	-	4,702	-
<u>\$ 4,096</u>	<u>\$ 6,866</u>	<u>\$ 261</u>	<u>\$ -</u>	<u>\$ 23,846</u>	<u>\$ 41,158</u>
\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 5,781
526	2,409	-	-	-	7,907
177	-	-	-	-	2,087
2,393	4,457	261	-	23,846	25,383
<u>4,096</u>	<u>6,866</u>	<u>261</u>	<u>-</u>	<u>23,846</u>	<u>41,158</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 4,096</u>	<u>\$ 6,866</u>	<u>\$ 261</u>	<u>\$ -</u>	<u>\$ 23,846</u>	<u>\$ 41,158</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue			
	Rural & Low Income Schools	Immigrant Funding Title III	Title I-IASA Federal Stimulus	Headstart
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 22,719
Property taxes receivable	-	-	-	-
Intergovernmental receivables	7,000	-	-	-
Due from general fund	20,945	1,587	306	-
<i>Total assets</i>	\$ 27,945	\$ 1,587	\$ 306	\$ 22,719
Liabilities, deferred inflows of resources, and fund balances				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to NM Public Education Department	-	-	-	22,719
Due to other funds	27,945	1,587	306	-
<i>Total liabilities</i>	27,945	1,587	306	22,719
<i>Deferred inflows of resources</i>				
Unavailable revenue- property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<i>Fund balances</i>				
Spendable				
Restricted for:				
Educational purposes	-	-	-	-
Capital acquisitions and improvements	-	-	-	-
Extracurricular activities	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	-	-	-	-
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 27,945	\$ 1,587	\$ 306	\$ 22,719

The accompanying notes are an integral part of these financial statements

Special Revenue

Title XIX Medicaid 3/21 Years	Dual Credit Instructional Materials/HB2	2012 GO Bond Student Library Fund	New Mexico Reads to Lead K-3 Reading Initiative	Technology for Education	TANF Full Day Kindergarten
\$ 13,824	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	2,992	-	19,604	-	-
-	-	-	-	-	-
<u>\$ 13,824</u>	<u>\$ 2,992</u>	<u>\$ -</u>	<u>\$ 19,604</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5,477	-	-	8,615	-	-
-	-	-	-	-	-
-	2,992	-	10,068	-	-
<u>5,477</u>	<u>2,992</u>	<u>-</u>	<u>18,683</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
8,347	-	-	921	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,347</u>	<u>-</u>	<u>-</u>	<u>921</u>	<u>-</u>	<u>-</u>
<u>\$ 13,824</u>	<u>\$ 2,992</u>	<u>\$ -</u>	<u>\$ 19,604</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue			
	Incentives for School Improvement Act PED	Pre-K Initiative	Beginning Teacher Mentoring Program	Breakfast for Elementary Students
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Property taxes receivable	-	-	-	-
Intergovernmental receivables	-	48,321	-	-
Due from general fund	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 48,321</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities, deferred inflows of resources, and fund balances				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	22,455	-	-
Due to NM Public Education Department	-	-	-	-
Due to other funds	-	25,415	-	-
<i>Total liabilities</i>	<u>-</u>	<u>47,870</u>	<u>-</u>	<u>-</u>
<i>Deferred inflows of resources</i>				
Unavailable revenue- property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Spendable				
Restricted for:				
Educational purposes	-	451	-	-
Capital acquisitions and improvements	-	-	-	-
Extracurricular activities	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>451</u>	<u>-</u>	<u>-</u>
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	<u>\$ -</u>	<u>\$ 48,321</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Technology Equity	School Improvement Framework	Kindergarten Three Plus	S.T.E.M Teacher Initiative	2008 Library Book Fund	Healthier Schools DOH
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,321
-	-	-	-	-	-
-	-	62,239	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,239</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,321</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	31,441	-	-	-
-	-	-	-	-	-
-	-	47,393	-	-	-
-	-	78,834	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	6,321
-	-	-	-	-	-
-	-	(16,595)	-	-	-
-	-	(16,595)	-	-	6,321
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,239</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,321</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

	Special Revenue			Capital Projects
	GRADS Child Care	GRADS Instruction	GRADS Plus	Bond Building
Assets				
Cash and cash equivalents	\$ 2,125	\$ -	\$ 15,999	\$ 69,109
Property taxes receivable	-	-	-	-
Intergovernmental receivables	-	-	-	-
Due from general fund	-	-	-	-
<i>Total assets</i>	\$ 2,125	\$ -	\$ 15,999	\$ 69,109
Liabilities, deferred inflows of resources, and fund balances				
Accounts payable	\$ -	\$ -	\$ -	\$ 620
Accrued payroll	-	-	-	-
Due to NM Public Education Department	-	-	-	-
Due to other funds	-	10,850	-	-
<i>Total liabilities</i>	-	10,850	-	620
<i>Deferred inflows of resources</i>				
Unavailable revenue- property taxes	-	-	-	-
<i>Total deferred inflows of resources</i>	-	-	-	-
<i>Fund balances</i>				
Spendable				
Restricted for:				
Educational purposes	2,125	-	15,999	-
Capital acquisitions and improvements	-	-	-	68,489
Extracurricular activities	-	-	-	-
Unassigned	-	(10,850)	-	-
<i>Total fund balances</i>	2,125	(10,850)	15,999	68,489
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 2,125	\$ -	\$ 15,999	\$ 69,109

The accompanying notes are an integral part of these financial statements

Capital Projects

Public School Capital Outlay	Special Capital Outlay	Special Capital Outlay - State	SB-9 Capital Improvements	Total Nonmajor Governmental Funds
\$ 1,316	\$ 27,421	\$ -	\$ 81,613	\$ 241,342
-	-	-	106,378	106,378
-	-	-	38,505	315,299
-	-	-	-	43,874
<u>\$ 1,316</u>	<u>\$ 27,421</u>	<u>\$ -</u>	<u>\$ 226,496</u>	<u>\$ 706,893</u>
\$ -	\$ -	\$ -	\$ 24,293	\$ 33,898
-	-	-	-	93,422
-	-	-	-	24,983
-	-	-	-	247,802
-	-	-	24,293	400,105
-	-	-	103,301	103,301
-	-	-	103,301	103,301
-	-	-	-	34,164
1,316	27,421	-	98,902	196,128
-	-	-	-	640
-	-	-	-	(27,445)
<u>1,316</u>	<u>27,421</u>	<u>-</u>	<u>98,902</u>	<u>203,487</u>
<u>\$ 1,316</u>	<u>\$ 27,421</u>	<u>\$ -</u>	<u>\$ 226,496</u>	<u>\$ 706,893</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue			
	Athletics	Migrant Children Education	Entitlement IDEA-B	Discretionary IDEA-B
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	294,196	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	34,509	-	-	-
Investment income	-	-	-	-
Miscellaneous	300	-	-	-
<i>Total revenues</i>	<u>34,809</u>	<u>-</u>	<u>294,196</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	36,368	-	171,336	-
Support services - students	-	-	73,348	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	49,512	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>36,368</u>	<u>-</u>	<u>294,196</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,559)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Reversion to other entities	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	(1,559)	-	-	-
<i>Fund balances - beginning</i>	<u>2,199</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ 640</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Competitive IDEA-B	Preschool IDEA- B	IDEA-B "Risk Pool"	Title V- Part A Innovative Ed Pro Strategies	English Language Acquisition	Title IIA Teacher/Principal Training & Recruiting
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7,093	15,253	30	-	58,929	104,892
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,093</u>	<u>15,253</u>	<u>30</u>	<u>-</u>	<u>58,929</u>	<u>104,892</u>
7,093	15,253	30	-	57,788	104,892
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,141	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,093</u>	<u>15,253</u>	<u>30</u>	<u>-</u>	<u>58,929</u>	<u>104,892</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue			
	Rural & Low Income Schools	Immigrant Funding Title III	Title I-IASA Federal Stimulus	Headstart
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	32,486	-	306	8,081
State flowthrough	-	-	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	32,486	-	306	8,081
<i>Expenditures</i>				
Current:				
Instruction	32,486	-	-	8,081
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	32,486	-	-	8,081
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	306	-
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Reversion to other entities	-	-	(306)	-
<i>Total other financing sources (uses)</i>	-	-	(306)	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances - beginning</i>	-	-	-	-
<i>Fund balances - ending</i>	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Special Revenue

Title XIX Medicaid 3/21 Years	Dual Credit Instructional Materials/HB2	2012 GO Bond Student Library Fund	New Mexico Reads to Lead K-3 Reading Initiative	Technology for Education PED	TANF Full Day Kindergarten
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
73,325	-	-	-	-	-
-	5,373	-	96,505	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>73,325</u>	<u>5,373</u>	<u>-</u>	<u>96,505</u>	<u>-</u>	<u>-</u>
-	5,373	-	95,828	-	-
64,978	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>64,978</u>	<u>5,373</u>	<u>-</u>	<u>95,828</u>	<u>-</u>	<u>-</u>
<u>8,347</u>	<u>-</u>	<u>-</u>	<u>677</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1)</u>
8,347	-	-	677	-	(1)
-	-	-	244	-	1
<u>\$ 8,347</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 921</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue			
	Incentives for School Improvement Act	Pre-K Initiative	Beginning Teacher Mentoring Program	Breakfast for Elementary Students
	PED			
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
State flowthrough	-	253,527	-	-
State direct	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>253,527</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	-	183,752	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	8,208	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	61,115	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>253,075</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>452</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	-
Reversion to other entities	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>452</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning</i>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - ending</i>	<u>\$ -</u>	<u>\$ 451</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Special Revenue

Technology Equity	School Improvement Framework	Kindergarten Three Plus	S.T.E.M Teacher Initiative	2008 Library Book Fund	Healthier Schools DOH
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	196,133	24,300	-	-
-	-	-	-	-	7,502
-	-	-	-	-	-
-	-	-	-	-	-
-	-	196,133	24,300	-	7,502
-	-	248,220	24,300	-	-
-	-	1,273	-	-	-
-	-	1,077	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,520	-	-	-
-	-	-	-	-	-
-	-	254,090	24,300	-	-
-	-	(57,957)	-	-	7,502
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(57,957)	-	-	7,502
-	-	41,362	-	-	(1,181)
\$ -	\$ -	\$ (16,595)	\$ -	\$ -	\$ 6,321

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue			Capital Projects
	GRADS Child Care	GRADS Instruction	GRADS Plus	Bond Building
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
State flowthrough	-	-	14,735	-
State direct	3,000	6,500	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	263
Miscellaneous	-	-	-	-
<i>Total revenues</i>	3,000	6,500	14,735	263
<i>Expenditures</i>				
Current:				
Instruction	3,000	6,500	1,050	-
Support services - students	-	-	13,686	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Operation and maintenance of plant	-	-	-	160,010
Student transportation	-	-	-	-
Capital outlay	-	-	-	1,114,133
<i>Total expenditures</i>	3,000	6,500	14,736	1,274,143
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1)	(1,273,880)
<i>Other financing sources (uses)</i>				
Bond proceeds	-	-	-	725,000
Reversion to other entities	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	725,000
<i>Net change in fund balances</i>	-	-	(1)	(548,880)
<i>Fund balances - beginning</i>	2,125	(10,850)	16,000	617,369
<i>Fund balances - ending</i>	\$ 2,125	\$ (10,850)	\$ 15,999	\$ 68,489

The accompanying notes are an integral part of these financial statements

Capital Projects

Public School Capital Outlay	Special Capital Outlay	Special Capital Outlay - State	SB-9 Capital Improvements	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ 148,031	\$ 148,031
-	-	-	-	594,591
288,770	-	21,965	-	901,308
-	-	-	124,707	141,709
-	-	-	-	34,509
-	-	-	-	263
-	-	-	-	300
<u>288,770</u>	<u>-</u>	<u>21,965</u>	<u>272,738</u>	<u>1,820,711</u>
-	-	-	-	1,001,350
-	-	-	-	153,285
-	-	-	-	1,077
-	-	-	1,474	60,335
-	32,385	-	241,835	434,230
-	-	-	-	64,635
<u>288,770</u>	<u>76,450</u>	<u>21,965</u>	<u>120,787</u>	<u>1,622,105</u>
<u>288,770</u>	<u>108,835</u>	<u>21,965</u>	<u>364,096</u>	<u>3,337,017</u>
-	(108,835)	-	(91,358)	(1,516,306)
-	-	-	-	725,000
-	-	-	-	(307)
-	-	-	-	<u>724,693</u>
-	(108,835)	-	(91,358)	(791,613)
<u>1,316</u>	<u>136,256</u>	<u>-</u>	<u>190,260</u>	<u>995,100</u>
<u>\$ 1,316</u>	<u>\$ 27,421</u>	<u>\$ -</u>	<u>\$ 98,902</u>	<u>\$ 203,487</u>

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	32,000	34,179	34,509	330
Investment income	-	-	-	-
Miscellaneous	-	-	300	300
<i>Total revenues</i>	<u>32,000</u>	<u>34,179</u>	<u>34,809</u>	<u>630</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	36,119	36,378	36,113	265
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>36,119</u>	<u>36,378</u>	<u>36,113</u>	<u>265</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(4,119)</u>	<u>(2,199)</u>	<u>(1,304)</u>	<u>895</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	4,119	2,199	-	(2,199)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,119</u>	<u>2,199</u>	<u>-</u>	<u>(2,199)</u>
<i>Net change in fund balances</i>	-	-	(1,304)	(1,304)
<i>Fund balances - beginning of year</i>	-	-	2,199	2,199
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 895</u>	<u>\$ 895</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,304)
No adjustments for revenue accruals				-
Adjustments to expenditures for accrual in instruction function				(255)
Net change in fund balances (GAAP)				<u>\$ (1,559)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Migrant Children 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	25,000	25,000	-	(25,000)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
<i>Expenditures</i>				
Current				
Instruction	25,000	25,000	-	25,000
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</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 (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>	-	-	(1,453)	(1,453)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,453)</u>	<u>\$ (1,453)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	271,903	326,730	305,914	(20,816)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>271,903</u>	<u>326,730</u>	<u>305,914</u>	<u>(20,816)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	143,205	198,032	162,084	35,948
Support services - students	81,343	78,243	73,348	4,895
Support services - instruction	-	-	-	-
Support services - general administration	47,355	50,455	49,512	943
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>271,903</u>	<u>326,730</u>	<u>284,944</u>	<u>41,786</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>20,970</u>	<u>20,970</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	20,970	20,970
<i>Fund balances - beginning of year</i>	-	-	(78,693)	(78,693)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (57,723)</u>	<u>\$ (57,723)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 20,970
Adjustments to revenue for federal flowthrough accrual				(11,718)
Adjustments to expenditures for instructional function accruals				(9,252)
Net change in fund balances (GAAP)				<u>\$ -</u>

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

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
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	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<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 (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>(5,730)</u>	<u>(5,730)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,730)</u>	<u>\$ (5,730)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Competitive 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	7,093	5,829	(1,264)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,093</u>	<u>5,829</u>	<u>(1,264)</u>
<i>Expenditures</i>				
Current				
Instruction	-	7,093	6,567	526
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,093</u>	<u>6,567</u>	<u>526</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(738)</u>	<u>(738)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(738)	(738)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,655)</u>	<u>(1,655)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,393)</u>	<u>\$ (2,393)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (738)
Adjustments to revenue for federal flowthrough accrual				1,264
Adjustments to expenditures for instruction function accruals				<u>(526)</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	13,429	15,617	15,137	(480)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>13,429</u>	<u>15,617</u>	<u>15,137</u>	<u>(480)</u>
<i>Expenditures</i>				
Current				
Instruction	13,429	15,617	12,866	2,751
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>13,429</u>	<u>15,617</u>	<u>12,866</u>	<u>2,751</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,271</u>	<u>2,271</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	2,271	2,271
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(6,728)</u>	<u>(6,728)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,457)</u>	<u>\$ (4,457)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 2,271
Adjustments to revenue for federal flowthrough accrual				116
Adjustments to expenditures for instructional function accrual				<u>(2,387)</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
IDEA-B "Risk Pool" Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable)</u>
				<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	304	835	531
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>304</u>	<u>835</u>	<u>531</u>
<i>Expenditures</i>				
Current				
Instruction	-	304	260	44
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>304</u>	<u>260</u>	<u>44</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>575</u>	<u>575</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	575	575
<i>Fund balances - beginning of year</i>	-	-	(836)	(836)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (261)</u>	<u>\$ (261)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 575
Adjustments to revenues for federal flowthrough accruals				(805)
Adjustments to expenditures for instructional function accruals				230
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Title V- Part A Innovative Education Pro Strategies 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(1,928)	(1,928)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(1,928)	(1,928)
<i>Net change in fund balances</i>	-	-	(1,928)	(1,928)
<i>Fund balances - beginning of year</i>	-	-	1,928	1,928
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,928)
No adjustments for revenues accruals				-
Adjustments to expenditures for reversion to other entities				1,928
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable)</u>
				<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	41,076	85,601	48,002	(37,599)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>41,076</u>	<u>85,601</u>	<u>48,002</u>	<u>(37,599)</u>
<i>Expenditures</i>				
Current				
Instruction	40,255	84,630	58,538	26,092
Support services - students	-	-	-	-
Support services - general administration	821	971	1,141	(170)
Support services - school administration	-	-	-	-
Other support services	-	-	-	-
Food services operations	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>41,076</u>	<u>85,601</u>	<u>59,679</u>	<u>25,922</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,677)</u>	<u>(11,677)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(11,677)	(11,677)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(12,169)</u>	<u>(12,169)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,846)</u>	<u>\$ (23,846)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (11,677)
Adjustments to revenue for federal flowthrough accruals				10,927
Adjustments to expenditures for instructional function accruals				750
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Title IIA Teacher/Principal Training & 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	83,953	105,469	93,543	(11,926)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>83,953</u>	<u>105,469</u>	<u>93,543</u>	<u>(11,926)</u>
<i>Expenditures</i>				
Current				
Instruction	83,953	105,469	93,681	11,788
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>83,953</u>	<u>105,469</u>	<u>93,681</u>	<u>11,788</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(138)</u>	<u>(138)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(138)	(138)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(25,245)</u>	<u>(25,245)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,383)</u>	<u>\$ (25,383)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (138)
Adjustments to revenue for federal flowthrough accruals				11,349
Adjustments to expenditures for instruction function accruals				<u>(11,211)</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Rural & 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	25,375	34,396	25,486	(8,910)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>25,375</u>	<u>34,396</u>	<u>25,486</u>	<u>(8,910)</u>
<i>Expenditures</i>				
Current				
Instruction	25,375	34,396	32,486	1,910
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>25,375</u>	<u>34,396</u>	<u>32,486</u>	<u>1,910</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,000)</u>	<u>(7,000)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(7,000)	(7,000)
<i>Fund balances - beginning of year</i>	-	-	(20,945)	(20,945)
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (27,945)</u>	<u>\$ (27,945)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (7,000)
Adjustments to revenues for federal flowthrough accruals				7,000
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Immigrant Funding Title III Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(1,587)	(1,587)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (1,587)	\$ (1,587)
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	306	306
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	306	306
<i>Net change in fund balances</i>	-	-	306	306
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 306	\$ 306
Net change in fund balances (non-GAAP budgetary basis)				\$ 306
Adjustments to revenues for federal flowthrough accruals				(306)
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Headstart 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	79,149	79,149
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	79,149	79,149
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	79,149	79,149
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	79,149	79,149
<i>Fund balances - beginning of year</i>	-	-	(56,430)	(56,430)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 22,719	\$ 22,719
Net change in fund balances (non-GAAP budgetary basis)				\$ 79,149
Adjustments to revenues for federal flowthrough accruals				(71,068)
Adjustments to expenditures for instructional and support services accruals				(8,081)
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	78,195	78,195	73,325	(4,870)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	78,195	78,195	73,325	(4,870)
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	78,195	78,195	68,588	9,607
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	78,195	78,195	68,588	9,607
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	4,737	4,737
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	4,737	4,737
<i>Fund balances - beginning of year</i>	-	-	9,087	9,087
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 13,824	\$ 13,824
Net change in fund balances (non-GAAP budgetary basis)				\$ 4,737
No adjustments for revenue accruals				-
Adjustments to expenditures for support services accruals				3,610
Net change in fund balances (GAAP)				\$ 8,347

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u>
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable)</u>
				<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	5,373	4,290	(1,083)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,373</u>	<u>4,290</u>	<u>(1,083)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	5,373	5,373	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,373</u>	<u>5,373</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,083)</u>	<u>(1,083)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(1,083)	(1,083)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,909)</u>	<u>(1,909)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,992)</u>	<u>\$ (2,992)</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,083)
Adjustments to revenues for state flowthrough accruals				1,083
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
2012 GO Bond Student Library 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	7,976	7,976
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	7,976	7,976
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	7,976	7,976
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	7,976	7,976
<i>Fund balances - beginning of year</i>	-	-	(7,976)	(7,976)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ 7,976
Adjustments to revenues for state flowthrough accruals				(7,976)
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
New Mexico Reads to Lead K-3 Reading 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	97,500	97,500	95,553	(1,947)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	97,500	97,500	95,553	(1,947)
<i>Expenditures</i>				
Current				
Instruction	97,500	97,500	91,609	5,891
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	97,500	97,500	91,609	5,891
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	3,944	3,944
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	3,944	3,944
<i>Fund balances - beginning of year</i>	-	-	(14,012)	(14,012)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (10,068)	\$ (10,068)
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,944
Adjustments to revenues for state flowthrough accruals				952
Adjustments to expenditures for instructional function accrual				(4,219)
Net change in fund balances (GAAP)				\$ 677

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Technology for 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	7,422	7,422
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	7,422	7,422
<i>Net change in fund balances</i>	-	-	7,422	7,422
<i>Fund balances - beginning of year,</i>	-	-	7,422	7,422
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 14,844	\$ 14,844
Net change in fund balances (non-GAAP budgetary basis)				\$ 7,422
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				(7,422)
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	17,337	17,337
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	17,337	17,337
<i>Net change in fund balances</i>	-	-	17,337	17,337
<i>Fund balances - beginning of year,</i>	-	-	17,337	17,337
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 34,674	\$ 34,674
Net change in fund balances (non-GAAP budgetary basis)				\$ 17,337
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				(17,336)
Net change in fund balances (GAAP)				\$ 1

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Incentives for School Improvement Act 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
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	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<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 (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(11,010)	(11,010)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(11,010)</u>	<u>(11,010)</u>
<i>Net change in fund balances</i>	-	-	(11,010)	(11,010)
<i>Fund balances - beginning of year,</i>	<u>-</u>	<u>-</u>	<u>11,010</u>	<u>11,010</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (11,010)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				<u>11,010</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	320,000	260,000	251,645	(8,355)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	320,000	260,000	251,645	(8,355)
<i>Expenditures</i>				
Current				
Instruction	214,721	190,345	165,501	24,844
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	8,540	8,540	8,208	332
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	320,000	260,000	234,824	25,176
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	16,821	16,821
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	16,821	16,821
<i>Fund balances - beginning of year,</i>	-	-	(42,236)	(42,236)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (25,415)	\$ (25,415)
Net change in fund balances (non-GAAP budgetary basis)				\$ 16,821
Adjustments to revenues for state flowthrough accruals				1,882
Adjustments to expenditures for instruction and support services accruals				(18,251)
Net change in fund balances (GAAP)				\$ 452

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(12,338)	(12,338)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(12,338)	(12,338)
<i>Net change in fund balances</i>	-	-	(12,338)	(12,338)
<i>Fund balances - beginning of year,</i>	-	-	12,338	12,338
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ (12,338)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				12,338
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
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	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<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 (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(1,042)	(1,042)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,042)</u>	<u>(1,042)</u>
<i>Net change in fund balances</i>	-	-	(1,042)	(1,042)
<i>Fund balances - beginning of year,</i>	<u>-</u>	<u>-</u>	<u>1,042</u>	<u>1,042</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1,042)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				<u>1,042</u>
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Technology Equity 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(21)	(21)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(21)	(21)
<i>Net change in fund balances</i>	-	-	(21)	(21)
<i>Fund balances - beginning of year,</i>	-	-	21	21
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ (21)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				21
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
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	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<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 (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(8,798)	(8,798)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(8,798)</u>	<u>(8,798)</u>
<i>Net change in fund balances</i>	-	-	(8,798)	(8,798)
<i>Fund balances - beginning of year,</i>	<u>-</u>	<u>-</u>	<u>8,798</u>	<u>8,798</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (8,798)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				8,798
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	198,893	218,013	187,495	(30,518)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	198,893	218,013	187,495	(30,518)
<i>Expenditures</i>				
Current				
Instruction	184,415	260,659	226,608	34,051
Support services - students	4,418	1,274	1,041	233
Support services - instruction	-	1,244	970	274
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	198,893	266,771	229,656	37,115
<i>Excess (deficiency) of revenues over expenditures</i>	-	(48,758)	(42,161)	6,597
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	48,758	-	(48,758)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	48,758	-	(48,758)
<i>Net change in fund balances</i>	-	-	(42,161)	(42,161)
<i>Fund balances - beginning of year,</i>	-	-	(5,232)	(5,232)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (47,393)	\$ (47,393)
Net change in fund balances (non-GAAP budgetary basis)				\$ (42,161)
Adjustments to revenues for state flowthrough accruals				8,638
Adjustments to expenditures for instruction function accruals				(24,434)
Net change in fund balances (GAAP)				\$ (57,957)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
S.T.E.M Teacher Initiative
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable) Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	24,300	24,300	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>24,300</u>	<u>24,300</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	24,300	24,300	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>24,300</u>	<u>24,300</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 (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>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
2008 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Reversion to other entities	-	-	(4,226)	(4,226)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(4,226)	(4,226)
<i>Net change in fund balances</i>	-	-	(4,226)	(4,226)
<i>Fund balances - beginning of year,</i>	-	-	4,226	4,226
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
Net change in fund balances (non-GAAP budgetary basis)				\$ (4,226)
No adjustments for revenue accruals				-
Adjustments to expenditures for reversion to other entities				4,226
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Healthier Schools DOH 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
	Original	Final	Actual	Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	7,145	7,502	357
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	7,145	7,502	357
<i>Expenditures</i>				
Current				
Instruction	-	7,145	826	6,319
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	7,145	826	6,319
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	6,676	6,676
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	-	-	-
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	6,676	6,676
<i>Fund balances - beginning of year</i>	-	-	(355)	(355)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 6,321	\$ 6,321
Net change in fund balances (non-GAAP budgetary basis)				\$ 6,676
No adjustments for revenue accruals				-
Adjustments to expenditures for instructional function accruals				826
Net change in fund balances (GAAP)				\$ 7,502

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variances
	<u>Original</u>	<u>Final</u>		<u>Favorable (Unfavorable)</u>
				<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	3,000	3,000	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	3,000	3,000	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,000</u>	<u>3,000</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 (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>2,125</u>	<u>2,125</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,125</u>	<u>\$ 2,125</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	6,500	6,500	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	6,500	6,500	-
<i>Expenditures</i>				
Current				
Instruction	-	6,500	6,500	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	6,500	6,500	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(10,851)	(10,851)
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ (10,851)	\$ (10,851)
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
GRADS 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	16,000	14,735	(1,265)
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,000</u>	<u>14,735</u>	<u>(1,265)</u>
<i>Expenditures</i>				
Current				
Instruction	-	1,050	1,050	-
Support services - students	-	14,950	13,686	1,264
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,000</u>	<u>14,736</u>	<u>1,264</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
<i>Other financing sources (uses)</i>				
Designated cash (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>	-	-	(1)	(1)
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>16,000</u>	<u>16,000</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,999</u>	<u>\$ 15,999</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (1)
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ (1)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable) Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	500	500	263	(237)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>500</u>	<u>500</u>	<u>263</u>	<u>(237)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	245,000	179,490	164,280	15,210
Community services operations	-	-	-	-
Capital outlay	1,026,530	1,123,030	1,118,894	4,136
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,271,530</u>	<u>1,302,520</u>	<u>1,283,174</u>	<u>19,346</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(1,271,030)</u>	<u>(1,302,020)</u>	<u>(1,282,911)</u>	<u>19,109</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	596,030	627,020	-	(627,020)
Bond Proceeds	675,000	675,000	725,000	50,000
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,271,030</u>	<u>1,302,020</u>	<u>725,000</u>	<u>(577,020)</u>
<i>Net change in fund balances</i>	-	-	(557,911)	(557,911)
<i>Fund balances - beginning of year</i>	-	-	627,020	627,020
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,109</u>	<u>\$ 69,109</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (557,911)
No adjustments for revenue accruals				-
Adjustments to expenditures for capital outlay accruals				9,031
Net change in fund balances (GAAP)				<u>\$ (548,880)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts			Actual	Variances
	Original	Final			Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final to Actual</u>	
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	-
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	-
Federal direct	-	-	-	-	-
State flowthrough	-	-	-	-	-
State direct	-	-	-	-	-
Local grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Investment income	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	-
Support services - students	-	-	-	-	-
Support services - instruction	-	-	-	-	-
Support services - general administration	-	-	-	-	-
Support services - school administration	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	-	-	-	-
Transfers in (out)	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-	-
<i>Fund balances - beginning of year</i>	-	-	1,316	1,316	-
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,316</u>	<u>\$ 1,316</u>	<u>-</u>
Net change in fund balances (non-GAAP budgetary basis)					\$ -
Adjustments to revenues for PSFA					288,770
Adjustments for expenditures for PSFA					<u>(288,770)</u>
Net change in fund balances (GAAP)					<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Special 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, 2015

	Budgeted Amounts			Actual	Variances Favorable (Unfavorable) Final to Actual
	Original	Final			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final to Actual</u>	
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Capital outlay	136,256	136,256	108,835	27,421	
Debt service					
Principal	-	-	-	-	
Interest	-	-	-	-	
<i>Total expenditures</i>	<u>136,256</u>	<u>136,256</u>	<u>108,835</u>	<u>27,421</u>	
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(136,256)</u>	<u>(136,256)</u>	<u>(108,835)</u>	<u>27,421</u>	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	136,256	136,256	-	(136,256)	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	<u>136,256</u>	<u>136,256</u>	<u>-</u>	<u>(136,256)</u>	
<i>Net change in fund balances</i>	-	-	(108,835)	(108,835)	
<i>Fund balances - beginning of year</i>	-	-	136,256	136,256	
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,421</u>	<u>\$ 27,421</u>	
Net change in fund balances (non-GAAP budgetary basis)				\$ (108,835)	
No adjustments for revenue accruals				-	
No adjustments for expenditure accruals				-	
Net change in fund balances (GAAP)				<u>\$ (108,835)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	Budgeted Amounts			Variances
	Original	Final	Actual	Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	22,176	21,965	(211)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>22,176</u>	<u>21,965</u>	<u>(211)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Capital outlay	-	22,176	21,965	211
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>22,176</u>	<u>21,965</u>	<u>211</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 (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>
Net change in fund balances (non-GAAP budgetary basis)				\$ -
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
SB-9 Capital Improvements 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, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ 145,500	\$ 145,500	\$ 147,400	\$ 1,900
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	67,477	533,878	117,249	(416,629)
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>212,977</u>	<u>679,378</u>	<u>264,649</u>	<u>(414,729)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	1,500	1,474	26
Support services - school administration	-	-	-	-
Operation and maintenance of plant	257,197	758,172	261,856	496,316
Capital outlay	67,477	90,477	90,477	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>324,674</u>	<u>850,149</u>	<u>353,807</u>	<u>496,342</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(111,697)</u>	<u>(170,771)</u>	<u>(89,158)</u>	<u>81,613</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	111,697	170,771	-	(170,771)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>111,697</u>	<u>170,771</u>	<u>-</u>	<u>(170,771)</u>
<i>Net change in fund balances</i>	-	-	(89,158)	(89,158)
<i>Fund balances - beginning of year</i>	-	-	170,771	170,771
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 81,613</u>	<u>\$ 81,613</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (89,158)
Adjustments to revenues for property tax accruals				8,089
Adjustments to expenditures for capital outlay accruals				<u>(10,289)</u>
Net change in fund balances (GAAP)				<u>\$ (91,358)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley 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, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
<i>Revenues</i>				
Property taxes	\$ 838,717	\$ 838,717	\$ 774,880	\$ (63,837)
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	-	-	-	-
Local grants	-	-	-	-
Oil and gas taxes	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
Bond Premiums	-	-	-	-
<i>Total revenues</i>	<u>838,717</u>	<u>838,717</u>	<u>774,880</u>	<u>(63,837)</u>
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	8,500	8,500	7,749	751
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
Debt service				
Principal	1,578,177	1,555,955	725,000	830,955
Interest	99,056	99,056	96,500	2,556
<i>Total expenditures</i>	<u>1,685,733</u>	<u>1,663,511</u>	<u>829,249</u>	<u>834,262</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(847,016)</u>	<u>(824,794)</u>	<u>(54,369)</u>	<u>770,425</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	847,016	824,794	-	(824,794)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>847,016</u>	<u>824,794</u>	<u>-</u>	<u>(824,794)</u>
<i>Net change in fund balances</i>	-	-	(54,369)	(54,369)
<i>Fund balances - beginning of year</i>	-	-	824,794	824,794
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 770,425</u>	<u>\$ 770,425</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (54,369)
Adjustments to revenue for property tax accruals				3,396
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ (50,973)</u>

The accompanying notes are an integral part of these financial statements

GENERAL FUND

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Balance Sheet
General Fund
June 30, 2015

	General Fund				
	Operational	Teacherage	Pupil Transportation	Instructional Materials	Total General Fund
Current assets					
Cash and cash equivalents	\$ 334,726	\$ 10,309	\$ 110,013	\$ 11,128	\$ 466,176
Property taxes receivable	4,030	-	-	-	4,030
Other receivables	16,437	200	-	-	16,637
Due from other funds	573,409	-	-	-	573,409
<i>Total assets</i>	\$ 928,602	\$ 10,509	\$ 110,013	\$ 11,128	\$ 1,060,252
Liabilities, deferred inflows of resources, and fund balances					
Accounts payable	\$ 16,137	\$ -	\$ 41,880	\$ -	\$ 58,017
Accrued payroll	525,341	-	29,568	-	554,909
Due to special revenue funds	43,874	-	-	-	43,874
<i>Total liabilities</i>	585,352	-	71,448	-	656,800
<i>Deferred inflows of resources</i>					
Unavailable revenue- property taxes	3,405	-	-	-	3,405
<i>Total deferred inflows of resources</i>	3,405	-	-	-	3,405
<i>Fund balances</i>					
Spendable					
Restricted for:					
Educational purposes	-	10,509	38,565	11,128	60,202
Committed for:					
Subsequent years expenditures	339,845	-	-	-	339,845
<i>Total fund balances</i>	339,845	10,509	38,565	11,128	400,047
<i>Total liabilities, deferred inflows of resources, and fund balances</i>	\$ 928,602	\$ 10,509	\$ 110,013	\$ 11,128	\$ 1,060,252

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2015

	General Fund				Total General Fund
	Operational	Teacherage	Pupil Transportation	Instructional Materials	
<i>Revenues</i>					
Property taxes	\$ 32,203	\$ -	\$ -	\$ -	\$ 32,203
Intergovernmental revenue:					
Federal flowthrough	41,868	-	-	-	41,868
State flowthrough	-	-	-	91,067	91,067
State direct	9,494,198	-	-	-	9,494,198
Local grants	80,534	-	-	-	80,534
Transportation distribution	-	-	657,728	-	657,728
Charges for services	3,617	5,650	-	-	9,267
Investment income	589	-	-	-	589
Miscellaneous	43,499	-	-	-	43,499
<i>Total revenues</i>	<u>9,696,508</u>	<u>5,650</u>	<u>657,728</u>	<u>91,067</u>	<u>10,450,953</u>
<i>Expenditures</i>					
Current:					
Instruction	5,697,924	-	-	87,956	5,785,880
Support services - students	1,139,914	-	-	-	1,139,914
Support services - instruction	354,417	-	-	-	354,417
Support services - general administration	234,247	-	-	-	234,247
Support services - school administration	676,292	-	-	-	676,292
Central services	265,041	-	-	-	265,041
Operation and maintenance of plant	1,723,222	1,938	-	-	1,725,160
Student transportation	-	-	624,910	-	624,910
Other support services	15,765	-	-	-	15,765
Capital outlay	1,378	-	22,055	-	23,433
<i>Total expenditures</i>	<u>10,108,200</u>	<u>1,938</u>	<u>646,965</u>	<u>87,956</u>	<u>10,845,059</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(411,692)</u>	<u>3,712</u>	<u>10,763</u>	<u>3,111</u>	<u>(394,106)</u>
<i>Other financing sources (uses)</i>					
Reversion to other entities	-	-	(37,087)	-	(37,087)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(37,087)</u>	<u>-</u>	<u>(37,087)</u>
<i>Net change in fund balances</i>	(411,692)	3,712	(26,324)	3,111	(431,193)
<i>Fund balances - beginning</i>	<u>751,537</u>	<u>6,797</u>	<u>64,889</u>	<u>8,017</u>	<u>831,240</u>
<i>Fund balances - ending</i>	<u>\$ 339,845</u>	<u>\$ 10,509</u>	<u>\$ 38,565</u>	<u>\$ 11,128</u>	<u>\$ 400,047</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-3

Hatch Valley Public Schools

General Fund - Operational

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ 31,384	\$ 31,384	\$ 32,073	\$ 689
Intergovernmental revenue:				
Federal flowthrough	30,000	30,000	-	(30,000)
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
State direct	9,489,785	9,494,535	9,494,198	(337)
Local grants	75,000	75,000	109,095	34,095
Charges for services	-	-	3,617	3,617
Investment income	1,000	1,000	589	(411)
Miscellaneous	100,000	100,000	43,499	(56,501)
<i>Total revenues</i>	<u>9,727,169</u>	<u>9,731,919</u>	<u>9,683,071</u>	<u>(48,848)</u>
<i>Expenditures</i>				
Current				
Instruction	5,894,290	5,836,431	5,322,776	513,655
Support services - students	1,097,630	1,174,990	1,162,328	12,662
Support services - instruction	348,643	363,183	351,429	11,754
Support services - general administration	218,716	237,616	234,460	3,156
Support services - school administration	677,289	676,744	675,898	846
Central services	277,682	277,437	269,265	8,172
Operation and maintenance of plant	1,975,440	1,930,430	1,759,142	171,288
Other support services	28,303	28,303	22,866	5,437
Community services operations	-	-	-	-
<i>Total expenditures</i>	<u>10,517,993</u>	<u>10,525,134</u>	<u>9,798,164</u>	<u>726,970</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(790,824)</u>	<u>(793,215)</u>	<u>(115,093)</u>	<u>678,122</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	790,824	793,215	-	(793,215)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>790,824</u>	<u>793,215</u>	<u>-</u>	<u>(793,215)</u>
<i>Net change in fund balances</i>	-	-	(115,093)	(115,093)
<i>Fund balances - beginning of year</i>	-	-	1,023,228	1,023,228
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 908,135</u>	<u>\$ 908,135</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ (115,093)
Adjustments to revenue for property tax accrual and local sources accrual				13,437
Adjustments to expenditures for various function accruals				(310,036)
Net change in fund balances (GAAP)				<u>\$ (411,692)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-4

Hatch Valley Public Schools

General Fund - Teacherage

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variances Favorable (Unfavorable)
	Original	Final		Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal direct	-	-	-	-
State flowthrough	-	-	-	-
Local grants	-	-	-	-
Oil and gas taxes	-	-	-	-
Charges for services	2,400	2,400	5,450	3,050
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,400</u>	<u>2,400</u>	<u>5,450</u>	<u>3,050</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	7,691	9,197	1,938	7,259
Other support services	-	-	-	-
Community services operations	-	-	-	-
<i>Total expenditures</i>	<u>7,691</u>	<u>9,197</u>	<u>1,938</u>	<u>7,259</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>(5,291)</u>	<u>(6,797)</u>	<u>3,512</u>	<u>10,309</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	5,291	6,797	-	(6,797)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,291</u>	<u>6,797</u>	<u>-</u>	<u>(6,797)</u>
<i>Net change in fund balances</i>	-	-	3,512	3,512
<i>Fund balances - beginning of year</i>	-	-	6,797	6,797
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,309</u>	<u>\$ 10,309</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,512
Adjustments to revenues for charges for services accrual				200
No adjustments to expenditures				-
Net change in fund balances (GAAP)				<u>\$ 3,712</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
Hatch Valley Public Schools
General Fund - Pupil Transportation
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2015

Statement C-5

	Budgeted Amounts			Actual	Variances
	Original	Final		Favorable (Unfavorable)	
				Final to Actual	
<i>Revenues</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	
Intergovernmental revenue:					
Federal flowthrough	-	-	-	-	
Federal direct	-	-	-	-	
State flowthrough	-	-	-	-	
State direct	-	-	-	-	
Transportation distribution	612,574	630,393	630,393	-	
Local grants	-	-	-	-	
Charges for services	-	-	-	-	
Investment income	-	-	-	-	
Miscellaneous	-	-	-	-	
<i>Total revenues</i>	612,574	630,393	630,393	-	
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	
Support services - students	-	-	-	-	
Support services - instruction	-	-	-	-	
Support services - general administration	-	-	-	-	
Support services - school administration	-	-	-	-	
Operation and maintenance of plant	-	-	-	-	
Student transportation	612,574	655,481	622,684	32,797	
<i>Total expenditures</i>	612,574	667,481	635,080	32,401	
<i>Excess (deficiency) of revenues over expenditures</i>	-	(37,088)	(4,687)	32,401	
<i>Other financing sources (uses)</i>					
Designated cash (budgeted increase in cash)	-	37,088	-	(37,088)	
Reversion to other entities	-	-	-	-	
Transfers in (out)	-	-	-	-	
<i>Total other financing sources (uses)</i>	-	37,088	-	(37,088)	
<i>Net change in fund balances</i>	-	-	(4,687)	(4,687)	
<i>Fund balances - beginning of year</i>	-	-	114,700	114,700	
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 110,013	\$ 110,013	
Net change in fund balances (non-GAAP budgetary basis)				\$ (4,687)	
Adjustments to revenues for transportation distribution accruals				27,335	
Adjustments to expenditures for student transportation accruals				(48,972)	
Net change in fund balances (GAAP)				\$ (26,324)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement C-6

Hatch Valley Public Schools

General Fund - Instructional Materials

Statement of Revenues, Expenditures, and Changes in Fund Balance

Budget (Non-GAAP Budgetary Basis) and Actual

For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variances
	Original	Final		Favorable (Unfavorable)
				Final to Actual
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue:				
Federal flowthrough	-	-	-	-
Federal direct	-	-	-	-
State flowthrough	-	91,067	91,067	-
State direct	-	-	-	-
Local grants	-	-	-	-
Charges for services	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>91,067</u>	<u>91,067</u>	<u>-</u>
<i>Expenditures</i>				
Current				
Instruction	-	99,084	87,956	11,128
Support services - students	-	-	-	-
Support services - instruction	-	-	-	-
Support services - general administration	-	-	-	-
Support services - school administration	-	-	-	-
Operation and maintenance of plant	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>99,084</u>	<u>87,956</u>	<u>11,128</u>
<i>Excess (deficiency) of revenues over expenditures</i>	<u>-</u>	<u>(8,017)</u>	<u>3,111</u>	<u>11,128</u>
<i>Other financing sources (uses)</i>				
Designated cash (budgeted increase in cash)	-	8,017	-	(8,017)
Transfers in (out)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>8,017</u>	<u>-</u>	<u>(8,017)</u>
<i>Net change in fund balances</i>	-	-	3,111	3,111
<i>Fund balances - beginning of year</i>	-	-	8,017	8,017
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,128</u>	<u>\$ 11,128</u>
Net change in fund balances (non-GAAP budgetary basis)				\$ 3,111
No adjustments for revenue accruals				-
No adjustments for expenditure accruals				-
Net change in fund balances (GAAP)				<u>\$ 3,111</u>

The accompanying notes are an integral part of these financial statements

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SUPPORTING SCHEDULES

STATE OF NEW MEXICO

Hatch Valley Public Schools

Agency Funds

Schedule of Changes in Fiduciary Assets and Liabilities
For the Year Ended June 30, 2015

Schedule III

Page 1 of 1

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Hatch Elementary School	\$ 8,298	\$ 12,173	\$ 9,657	\$ 10,814
Garfield Elementary School	4,616	8,728	12,979	365
Rio Grande Elementary School	9,618	21,535	22,204	8,949
Hatch Middle School	18,364	27,338	32,896	12,806
Hatch High School	49,806	52,010	46,351	55,465
Athletics	7,592	5,206	8,924	3,874
	<u>\$ 98,294</u>	<u>\$ 126,990</u>	<u>\$ 133,011</u>	<u>\$ 92,273</u>

See independent auditors' report.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Collateral Pledged by Depository For Public Funds
June 30, 2015

Schedule IV

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2015
Bank of the West				
	FNMA CONV 30 YR SF	9/1/2042	3138MAKS6	\$ 411,119
	GNMA2 Single Family 30	9/20/2043	36179NNA2	21,107
	GNMA2 Arm Multiple	4/20/2043	36179NBR8	581,777
	GNMA2 Arm Multiple	4/20/2043	36179NBY3	<u>221,044</u>
	Total Bank of the West			<u>1,235,047</u>
Name and location of safekeeper for above pledged collateral: 2527 Camino Ramon, San Ramon, CA 94583				
Wells Fargo				
	FMAC FGPC	9/1/2026	31294MJJ1	11,970
	FNMA FNRA	6/25/2041	3136A5E93	72,731
	FNMA FNMS	4/1/2041	3138EGFS8	886
	FNMA FNMS	2/1/2043	3138MJUN7	827
	FNMA FNMS	12/1/2042	3138ML5F7	246,300
	FNMA FNMS	12/1/2042	3138MRBY6	13,052
	FNMA FNMS	2/1/2043	3138W33J0	28,629
	FNMA FNMS	7/1/2043	3138W5HM3	26,641
	FNMA FNMS	6/1/2043	3138WVPL9	90,219
	FNMA FNMS	7/1/2038	31410KZW7	29,065
	FNMA FNMS	1/1/2043	31417ES77	74,470
	FNMA FNMS	2/1/2043	31417EVM0	5,707
	FNMA FNMS	7/1/2043	31418AVT2	27,651
	FNMA FNMS	9/1/2040	31419FC38	<u>2,199</u>
	Total Wells Fargo Bank			<u>630,348</u>
Name and location of safekeeper for above pledged collateral: BNY Mellon, One Wall Street, Fourth Floor, New York, NY 10286				
	Total Pledged Collateral			<u>\$ 1,865,395</u>

See independent auditors' report.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Cash Reconciliation
June 30, 2015

	Operational Fund 11000	Teacherage Fund 12000	Transportation Fund 13000	Instructional Materials Fund 14000
Cash, June 30, 2014	\$ 207,337	\$ 6,797	\$ 95,736	\$ 8,017
Add:				
2014-15 receipts	9,725,470	5,450	630,393	91,067
Repayment of loans	633,020	-	-	-
Loans from other funds	-	-	-	-
Total cash available	10,565,827	12,247	726,129	99,084
Less:				
2014-15 expenditures	(10,180,729)	(1,938)	(608,597)	(87,956)
Reversion to other entities	-	-	(37,087)	-
Repayment of Loans	-	-	-	-
Loans to other funds	(573,409)	-	-	-
Cash, June 30, 2015	<u>\$ (188,311)</u>	<u>\$ 10,309</u>	<u>\$ 80,445</u>	<u>\$ 11,128</u>
Plus:				
Held checks	523,037	-	29,568	-
Cash per financial statement	<u>\$ 334,726</u>	<u>\$ 10,309</u>	<u>\$ 110,013</u>	<u>\$ 11,128</u>

See independent auditors' report

Food Services Fund 21000	Athletics Fund 22000	Federal Flowthrough Fund 24000	Federal Direct Fund 25000	Local Grants Fund 26000	State Flowthrough Fund 27000
\$ 36,571	\$ 2,199	\$ (37,179)	\$ (3,397)	\$ -	\$ 54,271
857,757	34,809	1,756,025	144,469	-	571,259
-	-	-	-	-	12,052
155,000	-	321,691	-	-	85,868
1,049,328	37,008	2,040,537	141,072	-	723,450
(1,037,604)	(36,113)	(1,619,506)	(73,312)	-	(575,387)
-	-	(3,884)	-	-	(62,194)
-	-	(512,920)	(36,694)	-	-
-	-	-	-	-	(132,174)
<u>\$ 11,724</u>	<u>\$ 895</u>	<u>\$ (95,773)</u>	<u>\$ 31,066</u>	<u>\$ -</u>	<u>\$ (46,305)</u>
33,544	-	95,773	5,477	-	46,305
<u>\$ 45,268</u>	<u>\$ 895</u>	<u>\$ -</u>	<u>\$ 36,543</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Cash Reconciliation
June 30, 2015

	State Direct Fund 28000	Bond Building Fund 31100	Public School Capital Outlay Fund 31200	Spec. Cap. Outlay-State Fund 31300
Cash, June 30, 2014	\$ 18,960	\$ 627,020	\$ 1,316	\$ 136,256
Add:				
2014-15 receipts	31,737	725,263	-	-
Repayment of loans	-	-	-	-
Loans from other funds	10,850	-	-	-
	61,547	1,352,283	1,316	136,256
Total cash available				
Less:				
2014-15 expenditures	(25,061)	(1,283,174)	-	(108,835)
Reversion to other entities	-	-	-	-
Repayment of Loans	(12,041)	-	-	-
Loans to other funds	-	-	-	-
	(37,102)	(1,283,174)	-	(108,835)
Cash, June 30, 2015	\$ 24,445	\$ 69,109	\$ 1,316	\$ 27,421
Plus:				
Held checks	-	-	-	-
Cash per financial statement	\$ 24,445	\$ 69,109	\$ 1,316	\$ 27,421

See independent auditors' report

Spec. Cap. Outlay-State Fund 31400	Cap. Improve. SB-9 Fund 31700	Debt Service Fund 41000	Total
\$ -	\$ 170,771	\$ 824,794	\$ 2,149,469
21,965	264,649	774,880	15,635,193
-	-	-	645,072
-	-	-	573,409
21,965	435,420	1,599,674	19,003,143
(21,965)	(353,807)	(829,249)	(16,843,233)
-	-	-	(103,165)
-	-	-	(561,655)
-	-	-	(705,583)
\$ -	\$ 81,613	\$ 770,425	\$ 789,507
-	-	-	733,704
\$ -	\$ 81,613	\$ 770,425	\$ 1,523,211

STATE OF NEW MEXICO

Schedule VI

Hatch Valley Public Schools

Schedule of Deposits

June 30, 2015

Bank Account	Bank of the West	Wells Fargo Bank, N.A.	Totals
Operational Account	\$ 30,000	\$ -	\$ 30,000
Sweep Account	216,710	-	216,710
Cafeteria Account	5,000	5,555	10,555
Payroll Account	30,000	-	30,000
Sweep Account	570,370	-	570,370
Capital Projects Account	5,000	-	5,000
Athletics	-	1,886	1,886
Activity Account	74	88,664	88,738
Insurance Account	7,307	-	7,307
Federal Funds Account	5,221	-	5,221
Budgetary Clearing Account	10,000	-	10,000
Sweep Account	20,693	-	20,693
Debt Service Account	-	770,305	770,305
Energy Efficient Account	-	122,039	122,039
Transportation Office Account	-	290	290
Direct Deposit Clearing	-	51	51
	900,375	988,790	1,889,165
Total Deposits	900,375	988,790	1,889,165
Reconciling Items	(273,931)	-	(273,931)
Reconciled Balance June 30, 2015	\$ 626,444	\$ 988,790	1,615,234
Plus: Petty Cash			250
Less: Fiduciary Funds Cash			(92,273)
Cash and cash equivalents per Government-wide Financial Statements			\$ 1,523,211
Cash and cash equivalents per Exhibit A-1			\$ 779,124
Restricted cash and cash equivalents per Exhibit A-1			744,087
			\$ 1,523,211

See independent auditors' report.

STATE OF NEW MEXICO

Schedule VII

Hatch Valley Public Schools

Schedule of Vendor Information for Purchases Exceeding \$60,000 (excluding GRT)

June 30, 2015

<u>RFB/ RFP #</u>	<u>Type of Procurement</u>	<u>Awarded Vendor</u>	<u>\$ Amount of Awarded Contract</u>	<u>\$ Amount of Amended Contract</u>	<u>Name and Physical Address per the procurement documentatio n, of ALL Vendor(s) that responded</u>	<u>In-State/ Out-of- State Vendor (Y or N) (Based on Statutory Definition)</u>	<u>Was the vendor in- state and chose Veteran's preference (Y or N). For federal funds answer N/A</u>	<u>Brief Description of the Scope of Work</u>
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None noted

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***

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor and
Board of Education
Office of Management and Budget
Hatch Valley Public Schools
Hatch, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the General Fund and major special revenue funds of the Hatch Valley Public Schools (the District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and related budgetary comparisons of the District presented as supplementary information, and have issued our report thereon dated October 5, 2015.

Internal Control Over Financial Reporting

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

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We considered the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness as item FS 2015-001.

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 to be a significant deficiency as item FS 2015-002.

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 an instance 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 item FS 2008-005.

District's Responses to Findings

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

Purpose of this Report

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

Accounting & Consulting Group, LLP
Accounting & Consulting Group, LLP
Albuquerque, NM
October 5, 2015

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FEDERAL FINANCIAL ASSISTANCE



Accounting & Consulting Group, LLP
Certified Public Accountants

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

INDEPENDENT AUDITORS' REPORT

Timothy Keller
New Mexico State Auditor and
Board of Education
Office of Management and Budget
Hatch Valley Public Schools
Hatch, New Mexico

Report on Compliance for Each Major Federal Program

We have audited Hatch Valley Public Schools (the District) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2015. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Accounting & Consulting Group, LLP

Accounting & Consulting Group, LLP
Albuquerque, NM
October 5, 2015

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2015

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA Number	Federal Expenditures
U.S. Department of Education			
<i>Passed through New Mexico Public Education Department</i>			
Title I - IASA	24101	84.010	\$ 1,122,461
IDEA-B Entitlement	* 24106	84.027	(1) 294,196
IDEA-B Preschool	* 24109	84.173	(1) 15,253
IDEA-B "Risk Pool"	* 24120	84.027	(1) 30
IDEA-B Competitive	* 24108	84.027	(1) 7,093
Title III English Language Acquisition	24153	84.365A	58,929
Improving Teacher Quality	24154	84.367A	104,892
Rural and Low Income Schools	24160	84.358B	<u>32,486</u>
Total U.S. Department of Education			<u>1,635,340</u>
U.S. Department of Health and Human Services			
<i>Passed through Las Cruces Public Schools</i>			
Headstart	25127	93.600	<u>8,081</u>
Total U.S. Department of Health and Human Services			<u>8,081</u>
U.S. Department of Agriculture			
<i>Federal Direct Payments</i>			
Forest Reserve	11000	10.665	32,184
<i>Passed through State of New Mexico</i>			
Child Nutrition Cluster	* 21000	10.553 and 10.555	<u>1,098,524</u>
Total U.S. Department of Agriculture			<u>1,130,708</u>
Total Federal Financial Assistance			<u><u>\$ 2,774,129</u></u>

* Denotes Major Federal Financial Assistance Program
() Denotes Cluster

See independent auditors' report
See accompanying notes to the schedule of expenditures of federal awards

STATE OF NEW MEXICO
Hatch Valley Public Schools
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2015

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

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

2. Subrecipients

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

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2015 was \$56,288 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Child Nutrition Cluster program, CFDA number 10.553 and 10.555.

4. Loans

The District did not expend federal awards related to loans or loan guarantees during the year.

5. Federally Funded Insurance

The District has no federally funded insurance.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 2,774,129
Total expenditures funded by other sources	<u>14,458,181</u>
Total expenditures	<u><u>\$ 17,232,310</u></u>

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

SECTION I – SUMMARY OF AUDITORS’ RESULTS*Financial Statements:*

- | | |
|--|------------|
| 1. Type of auditors’ report issued | Unmodified |
| 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? | None noted |

Federal Awards:

- | | | | | | | |
|---|--|----------------|-----------------|-----------------------------|---|--|
| 1. Internal control over major programs: | | | | | | |
| a. Material weaknesses identified? | | None noted | | | | |
| b. Significant deficiencies identified not considered to be material weaknesses? | | None noted | | | | |
| 2. Type of auditors’ report issued on compliance for major programs | | Unmodified | | | | |
| 3. Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? | | None noted | | | | |
| 4. Identification of major programs: | | | | | | |
| | <table style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <tr> <td style="text-align: center; border-bottom: 1px solid black;">CFDA
Number</td> <td style="text-align: center; border-bottom: 1px solid black;">Federal Program</td> </tr> <tr> <td style="text-align: center;">10.553 and 10.555
84.027</td> <td style="text-align: center;">Child Nutrition Cluster
Entitlement IDEA-B</td> </tr> </table> | CFDA
Number | Federal Program | 10.553 and 10.555
84.027 | Child Nutrition Cluster
Entitlement IDEA-B | |
| CFDA
Number | Federal Program | | | | | |
| 10.553 and 10.555
84.027 | Child Nutrition Cluster
Entitlement IDEA-B | | | | | |
| 5. Dollar threshold used to distinguish between type A and type B programs: | | \$300,000 | | | | |
| 6. Auditee qualified as low-risk auditee? | | No | | | | |

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

SECTION II – FINANCIAL STATEMENT FINDINGS

FS 2008-005 – Budgetary Controls- (Repeated/Modified) – Finding that do not rise to the level of a significant deficiency

Condition: The District has over expended its budget in the following funds:

Fund and Function	Amount
Fund 24153 – English Language Acquisition	\$ 170

The business manager has started to review budgets regularly and request budget adjustments if necessary.

Criteria: NMAC 6.20.2.10 state that all District funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the State of New Mexico Public Education Department for approval. Once adopted, any claims or warrants in excess of budget are a violation of New Mexico State Statute 6-6-6, 1978 Compilation.

Effect: The internal controls established by adherence to budgets has been compromised, and excess spending could result

Cause: The District did not request the budget adjustments at year end to alleviate these budget overruns.

Auditors’ Recommendations: We recommend that the District monitor its budgets closely and prepare budget adjustments as necessary.

Agency’s Response: The District administers this fund for Truth or Consequences District as well as for itself. As part of this, we are allowed to charge indirect overhead. Insufficient budget was allotted for this, and as a result the final charge caused the over budget amount. The Business Manager will review budgets monthly to check for any over budget functions, BAR’s will be prepared at least quarterly to adjust for changed to budgetary needs. This process is in place as of July 1, 2015.

FS 2015-001 – Internal Controls Over Non-Standard Journal Entries – Material Weakness

Condition: The District’s internal controls require manual journal entries to be reviewed by someone other than the person preparing and entering the manual journal entries. However, during the 2014-2015 fiscal year, multiple manual journal entries were not reviewed by someone other than the preparer.

Criteria: State Board of Education Title 6, section 6.20.2.11 states that Policies and Procedures document administrative and accounting controls. Sound business practice recommends review and approval of all non-standard journal entries.

Effect: The lack of proper review of journal entries may result in errors or irregularities going undetected and cause financial statements to be misstated. The District may be at risk for fraudulent activity without a proper review process over journal entries.

Cause: The District did not follow through with internal controls over the review of manual journal entries.

Auditors’ Recommendations: The District ensure that policies and procedures regarding the review and approval of manual journal entries are being followed for all manual journal entries.

Agency’s Response: In prior years journal entries were posted, printed and reviewed by the superintendent quarterly. This process was not followed in 2015 for various reasons. The Business manager will enter all proposed journal entries into Visions, and they will be electronically routed to the Superintendent for review, approval and posting. This process is in place as of August 1, 2015.

STATE OF NEW MEXICO
Hatch Valley Public Schools
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2015

FS 2015-002 – Lack of Segregation of Duties Over the Receipting Process – Significant Deficiency

Condition: During our process of understanding the District and its environment, we noted an instance where an element of the District's receipting process was deficient. The District lacks segregation of duties over the receipting process, as one employee receipts money, prepares the deposit slips, enters the receipt into the accounting software, and takes the money to the bank.

Criteria: NMAC 6.20.2.11 states, each school district shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

Effect: The District runs the risk of not preventing or detecting material misstatements due to errors or fraud.

Cause: The District did not design internal controls over the receipting process to properly segregate duties.

Auditors' Recommendations: We recommend that the District separate the duties so that the same person is not receipting money, preparing the deposit slips, entering the receipt into the accounting software, and taking the money to the bank.

Agency's Response: This weakness was identified by management and the processes have been changed for the current fiscal year. Accounts Payable clerk opens all the mail, any checks are given to the Payroll Clerk for preparation of deposit slip and electronic deposit. The A/P clerk subsequently receipts the checks into the accounting system. The Business manager prepares all the bank reconciliations and verifies that all receipts are accounted for.

SECTION III – FEDERAL AWARD FINDINGS

NONE NOTED

SECTION IV – PRIOR YEAR AUDIT FINDINGS

Financial Statement Findings

FS 2008-005 – Budgetary Controls – Noncompliance – Repeated and Modified

FS 2012-001 – Internal Control Structure Standards – Significant Deficiency – Resolved

FS 2013-002 – Compliance over Travel and Per Diem – Other Matter – Resolved

FS 2014-001 – Campaign contribution disclosure and prohibition – Other Matter – Resolved

FS 2014-002 – Employee vs. Contractor – Other Matter – Resolved

FS 2014-003 – Cash Appropriations in Excess of Available Cash Balances – Other Matter – Resolved

STATE OF NEW MEXICO
Hatch Valley Public Schools
Other Disclosures
For the Year Ended June 30, 2015

Exit Conference

An exit conference was held on October 5, 2015. The following individuals were in attendance.

Hatch Valley Public Schools

Linda Hale – Superintendent
Julie Crespy – Business Manager
Patrick Garay – Audit Committee
Elva Garay – Board Vice President

Accounting & Consulting Group, LLP

Bobby Cordova, CPA – Partner

Auditor Prepared Financials

Accounting and Consulting, Group, LLP prepared the GAAP-basis financial statements and footnotes of Hatch Valley 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.