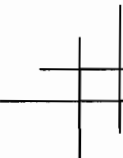




STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**

**ANNUAL FINANCIAL REPORT**  
June 30, 2007

**De'Aun Willoughby CPA, PC**  
Certified Public Accountant  
Melrose, New Mexico



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**LAS VEGAS CITY SCHOOLS**  
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**LAS VEGAS CITY SCHOOLS**  
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**LAS VEGAS CITY SCHOOLS**  
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STATE OF NEW MEXICO  
LAS VEGAS CITY SCHOOLS  
Official Roster  
June 30, 2007

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**BOARD OF EDUCATION**

Ramon Montano	President
Phillip E. Leger	Vice-President
Patrick Romero	Secretary
Elaine Luna	Member
Phillip Vigil	Member

**SCHOOL OFFICIALS**

Dr. Pete Campos	Superintendent
Patricia E. Vigil	Business Manager

De'Aun Willoughby CPA, PC

Certified Public Accountant

P.O. Box 223 Melrose, NM 88124

(505) 253-4313

## Independent Auditor's Report

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Las Vegas City Schools

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Las Vegas City Schools, (District), as of and for the year ended June 30, 2007, 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 presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2007, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2007, and the respective changes in financial position and the respective budgetary comparisons for the major capital projects funds, debt service funds and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.



In accordance with *Government Auditing Standards*, we have also issued a report dated June 30, 2009, 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 *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

The District has not presented the Management's Discussion and Analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the basic financial statements and the combining and individual financial statements and budgetary comparisons presented as supplemental information.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by US Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as "other supplemental information" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

*De'Aun Willoughby, CPA PC*

June 30, 2009

## FINANCIAL SECTION

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Government-Wide-Statement of Net Assets  
 June 30, 2007

	Governmental Activities	Component Unit
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents	\$ 2,423,822	\$ 13,458
Taxes Receivable (net)	0	0
Interest Receivable	0	0
Due from Grantor	1,676,771	19,519
Security Deposit	0	3,300
Inventory	4,276	0
Total Current Assets	<u>4,104,869</u>	<u>36,277</u>
Noncurrent Assets		
Capital Assets	40,782,327	75,658
Less: Accumulated Depreciation	(12,904,089)	(54,965)
Total Noncurrent Assets	<u>27,878,238</u>	<u>20,693</u>
Total Assets	<u>31,983,107</u>	<u>56,970</u>
<b>LIABILITIES</b>		
Current Liabilities		
Accounts Payable	18,645	0
Accrued Interest	136,983	0
Accrued Payroll	0	0
Deferred Revenue	6,496	0
Current Portion of Long-Term Debt	2,855,000	0
Total Current Liabilities	<u>3,017,124</u>	<u>0</u>
Noncurrent Liabilities		
Bonds and Notes, Net	8,141,042	0
Compensated Absences	183,647	0
Total Noncurrent Liabilities	<u>8,324,689</u>	<u>0</u>
Total Liabilities	<u>11,341,813</u>	<u>0</u>
<b>NET ASSETS</b>		
Invested in Capital Assets, Net of Related Debt	16,882,196	20,693
Restricted for:		
Capital Projects	435,144	0
Debt Service	790,714	0
Unrestricted	2,533,240	36,277
Total Net Assets	<u>\$ 20,641,294</u>	<u>\$ 56,970</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Government-Wide-Statement of Activities  
 For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component Unit
<b>Governmental Activities</b>						
Instruction	\$ 11,628,102	\$ 46,935	\$ 1,704,440	\$ 0	\$ (9,876,727)	\$ 0
Support Services-Students	1,515,463	0	241,534	0	(1,273,929)	0
Support Services-Instruction	218,275	0	412	0	(217,863)	0
General Administration	619,627	0	35,543	0	(584,084)	0
School Administration	1,401,334	0	132,724	0	(1,268,610)	0
Central Services	444,801	0	27,097	0	(417,704)	0
Operation of Plant	3,637,557	0	0	0	(3,637,557)	0
Student Transportation	601,489	0	589,696	0	(11,793)	0
Food Services Operations	631,207	48,299	581,974	0	(934)	0
Depreciation	843,452	0	0	0	(843,452)	0
Interest on Long-Term Obligations	441,847	0	0	0	(441,847)	0
Total Governmental Activities	\$ 21,983,154	\$ 95,234	\$ 3,313,420	\$ 0	\$ (18,574,500)	\$ 0
<b>Component Unit</b>						
Bridge Academy Charter	\$ 446,967	\$ 0	\$ 104,134	\$ 0	\$ 0	\$ (342,833)
Total Component Units	\$ 446,967	\$ 0	\$ 104,134	\$ 0	\$ 0	\$ (342,833)
<b>General Revenues</b>						
Taxes						
Property Taxes, Levied for General Purposes				\$ 57,944	\$ 0	0
Property Taxes, Levied for Debt Service				1,779,367	0	0
Property Taxes, Levied for Capital Projects				381,974	0	0
Federal and State aid not restricted to specific purpose						
General				15,212,923	333,007	333,007
Capital				1,255,080	14,000	14,000
Interest and investment earnings				158,589	0	0
Miscellaneous				55,810	7,546	7,546
Subtotal, General Revenues				<u>18,901,687</u>	<u>354,553</u>	<u>354,553</u>
Change in Net Assets				327,187	11,720	11,720
Net Assets - beginning				<u>20,314,107</u>	<u>45,250</u>	<u>45,250</u>
Net Assets - ending				<u>\$ 20,641,294</u>	<u>\$ 56,970</u>	<u>\$ 56,970</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 GOVERNMENTAL FUNDS  
 Balance Sheet  
 June 30, 2007

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	0	43,814	
Interfund Balance	211,585	0	5,536
Inventory	0	0	0
Total Assets	<u>\$ 211,585</u>	<u>\$ 43,814</u>	<u>\$ 5,536</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Interfund Balance	\$ 0	\$ 43,047	\$ 0
Accounts Payable	15,754	767	0
Deferred Revenue	0	0	0
Total Liabilities	<u>15,754</u>	<u>43,814</u>	<u>0</u>
<b>Fund Balances</b>			
Reserved for Inventory	0	0	0
Reserved For Retirement Of Long Term Debt	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated	195,831	0	5,536
Total Fund Balances	<u>195,831</u>	<u>0</u>	<u>5,536</u>
Total Liabilities and Fund Balances	<u>\$ 211,585</u>	<u>\$ 43,814</u>	<u>\$ 5,536</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 GOVERNMENTAL FUNDS  
 Balance Sheet  
 June 30, 2007

	Title I 24101	Bond Building 31100	Special Capital Outlay State 31400
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 159,363	\$ 0
Receivables			
Due From Grantor	408,560	0	694,921
Interfund Balance	0	1,444,667	
Inventory	0	0	0
Total Assets	<u>\$ 408,560</u>	<u>\$ 1,604,030</u>	<u>\$ 694,921</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Interfund Balance	\$ 408,560	\$ 0	\$ 694,921
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>408,560</u>	<u>0</u>	<u>694,921</u>
<b>Fund Balances</b>			
Reserved for Inventory	0	0	0
Reserved For Retirement Of Long Term Debt	0	0	0
Reserved For Capital Improvements	0	0	0
Unreserved, Undesignated	0	1,604,030	0
Total Fund Balances	<u>0</u>	<u>1,604,030</u>	<u>0</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 408,560</u>	<u>\$ 1,604,030</u>	<u>\$ 694,921</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 GOVERNMENTAL FUNDS  
 Balance Sheet  
 June 30, 2007

	Education Technology Act 31900	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 722,427	\$ 1,542,032	\$ 2,423,822
Receivables			
Due From Grantor	0	529,476	1,676,771
Interfund Balance			1,661,788
Inventory	0	4,276	4,276
Total Assets	<u>\$ 722,427</u>	<u>\$ 2,075,784</u>	<u>\$ 5,766,657</u>
<b>LIABILITIES AND FUND BALANCE</b>			
<b>Liabilities</b>			
Interfund Balance	\$ 0	\$ 515,260	\$ 1,661,788
Accounts Payable	0	2,124	18,645
Deferred Revenue	0	6,496	6,496
Total Liabilities	<u>0</u>	<u>523,880</u>	<u>1,686,929</u>
<b>Fund Balances</b>			
Reserved for Inventory	0	4,276	4,276
Reserved For Retirement Of Long Term Debt	0	790,714	790,714
Reserved For Capital Improvements	0	435,144	435,144
Unreserved, Undesignated	722,427	321,770	2,849,594
Total Fund Balances	<u>722,427</u>	<u>1,551,904</u>	<u>4,079,728</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 722,427</u>	<u>\$ 2,075,784</u>	<u>\$ 5,766,657</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Balance Sheet to the Statement of Net Assets  
 June 30, 2007

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Amounts reported for governmental activities in the statement of net assets are different because:

Total Fund Balance - Governmental Funds	\$	4,079,728
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Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

The cost of capital assets	\$	40,782,327	
Accumulated depreciation is		<u>(12,904,089)</u>	27,878,238

Long-term and certain other liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and other liabilities at year end consist of :

Bond payable	(11,135,000)	
Accrued interest on bonds	(136,983)	
Bond Issue Costs	211,890	
Accumulated Amortization	(72,932)	
Compensated Absences	\$ <u>(183,647)</u>	<u>(11,316,672)</u>

Total net assets - governmental activities	\$	<u><u>20,641,294</u></u>
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The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2007

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
<b>Revenues</b>			
Property Taxes	\$ 57,944	\$ 0	\$ 0
Investment Income	112,080	0	0
Fees	10,488	0	0
Federal Grants	22,828	0	0
State Grants	15,219,702	589,696	184,347
Miscellaneous	22,155	0	0
Total Revenues	<u>15,445,197</u>	<u>589,696</u>	<u>184,347</u>
<b>Expenditures</b>			
Current			
Instructional Support	9,283,636	0	188,358
Support Services-Student	1,291,409	0	0
Support Services-Instruction	202,465	0	15,398
Support Services-General Administration	619,084	0	0
Support Services-School Administration	1,262,529	0	0
Central Services	415,434	0	0
Operation & Maintenance	2,725,664	0	0
Student Transportation	7,451	595,097	0
Food Service	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>15,807,672</u>	<u>595,097</u>	<u>203,756</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(362,475)</u>	<u>(5,401)</u>	<u>(19,409)</u>
<b>Other Financing Sources</b>			
Sale of Bonds	0	0	0
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(362,475)	(5,401)	(19,409)
Fund Balances at Beginning of Year	<u>558,306</u>	<u>5,401</u>	<u>24,945</u>
Fund Balance End of Year	<u>\$ 195,831</u>	<u>\$ 0</u>	<u>\$ 5,536</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2007

	Title I 24101	Bond Building 31100	Capital Outlay State 31400
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	18,565	0
Fees	0	0	0
Federal Grants	765,197	0	0
State Grants	0	0	1,052,523
Miscellaneous	0	0	0
Total Revenues	<u>765,197</u>	<u>18,565</u>	<u>1,052,523</u>
<b>Expenditures</b>			
<b>Current</b>			
Instructional Support	636,152	0	40,000
Support Services-Student	5,263	0	0
Support Services-Instruction	412	0	0
Support Services-General Administration	14,865	49,579	0
Support Services-School Administration	108,505	0	0
Central Services	0	0	0
Operation & Maintenance	0	219,493	0
Student Transportation	0	0	0
Food Service	0	0	0
Capital Outlay	0	1,852,435	1,012,523
<b>Debt Service</b>			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>765,197</u>	<u>2,121,507</u>	<u>1,052,523</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(2,102,942)</u>	<u>0</u>
<b>Other Financing Sources</b>			
Sale of Bonds	0	1,400,000	0
Total Other Financing Sources	<u>0</u>	<u>1,400,000</u>	<u>0</u>
Net Change in Fund Balance	0	(702,942)	0
Fund Balances at Beginning of Year	<u>0</u>	<u>2,306,972</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 1,604,030</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended June 30, 2007

	Ed Tech Ect 31900	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Property Taxes	\$ 0	\$ 2,161,341	\$ 2,219,285
Investment Income	0	27,944	158,589
Fees	0	84,746	95,234
Federal Grants	0	1,646,315	2,434,340
State Grants	0	330,422	17,376,690
Miscellaneous	2,772	1,276	26,203
Total Revenues	<u>2,772</u>	<u>4,252,044</u>	<u>22,310,341</u>
<b>Expenditures</b>			
Current			
Instructional Support	555,092	922,118	11,625,356
Support Services-Student	0	227,559	1,524,231
Support Services-Instruction	0	0	218,275
Support Services-General Administration	0	40,428	723,956
Support Services-School Administration	0	22,643	1,393,677
Central Services	0	27,097	442,531
Operation & Maintenance	395,227	312,673	3,653,057
Student Transportation	0	0	602,548
Food Service	0	623,158	623,158
Capital Outlay	112,325	50,625	3,027,908
Debt Service			
Principal	0	940,000	940,000
Interest	0	329,866	329,866
Total Expenditures	<u>1,062,644</u>	<u>3,496,167</u>	<u>25,104,563</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,059,872)</u>	<u>755,877</u>	<u>(2,794,222)</u>
<b>Other Financing Sources</b>			
Sale of Bonds	1,000,000	0	2,400,000
Total Other Financing Sources	<u>1,000,000</u>	<u>0</u>	<u>2,400,000</u>
Net Change in Fund Balance	(59,872)	755,877	(394,222)
Fund Balances at Beginning of Year	<u>782,299</u>	<u>796,027</u>	<u>4,473,950</u>
Fund Balance End of Year	<u>\$ 722,427</u>	<u>\$ 1,551,904</u>	<u>\$ 4,079,728</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Reconciliation of the Governmental Funds  
 Statement of Revenues, Expenditures and Changes in Fund Balance  
 To the Statement of Activities  
 June 30, 2007

Net Change in Fund Balance-Governmental Funds \$ (394,222)

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays in the period.

Depreciation expense	\$ (843,452)	
Capital Outlays	<u>3,027,908</u>	2,184,456

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Bond proceeds for the year totaled: (2,400,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 940,000

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds.

Current Issue Costs	109,875	
Amortized Bond Issue Costs	\$ <u>(57,573)</u>	52,302

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (54,408)

Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (941)

Changes in Net Assets of Governmental Activities \$ 327,187

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 OPERATIONAL-GENERAL FUND-11000  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
District Tax Levy	\$ 56,524	\$ 56,524	\$ 58,377	\$ 1,853
Investment Income	12,000	12,000	10,488	(1,512)
Fees	0	0	22,155	22,155
Unrestricted SEG	15,227,113	15,227,113	15,212,923	(14,190)
Restricted SEG-Charter	6,775	6,775	6,779	4
Forest Reserve	21,778	21,778	22,521	743
Indirect Cost	16,000	16,000	0	(16,000)
Department of Interior	0	0	307	307
Access Board (e-rate)	0	0	68,326	68,326
Miscellaneous	0	0	43,754	43,754
<b>Total Revenues</b>	<b>15,340,190</b>	<b>15,340,190</b>	<b>15,445,630</b>	<b>105,440</b>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	6,630,484	6,636,798	6,905,008	(268,210)
Employee Benefits	2,119,677	2,119,677	2,095,173	24,504
Professional & Tech Services	133,300	139,167	2,375	136,792
Purchased Services	0	0	135,933	(135,933)
Supplies	82,780	82,780	145,924	(63,144)
<b>Total Instruction</b>	<b>8,966,241</b>	<b>8,978,422</b>	<b>9,284,413</b>	<b>(305,991)</b>
<b>Support Services-Students</b>				
Personnel Services	3,400,530	3,436,035	899,806	2,536,229
Employee Benefits	1,104,498	1,111,853	279,946	831,907
Professional & Tech Services	244,300	244,300	96,333	147,967
Purchased Property Services	935,500	1,008,148	0	1,008,148
Purchased Services	592,490	592,490	7,628	584,862
Supplies	209,906	209,906	7,696	202,210
<b>Total Support Services-Students</b>	<b>6,487,224</b>	<b>6,602,732</b>	<b>1,291,409</b>	<b>5,311,323</b>
<b>Support Services-Instruction</b>				
Personnel Services	0	0	151,325	(151,325)
Employee Benefits	0	0	48,209	(48,209)
Purchased Services	0	0	300	(300)
Supplies	0	0	2,631	(2,631)
<b>Total Support Services-Instruction</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 202,465</b>	<b>\$ (202,465)</b>

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 OPERATIONAL-GENERAL FUND-11000  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
Support Services-General Administration				
Personnel Services	\$ 0	\$ 0	\$ 329,807	\$ (329,807)
Employee Benefits	0	0	99,855	(99,855)
Professional & Tech Services	0	0	104,035	(104,035)
Purchased Services	0	0	62,330	(62,330)
Supplies	0	0	19,613	(19,613)
Total Support Services-General Administration	0	0	615,640	(615,640)
Support Services-School Administration				
Personnel Services	0	0	952,972	(952,972)
Employee Benefits	0	0	306,085	(306,085)
Purchased Services	0	0	1,599	(1,599)
Supplies	0	0	1,873	(1,873)
Total Support Services-School Administration	0	0	1,262,529	(1,262,529)
Central Services				
Personnel Services	0	0	251,132	(251,132)
Employee Benefits	0	0	74,757	(74,757)
Professional & Tech Services	0	0	12,574	(12,574)
Purchased Property Services	0	0	16,541	(16,541)
Purchased Services	0	0	5,467	(5,467)
Supplies	0	0	52,427	(52,427)
Property	0	0	1,836	(1,836)
Total Central Services	0	0	414,734	(414,734)
Operation & Maintenance of Plant				
Personnel Services	0	0	808,784	(808,784)
Employee Benefits	0	0	289,105	(289,105)
Professional & Tech Services	0	0	290	(290)
Purchased Property Services	0	0	985,821	(985,821)
Purchased Services	0	0	504,242	(504,242)
Supplies	0	0	143,040	(143,040)
Total Operation & Maintenance of Plant	\$ 0	\$ 0	\$ 2,731,282	\$ (2,731,282)

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 OPERATIONAL-GENERAL FUND-11000  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
Transportation				
Purchased Property Services	\$ 0	\$ 0	\$ 7,451	\$ (7,451)
Total Transportation	0	0	7,451	(7,451)
Total Expenditures	15,453,465	15,581,154	15,809,923	(228,769)
Excess (Deficiency) of Revenues Over Expenditures	(113,275)	(240,964)	(364,293)	(123,329)
Cash Balance Beginning of Year	575,878	575,878	575,878	0
Cash Balance End of Year	\$ 462,603	\$ 334,914	\$ 211,585	\$ (123,329)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (364,293)	
Net Change in Taxes Receivable			(433)	
Net Change in Deferred Revenue			1,023	
Net Change in Accounts Payable			1,227	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ (362,476)	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
TRANSPORTATION-GENERAL FUND-13000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
Transportation	\$ 583,417	\$ 583,417	\$ 545,882	\$ (37,535)
Total Revenues	<u>583,417</u>	<u>583,417</u>	<u>545,882</u>	<u>(37,535)</u>
<b>Expenditures</b>				
<b>Transportation</b>				
Personnel Services	124,304	124,304	133,245	(8,941)
Employee Benefits	106,036	106,036	88,747	17,289
Purchased Property Services	22,935	54,921	32,416	22,505
Other Purchased Services	286,470	286,470	285,970	500
Supplies	43,672	43,672	53,952	(10,280)
Total Transportation	<u>583,417</u>	<u>615,403</u>	<u>594,330</u>	<u>21,073</u>
Total Expenditures	<u>583,417</u>	<u>615,403</u>	<u>594,330</u>	<u>21,073</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(31,986)	(48,448)	(16,462)
Cash Balance Beginning of Year	<u>5,401</u>	<u>5,401</u>	<u>5,401</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 5,401</u>	<u>\$ (26,585)</u>	<u>\$ (43,047)</u>	<u>\$ (16,462)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (48,448)	
Net Change in Due From Grantor			43,814	
Net Change in Accrued Expenses			(767)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (5,401)</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 INSTRUCTIONAL MATERIALS-GENERAL FUND-14000  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
<b>Revenues</b>				
<b>State Sources</b>				
Investment Income	\$ 0	\$ 0	\$ 815	\$ 815
Grants	17,106	17,106	17,106	0
Instructional Materials-Adopted	83,213	83,213	83,213	0
Instructional Materials-Non-Adopted	82,213	82,213	83,213	1,000
Total State Sources	<u>182,532</u>	<u>182,532</u>	<u>184,347</u>	<u>1,815</u>
Total Revenues	<u>182,532</u>	<u>182,532</u>	<u>184,347</u>	<u>1,815</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	<u>166,427</u>	<u>194,644</u>	<u>188,358</u>	<u>6,286</u>
Total Instruction	<u>166,427</u>	<u>194,644</u>	<u>188,358</u>	<u>6,286</u>
<b>Support Services-Instruction</b>				
Supplies	<u>17,106</u>	<u>18,768</u>	<u>15,398</u>	<u>3,370</u>
Total Support-Services Instruction	<u>17,106</u>	<u>18,768</u>	<u>15,398</u>	<u>3,370</u>
Total Expenditures	<u>183,533</u>	<u>213,412</u>	<u>203,756</u>	<u>9,656</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,001)	(30,880)	(19,409)	11,471
Cash Balance Beginning of Year	<u>24,945</u>	<u>24,945</u>	<u>24,945</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 23,944</u>	<u>\$ (5,935)</u>	<u>\$ 5,536</u>	<u>\$ 11,471</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ (19,409)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (19,409)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I-24101  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Federal Grants	\$ 1,050,630	\$ 1,135,444	\$ 626,014	\$ (509,430)
Total Revenues	<u>1,050,630</u>	<u>1,135,444</u>	<u>626,014</u>	<u>(509,430)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	350,000	375,000	321,783	53,217
Employee Benefits	115,500	123,750	105,595	18,155
Other Charges	5,000	11,300	11,278	22
Purchased Services	50,000	62,600	62,525	75
Supplies	130,541	108,055	83,216	24,839
Property	15,000	51,800	51,755	45
Total Instruction	<u>666,041</u>	<u>732,505</u>	<u>636,152</u>	<u>96,353</u>
<b>Support Services-Students</b>				
Purchased Services	5,300	5,300	5,262	38
Supplies	3,412	3,412	0	3,412
Total Support Services-Students	<u>8,712</u>	<u>8,712</u>	<u>5,262</u>	<u>3,450</u>
<b>Support Services-Instruction</b>				
Supplies	500	500	412	88
Total Support Services-Instruction	<u>500</u>	<u>500</u>	<u>412</u>	<u>88</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	15,000	15,000	14,866	134
Total Support Services-General Administration	<u>15,000</u>	<u>15,000</u>	<u>14,866</u>	<u>134</u>
<b>Support Services-School Administration</b>				
Personnel Services	69,500	69,500	69,160	340
Employee Benefits	21,500	21,500	21,025	475
Other Contract Services	4,500	4,500	4,500	0
General/Software Supplies	9,000	9,000	8,993	7
Supply Assets	4,850	4,850	4,827	23
Total Support Services-School Administration	<u>\$ 109,350</u>	<u>\$ 109,350</u>	<u>\$ 108,505</u>	<u>\$ 845</u>

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-TITLE I-24101  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
Total Expenditures	\$ 799,603	\$ 866,067	\$ 765,197	\$ 100,870
Excess (Deficiency) of Revenues Over Expenditures	251,027	269,377	(139,183)	(408,560)
Cash Balance Beginning of Year	(269,377)	(269,377)	(269,377)	0
Cash Balance End of Year	\$ (18,350)	\$ 0	\$ (408,560)	\$ (408,560)
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (139,183)	
Net Change in Due From Grantor			139,183	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 0	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
Schedule of Fiduciary Net Assets and Liabilities - Agency Funds  
For the Year Ended June 30, 2007

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	<u>Agency Funds</u>
<b>Assets</b>	
Cash and Cash Equivalents	\$ 287,356
<b>Total Assets</b>	<u>\$ 287,356</u>
<b>Liabilities</b>	
Deposits Held for Others	\$ 287,356
<b>Total Liabilities</b>	<u>\$ 287,356</u>

The notes to the financial statements are an integral part of this statement.

**NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the LAS VEGAS CITY SCHOOLS (District) , a component unit of Las Vegas City Schools have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the School's accounting policies are described below.

**Financial Reporting Entity**

The District has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

GASB Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges and issue bonded debt.

The District has one discretely presented component unit, Bridge Academy Charter High School as defined by GASB Statement No. 14. The Charter School was created under the provisions of Chapter 281 of Laws of 1999 (1999 Charter Schools Act). The School operates under a Board of Education - director form of operations and provides free education to any person who is a resident of this state and has not received a high school diploma or its equivalent. The Bridge Academy Charter School is a charter school that operates within Las Vegas City School District No. 69.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

**Governmental Funds**

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

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund - The Debt Service Fund is used to account for the resources for, and the payment of, principal, interest and related costs.

Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the District.

**Fiduciary Fund Type**

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the District.

The Student Activity Fund, an agency fund, accounts for assets held by the District as an agent for the District organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

**Major Funds**

The District reports the following major governmental funds:

**GENERAL FUND (11000)(13000)(14000)**

The General Fund consist of three sub funds. The first is the Operational Fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

**SPECIAL REVENUE FUND**

**Title I (24101).** To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the Elementary and Secondary Act of 1965, Chapter I of Title I, as amended, Public Laws 100-297, 20 U.S.C. 2701. The fund was created by the authority of federal grant provisions.

**CAPITAL PROJECTS FUNDS**

**Bond Building (31100)**

The revenues are derived from a School Building Bond Issue. The expenditures are restricted to major capital improvements.

**Special Capital Outlay-State (31400)**

To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading buildings.

**Educational Technology (31900)**

To account for proceeds received from the issuance of Educational Technology Notes to be used for the acquisition of education technology equipment for use in classrooms and library and media centers. Authority for the creation of this fund is NMSA 1978, 6-15A-1 through 6-15A-16.

**Measurement Focus and Basis of Accounting**

***Government-Wide Financial Statements (GWFS)***

The Statement of Net Assets and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Net Assets at the fund financial statement level.

The Statement of Net Assets and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirement of GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions."

**Program Revenues**

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants and contributions, and 3) program specific capital grants and contributions.

**Expenses**

Some functions, such as general government, support services, or administration, include expenses that are, in essence, indirect expenses of other functions. Governments are not required to allocate those indirect expenses among functions. It is the policy of this District not to allocate indirect expenses to functions.

***Fund Financial Statements (FFS)***

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 30 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

Revenues

Ad valorem taxes are susceptible to full accrual on the government wide financial statements. Property Tax revenues recognize revenues net of estimated refunds and uncollectible accounts in the period for which the taxes are levied.

*Entitlement and shared revenues* (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred, the susceptible to accrual criteria have been met and all of the eligibility requirements have been met.

*Other receipts* become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

*Salaries* are recorded as paid. Salaries for nine-month employees are paid prior to the end of the fiscal year and therefore are not accrued. Salaries for the twelve month employees payroll are accrued.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, etc.) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Basis of Budgeting

Formal budgetary integration is employed as a management control device during the year.

Budgets for the General, Special Revenue, Debt Service and Capital Projects Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on the non-GAAP budgetary basis.



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

1. Prior to April 15, (unless a later date is fixed by the Secretary of Education) the local school board submits to the School Budget and Finance Analysis Unit (SBFAU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.
2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBFAU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.
3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBFAU and the local school board. The budget shall be integrated formally in to the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.
4. 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 SBFAU.
5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.
6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the *Manual of Procedures Public School Accounting and Budgeting*. Such changes are initiated by the District and approved by the SBFAU.
7. Legal budget control for expenditures is by function.
8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

#### Cash and Cash Equivalents

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.

The District is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

Investments

All money not immediately necessary for the public uses of the District may be invested in :

(a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or

(b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

(c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

Property Taxes

The County collects the District's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the District on a monthly basis. The District accounts for its share of property taxes in the General, Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

Elimination and Reclassifications of Certain Receivables and Payables

In the process of aggregating data for the Statement of Net Assets and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Cafeteria Fund consists of purchased food and non-food items and United States Department of Agriculture (USDA) commodities. Commodities are shown at the USDA procurement cost. Costs are recorded as expenditures at the time individual inventory items are used (consumption method). Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both District-wide and fund financial statements.

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. Straight line depreciation is used based on the following estimated useful lives:

Buildings & Improvements	20-50 Years
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3-15 Years

Capital Leases

Capital leases are recorded at the inception of the leases as expenditures and other financing sources in governmental fund financial statement at the present value of the future minimum lease payments, using the stated or implicit interest rate in the leases. Lease payments are recorded as expenditures on the due date. Capital leases are recorded as a liability in the government-wide financial statement at the time of inception and the corresponding asset is recorded in the capital asset section on the balance sheet.

Short -Term Debt

Short-term debt results from borrowings characterized by anticipation notes, use of lines of credit, and similar loans. The District does not have any activity in short-term debt.

Long-Term Liabilities

For district-wide reporting, the costs associated with the bonds are recognized over the life of the bond. As permitted by GASB Statement No. 34 the amortization of the costs of bonds will be amortized prospectively from the date of adoption of GASB Statement No. 34.

Restricted Net Assets

For the government-wide statement of net assets, net assets are reported as restricted when constraints placed on net assets use are either:

Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments;

Imposed by law through constitutional provisions or enabling legislation.

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.

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available it will first be applied to restricted resources.

#### Fund Balances of Fund Financial Statements

Reserved fund balance indicates that portion of fund equity which has been segregated for specific purposes.

Unreserved fund balance indicates that portion of fund equity which is available for budgeting in future periods.

#### Interfund Transfers

In governmental funds, transfers should be reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

#### Deferred Revenue

The District reports deferred revenues on its Statement of Net Assets and Fund Balance Sheet. Deferred revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized. Deferred revenues also occur in the fund financial statements when revenue is earned but is not available. The revenue becomes available if received within 30 days of the fiscal year end.

#### Compensated Absences

Qualified employees are entitled to accumulate annual leave up to 40 days per fiscal year. All earned vacation must be taken within one year after it is earned. Upon termination, employees will be paid for up to 40 days of accrued annual leave.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that not expected to be liquidated with expendable available financial resources are reported in the district-wide statement of net assets.

The District's recognition and measurement criteria for compensated absences follow:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both the following conditions are met:

- (a) The employees' right to receive compensation is attributable to services already rendered.

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(b) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE B: CASH AND INVESTMENTS**

The District is required by New Mexico State Statute (Section 6-10-17) to be 50% collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

<u>Name of Account</u>	Balance Per Bank 06-30-07	Reconciled Balance	<u>Type</u>
Payroll Clearing	\$ 590,767	\$ 0	Checking
Accounts Payable Clearing	679,171	0	Checking
Las Vegas City School	2,373,173	2,347,510	Checking
Student Activities	228,438	213,395	Checking
TOTAL Deposited	<u>3,871,549</u>	<u>\$ 2,560,905</u>	
Less: FDIC Coverage	<u>(100,000)</u>		
Uninsured Amount	3,771,549		
50% collateral requirement	1,885,775		
Pledged securities	4,758,678		
Over (Under) requirement	<u>\$ 2,872,904</u>		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.

The following securities are pledged at **Bank of Las Vegas**:

<u>Description</u>	<u>CUSIP #</u>	<u>Market/ Par Value</u>	<u>Maturity Date</u>	<u>Location</u>
US Treasury Notes	912828EZ9	\$ 1,495,425	3/31/2008	* FHLB
US Treasury Notes	912828FGO	1,498,005	05/31/2008	* FHLB
FFCB	31331XJR4	984,380	10/26/2010	* FHLB
FNMA	31359MQM8	780,868	01-15-08	FHLB
		<u>\$ 4,758,678</u>	* Federal Home Loan Bank, Dallas, Texas	

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**First National Bank**

<u>Name of Account</u>	Balance Per Bank 06-30-07	Reconciled Balance	Type
Food Fund	\$ 61,003	51,018	Checking
TOTAL Deposited	61,003	\$ 51,018	
Less: FDIC Coverage	(61,003)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	\$ 0		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.

**Wells Fargo Bank**

<u>Name of Account</u>	Balance Per Bank 06-30-07	Reconciled Balance	Type
Las Vegas City School	\$ 9,686	\$ 9,686	Savings
Activity Fund	89,569	89,569	Savings
TOTAL Deposited	99,255	\$ 99,255	
Less: FDIC Coverage	(99,255)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	\$ 0		

**Custodial Credit Risk-Deposits**

<u>Depository Account</u>	Bank Balance
Insured	\$ 260,258
Collateralized:	
Collateral held by the pledging bank in District's name	3,771,549
Uninsured and uncollateralized	0
Total Deposits	\$ 4,031,807

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2007 none of the District's bank balance of \$4,031,807 was exposed to custodial credit risk.

**NOTE C: TRANSFERS**

There were no Transfers made for the year ended June 30, 2007.

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**NOTE E: DUE FROM OTHER GOVERNMENT UNITS**

Amounts due from other agencies and units of government were as follows as of June 30, 2007:

Federal Agencies	\$ 418,411
State Agencies	1,258,360
Total	<u>\$ 1,676,771</u>

**NOTE F: DEFERRED REVENUES**

Revenues are deferred in accordance with the modified accrual basis of accounting for the fund financial statements. The following deferred revenues are measurable but do not represent available expendable resources for the Fund Financial Statements for the fiscal year ended June 30, 2007:

	Other Governmental	Total
Federal	\$ 6,496	\$ 6,496
TOTAL Deferred Revenues	<u>\$ 6,496</u>	<u>\$ 6,496</u>

**NOTE G: CAPITAL ASSETS**

Capital Assets Balances and Activity for the Year Ended June 30, 2007, is as follows:

	Balance 6/30/06	Additions	Deletions	Balance 6/30/07
<b>Governmental Activities</b>				
Capital Assets, not being Depreciated				
Land	\$ 137,478	\$ 0	\$ 0	\$ 137,478
Total Capital Assets, not being Depreciated	<u>137,478</u>	<u>0</u>	<u>0</u>	<u>137,478</u>
Capital Assets, being Depreciated				
Buildings & Improvements	30,035,063	2,876,487	0	32,911,550
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	7,581,878	151,421	0	7,733,299
Total Capital Assets, being Depreciated	<u>37,616,941</u>	<u>3,027,908</u>	<u>0</u>	<u>40,644,849</u>
Total Capital Assets	<u>\$ 37,754,419</u>	<u>\$ 3,027,908</u>	<u>\$ 0</u>	<u>\$ 40,782,327</u>
<b>Less Accumulated Depreciation</b>				
Buildings & Improvements	\$ 8,825,420	\$ 438,820	\$ 0	\$ 9,264,240
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3,235,217	404,632	0	3,639,849
Total Accumulated Depreciation	<u>12,060,637</u>	<u>843,452</u>	<u>0</u>	<u>12,904,089</u>
Capital Assets, net	<u>\$ 25,693,782</u>	<u>\$ 2,184,456</u>	<u>\$ 0</u>	<u>\$ 27,878,238</u>

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**NOTE H: LONG TERM DEBT**

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/06	Additions	Reductions	Balance 6/30/07	Amounts Due Within One Year
<b>Governmental Activities</b>					
Education					
Technology Note	\$ 3,450,000	\$ 1,000,000	\$ 715,000	\$ 3,735,000	\$ 1,260,000
General					
Obligation Bonds	6,225,000	1,400,000	225,000	7,400,000	1,595,000
Total Notes	<u>9,675,000</u>	<u>2,400,000</u>	<u>940,000</u>	<u>11,135,000</u>	<u>2,855,000</u>
Other Liabilities					
Compensated					
Absences	185,854	94,373	96,580	183,647	0
Total Other Liabilities	<u>185,854</u>	<u>94,373</u>	<u>96,580</u>	<u>183,647</u>	<u>0</u>
Long-Term Liabilities	<u>\$ 9,860,854</u>	<u>\$ 2,494,373</u>	<u>\$ 1,036,580</u>	<u>\$ 11,318,647</u>	<u>\$ 2,855,000</u>

Payments on the general obligation bonds are made by the Debt Service Funds. The compensated absences liability will ultimately be liquidated by several of the District's governmental funds, with most being paid by the General Fund, Transportation Fund, Cafeteria Fund and Title I Fund.

**General Obligation Bonds**

Series	Date of Issue	Original Amount	Interest Rate	Balance
1997	12-15-97	1,800,000	4.4-6.4%	\$ 0
2005	06-15-05	2,500,000	2.9-4.5%	2,500,000
2006	05-01-06	3,500,000	3.4-4.0%	3,500,000
2006	09-20-2006	1,400,000		1,400,000
				<u>\$ 7,400,000</u>

**Education Technology Notes**

Series	Date of Issue	Original Amount	Interest Rate	Balance
2003	07-15-03	1,500,000	1.75-2.45%	\$ 735,000
2005	06-15-05	1,000,000	3.125-3.25%	1,000,000
2006	05-01-06	1,000,000	3.750%	1,000,000
2007	01-01-2007	1,000,000		1,000,000
				<u>\$ 3,735,000</u>

Balances shown for bonds and notes do not include unamortized premiums or deferred amounts on refinancing.



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The annual requirements to amortize principal and interest payments are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	2,855,000	393,467	3,248,467
2009	1,235,000	287,299	1,522,299
2010	1,595,000	239,920	1,834,920
2011	1,260,000	190,335	1,450,335
2012	965,000	145,049	1,110,049
2013-2017	2,955,000	282,476	3,237,476
2018	270,000	5,130	275,130
	<u>\$ 11,135,000</u>	<u>\$ 1,543,676</u>	<u>\$ 12,678,676</u>

Reconciliation of Long-Term Debt to the Government Wide Financial Statements.

Note H	\$ 11,135,000
Net Issue Costs/Premium/Discounts on Bond Issues	(211,890)
Accumulated Amortization	72,932
	<u>\$ 10,996,042</u>
Long-Term Per Government Wide Financial Statements	\$ 8,141,042
Current Portion	2,855,000
Statement of Net Assets	<u>\$ 10,996,042</u>

**NOTE I: COMMITMENTS**

The District has various construction commitments at June 30, 2007.

**NOTE J: PENSION PLAN**

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

Plan members are required to contribute 7.42% of their gross salary. The District is required to contribute 10.9% of the gross covered salary. Effective July 1, 2008, plan members are required to contribute 7.9% of their gross salary. The employer contribution will increase .75% each year until July 1, 2011 when the employer contribution will be 13.9%. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2007, 2006, and 2005, were \$1,132,468, \$993,853, and \$907,535, respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE K: RETIREE HEALTH CARE ACT CONTRIBUTIONS**

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 the event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

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

The 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. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary.

Employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The District's contributions to the RHCA for the years ended June 30, 2007 and 2006 were \$224,625 and \$212,129, respectively, which equal the required contributions for each year.

**NOTE L: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS**

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - all Governmental Fund Types is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the budget basis and GAAP (Generally Accepted Accounting Principles) basis are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from GAAP basis to the budget basis for the governmental funds are presented on each individual Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).

Reconciliations are located at the bottom of each budget actual.

**NOTE M: INSURANCE COVERAGE**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error and omissions; and injuries to employees; and natural disasters. The District, as a New Mexico Public School, is insured through the New Mexico Public Schools Insurance Authority (NMPSIA). Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

- Workers Compensation
- Property and Automobile Liability and Physical Damage
- Liability and Civil Rights and Personal Injury
- Contract School Bus Coverage; and
- Crime

**NOTE N: SURETY BOND**

The officials and certain employees of the District are covered by a surety bond as required by Section 12-6-7, NMSA, 1978 Compilation.

**NOTE O: JOINT POWERS AGREEMENT**

The Las Vegas City Schools is part of a joint powers agreement with the Northeast Regional Education Cooperative (NEREC). The NEREC operates as an agency for school districts including Las Vegas City Schools, West Las Vegas Schools, Mora Schools, Pecos Schools, Santa Rosa Schools, Wagon Mound Schools, Jemez Valley School, Riverside Charter Schools and provides cooperative services as its primary service. The term of the agreement began on July 1, 1996 through June 30, 2007.

The REC passed-through \$279,826, to the District for salaries and fringe benefits. As required by SAO 2.2.2.12 C (3) (d), the REC revenues and expenditures were reported on the following Special Revenue Funds:

24106	IDEA, Part B Entitlement
24109	IDEA Preschool

The audit report is available at the NEREC located in Las Vegas, New Mexico

**NOTE P: COMPONENT UNIT**

Las Vegas City Schools has one Component Unit, Bridge Charter High School. There was a separate audit issued for the Charter School. The audit can be obtained at the Las Vegas City Schools located at 901 Douglas Avenue Las Vegas, NM 87701,

**NOTE Q: BUDGETARY AUTHORITY**

The District exceeded budgetary authority in the following functional categories:

OPERATIONAL-GENERAL FUND-11000

Instruction	
Personnel Services	\$ (268,210)
Purchased Services	(135,933)
Supplies	(63,144)
Support Services-Instruction	
Personnel Services	(151,325)
Employee Benefits	(48,209)
Purchased Services	(300)
Supplies	(2,631)
Support Services-General Administration	
Personnel Services	(329,807)
Employee Benefits	(99,855)
Professional & Tech Services	(104,035)
Purchased Services	(62,330)
Supplies	(19,613)
Support Services-School Administration	
Personnel Services	(952,972)
Employee Benefits	(306,085)
Purchased Services	(1,599)
Supplies	\$ (1,873)

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
Notes to the Financial Statements  
June 30, 2007

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Central Services		
Personnel Services	\$	(251,132)
Employee Benefits		(74,757)
Professional & Tech Services		(12,574)
Purchased Property Services		(16,541)
Purchased Services		(5,467)
Supplies		(52,427)
Property		(1,836)
Operation & Maintenance of Plant		
Personnel Services		(808,784)
Employee Benefits		(289,105)
Professional & Tech Services		(290)
Purchased Property Services		(985,821)
Purchased Services		(504,242)
Supplies		(143,040)
Transportation		
Purchased Property Services		(7,451)
<b>TRANSPORTATION-GENERAL FUND-13000</b>		
Personnel Services		(8,941)
Supplies		(10,280)
<b>CAPITAL PROJECTS FUND-BOND BUILDING-31100</b>		
Capital Outlay		
Other Services		(29,773)
Land Improvements		(503,150)
<b>CAPITAL PROJECTS FUND-SPECIAL CAPITAL OUTLAY-STATE-31400</b>		
Capital Outlay		
Supply Assets		(20,000)
<b>CAPITAL PROJECT FUND-EDUCATION TECHNOLOGY ACT-31900</b>		
Instruction		
Supplies		(113,480)
Operation & Maintenance of Plant		
Purchased Property Services		(395,227)
Capital Outlay		
Supply Assets		(105,507)
<b>SPECIAL REVENUE FUND-FOOD SERVICE-21000</b>		
Professional & Tech Services		(91)
<b>SPECIAL REVENUE FUND-ATHLETICS-22000</b>		
Instruction		
Purchased Services	\$	(11,789)

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
Notes to the Financial Statements  
June 30, 2007

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SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-24106	
Support Services-Students	
Other Purchased Services	\$ (16,810)
SPECIAL REVENUE FUND-PARTNERSHIP IN CHARACTER-24129	
Instruction	
Supplies	(4,780)
CAPITAL PROJECT FUND-SENATE BILL NINE-31700	
Support Services-General Administration	
Professional & Tech Services	(3,820)
Operation & Maintenance of Plant	
Supplies	(44,894)
Capital Outlay	
Fixed Assets	(72,819)
Supply Assets	(30,205)
DEBT SERVICE-41000	
Support Services-General Administration	
Professional & Tech Services	(2,894)
Debt Service	
Interest	(130,950)
EDUCATION TECHNOLOGY DEBT SERVICE-43000	
Debt Service	
Interest	\$ (37,499)

**SUPPLEMENTAL INFORMATION RELATED TO  
MAJOR FUNDS**

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 CAPITAL PROJECTS FUND-BOND BUILDING-31100  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Investment Income	\$ 31,353	\$ 31,353	\$ 25,565	\$ (5,788)
Total Revenues	<u>31,353</u>	<u>31,353</u>	<u>25,565</u>	<u>(5,788)</u>
<b>Expenditures</b>				
<b>Capital Outlay</b>				
Other Services	200,000	243,677	273,450	(29,773)
Construction Services	1,000,000	3,371,796	1,257,254	2,114,542
Land Improvements	87,653	87,653	590,803	(503,150)
Total Capital Outlay	<u>1,287,653</u>	<u>3,703,126</u>	<u>2,121,507</u>	<u>1,581,619</u>
Total Expenditures	<u>1,287,653</u>	<u>3,703,126</u>	<u>2,121,507</u>	<u>1,581,619</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,256,300)</u>	<u>(3,671,773)</u>	<u>(2,095,942)</u>	<u>1,575,831</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Bonds	<u>0</u>	<u>1,400,000</u>	<u>1,400,000</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>1,400,000</u>	<u>1,400,000</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(1,256,300)</u>	<u>(2,271,773)</u>	<u>(695,942)</u>	<u>1,575,831</u>
Cash Balance Beginning of Year	<u>2,299,972</u>	<u>2,299,972</u>	<u>2,299,972</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,043,672</u>	<u>\$ 28,199</u>	<u>\$ 1,604,030</u>	<u>\$ 1,575,831</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (695,942)	
Interest Receivable			(7,000)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (702,942)</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 CAPITAL PROJECTS FUND-SPECIAL CAPITAL OUTLAY-STATE-31400  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 1,557,741	\$ 1,557,741	\$ 487,662	\$ (1,070,079)
Total Revenues	<u>1,557,741</u>	<u>1,557,741</u>	<u>487,662</u>	<u>(1,070,079)</u>
<b>Expenditures</b>				
<b>Capital Outlay</b>				
Construction Services	1,327,681	1,327,681	973,427	354,254
Vehicles General	80,000	80,000	39,096	40,904
Supply Assets	20,000	20,000	40,000	(20,000)
Total Expenditures	<u>1,427,681</u>	<u>1,427,681</u>	<u>1,052,523</u>	<u>375,158</u>
Excess (Deficiency) of Revenues Over Expenditures	130,060	130,060	(564,861)	(694,921)
Cash Balance Beginning of Year	<u>(130,060)</u>	<u>(130,060)</u>	<u>(130,060)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(694,921)</u>	\$ <u>(694,921)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (564,861)	
Net Change in Due From Grantor			<u>564,861</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 CAPITAL PROJECT FUND-EDUCATION TECHNOLOGY ACT-31900  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Refund of Prior Yr's Ex	\$ 0	\$ 0	\$ 2,772	\$ 2,772
Total Revenues	<u>0</u>	<u>0</u>	<u>2,772</u>	<u>2,772</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	0		113,480	(113,480)
Total Instruction	<u>0</u>	<u>0</u>	<u>113,480</u>	<u>(113,480)</u>
<b>Operation &amp; Maintenance of Plant</b>				
Purchased Property Services	0	0	395,227	(395,227)
Total Operation & Maintenance of Plant	<u>0</u>	<u>0</u>	<u>395,227</u>	<u>(395,227)</u>
<b>Capital Outlay</b>				
Professional & Tech Services	0	672,298	0	672,298
Fixed Assets	0	550,000	148,430	401,570
Supply Assets	0	300,000	405,507	(105,507)
Total Capital Outlay	<u>0</u>	<u>1,522,298</u>	<u>553,937</u>	<u>968,361</u>
Total Expenditures	<u>0</u>	<u>1,522,298</u>	<u>1,062,644</u>	<u>459,654</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(1,522,298)	(1,059,872)	462,426
<b>Other Financing Sources (Uses)</b>				
Sale of Bonds	0	1,000,000	1,000,000	0
Total Other Sources (Uses)	<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	0	(522,298)	(59,872)	462,426
Cash Balance Beginning of Year	<u>782,299</u>	<u>782,299</u>	<u>782,299</u>	<u>0</u>
Cash Balance End of Year	\$ <u>782,299</u>	\$ <u>260,001</u>	\$ <u>722,427</u>	\$ <u>462,426</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(59,872)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(59,872)</u>	

The notes to the financial statements are an integral part of this statement.

**SUPPLEMENTAL INFORMATION RELATED TO  
NON MAJOR FUNDS**

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR GOVERNMENT FUNDS  
Combining Balance Sheet - By Fund Type  
June 30, 2007

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 316,174	\$ 435,144	\$ 790,714	\$ 1,542,032
Receivables				
Due From Grantor	529,476	0	0	529,476
Inventory	4,276	0	0	4,276
Total Assets	<u>\$ 849,926</u>	<u>\$ 435,144</u>	<u>\$ 790,714</u>	<u>\$ 2,075,784</u>
<b>LIABILITIES AND FUND BALANCE</b>				
Liabilities				
Interfund Balance	\$ 515,260	\$ 0	\$ 0	\$ 515,260
Accounts Payable	2,124	0	0	2,124
Deferred Revenue	6,496	0	0	6,496
Total Liabilities	<u>523,880</u>	<u>0</u>	<u>0</u>	<u>523,880</u>
Fund Balance				
Reserved for Inventory	4,276	0	0	4,276
Reserved for Retirement of Long Term Debt	0	0	790,714	790,714
Reserved for Capital Improvements	0	435,144	0	435,144
Unreserved, Undesignated	321,770	0	0	321,770
Total Fund Balance	<u>326,046</u>	<u>435,144</u>	<u>790,714</u>	<u>1,551,904</u>
 Total Liabilities and Fund Balance	 <u>\$ 849,926</u>	 <u>\$ 435,144</u>	 <u>\$ 790,714</u>	 <u>\$ 2,075,784</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR GOVERNMENTAL FUNDS  
Combining Statement of Revenues, Expenditures and Changes in  
Fund Balance - By Fund Type  
For the Year Ended June 30, 2007

	Special Revenue	Capital Projects	Debt Service	Total
<b>Revenues</b>				
Property Taxes	\$ 0	\$ 381,974	\$ 1,779,367	\$ 2,161,341
Investment Income	871	2,319	24,754	27,944
Fees	84,746	0	0	84,746
Federal Grants	1,646,315	0	0	1,646,315
State Grants	146,221	184,201	0	330,422
Miscellaneous	0	1,276	0	1,276
Total Revenues	<u>1,878,153</u>	<u>569,770</u>	<u>1,804,121</u>	<u>4,252,044</u>
<b>Expenditures</b>				
<b>Current</b>				
Instruction	922,118	0	0	922,118
Support Services-Students	227,559	0	0	227,559
Support Services-General Administration	18,814	3,820	17,794	40,428
Support Services-School Administration	22,643	0	0	22,643
Central Services	27,097	0	0	27,097
Operation of Plant	0	312,673	0	312,673
Food Service	623,158	0	0	623,158
<b>Debt Services</b>				
Principal	0	0	940,000	940,000
Interest	0	0	329,866	329,866
Capital Outlay	18,356	32,269	0	50,625
Total Expenditures	<u>1,859,745</u>	<u>348,762</u>	<u>1,287,660</u>	<u>3,496,167</u>
Excess (Deficiency) of Revenues Over Expenditures	18,408	221,008	516,461	755,877
Fund Balances at Beginning of Year	<u>307,638</u>	<u>214,136</u>	<u>274,253</u>	<u>796,027</u>
Fund Balance End of Year	<u>\$ 326,046</u>	<u>\$ 435,144</u>	<u>\$ 790,714</u>	<u>\$ 1,551,904</u>

The notes to the financial statements are an integral part of this statement.

#### **NONMAJOR SPECIAL REVENUE FUNDS**

**Food Services (21000).** To account for revenue and expenditures associated with the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements. Authority for creation of this fund is NMSA 22-13-13.

**Athletics (22000).** To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

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

**IDEA Part B, Competitive (24108).** To provide grants to States to assist them in providing a free appropriate public education to all children with disabilities. Individuals with Disabilities Education Act (IDEA), Part B, Section 611-617, and part D, Section 674 as amended, 20 U. S. C. 1411-1417 and 1420. The fund was created by the authority of federal grant provisions.

**IDEA Preschool (24109).** To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the Individuals with Disabilities Education Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, 101-476, and 102-119. The fund was created by the authority of federal grant provisions.

**Fresh Fruits & Vegetables (24118).** To account for a program funded by a Federal grant to provide all children with a variety of free fresh fruits & vegetables throughout the school day. It is an effective and creative way of introducing fresh fruits and vegetables as a healthy snack. The fund was created by the authority of federal grant provisions.

**Learn & Services (24126)** To account for funds used to initiate, implement and monitor programs for service learning. Service Learning is an educational method which engages young people in service to their communities as a means of enriching their academic learning, promoting personal growth and helping them to develop the skills needed for productive citizenship. The fund was created by state grant provisions.

**Partnership in Character Education (24129).** To account for a Federal grant designed to promote character in the schools. The grant has emphasis on communications within the school district and within the community. The Fund was created by federal provisions.

**Enhancing Education Through Technology (24133).** To account for a Federal grant designed to strengthen teacher learning in the field of technology. The fund was created by the authority of federal grant provisions. (PL 103-382).

#### **NONMAJOR SPECIAL REVENUE FUNDS**

**Comprehensive School Reform (24135).** To account for revenues and expenditures received from a federal grant to provide financial incentives for schools that need to substantially improve student achievement, particularly Title I schools. The fund was created by the authority of the Elementary and Secondary Education Act of 1965., Title I, Part A.(PL 107-110).

**Title V (24150).** To account for monies received to improve elementary and secondary education for children attending both public and private schools. The fund was created by grant provisions. (PL 103-382).

**English Language Acquisition (24153).** To account for revenues and expenditures received from a federal grant provided to develop school-wide programs for limited English proficient students that reform, restructure, and upgrade all relevant programs. The fund was created by the Elementary and Secondary Education Act of 1965, as amended, Title VII, Part A.

**Teacher & Principal Training & Recruiting (24154)** To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. Elementary and Secondary Education Act of 1965, as amended, Title II, Part A (PL 107-110).

**Safe & Drug Free Schools & Communities (24157).** To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources. Elementary and Secondary Education Act , Title IV, Part A, Subpart 1, as amended. 20 USC 7111-7118.

**Rural and Low Income (24160)** To account for a federal grant to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. The grant is authorized by the Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

**Reading First (24167)** The purpose of this grant is to ensure that all children can read at grade level or above by the end of third grade. The Reading First program is authorized by Title I, Part B, Subpart 1 of the Elementary and Secondary Education Act of 1965, as amended by the No Child Left Behind Act of 2001 (20 USC 6361 et seq.).

**Carl Perkins-HSTW (24180)** To account for funds distributed by the U. S. Department of Education through the State Department of Education to provide services which impact school district vocational programs, educators, and students. This fund was created by the authority of the Carl D. Perkins Vocational. and Applied Technology Education Amendments of 1998, Title I, Part B and C and Sections 115 and 116, and Workforce Investment Act, Section 503.

## NONMAJOR SPECIAL REVENUE FUNDS

**Schools With Sol (25128)** Demonstration project from the NM Department of Energy and Minerals to install a solar cell unit and software on the campus of the school.

**Title XIX - Medicaid (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. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

**Service Learning (26107)** To account for funds used to initiate, implement and monitor programs for service learning. Service Learning is an educational method which engages young people in service to their communities as a means of enriching their academic learning, promoting personal growth and helping them to develop the skills needed for productive citizenship. The fund was created by state grant provisions.

**LANL Foundation (26113)**. Educational enrichment grant in support of The Renaissance Program at Las Lunas Middle School.

**INTEL Foundation (26116)** To account for funds received to bring each Master Teacher's classroom to a minimum classroom technological standard. The grantor is the Bill and Melinda Gates Foundation. The fund was created by state grant provisions.

**PNM Foundation (26123)**. To account for a grant from PNM for the purpose of sponsorship for the Extended Day Discovery Class.

**Enforcing Microsoft Settlement (26170)** To account for funds received from a settlement with Microsoft. Funds can be spent for technology. The fund was created by grant provisions.

**Technology For Education PED (27117)** To account for funds received from the Technology for Education Grant created by the 1994 State Legislation to establish funding of any costs associated with educational technology. Funding provided by the State of New Mexico. (NMSA 22-15A-1-10).

**Physical Education (27121)** To account for funds received from the Carol M. White Physical Education Program. The purpose of the fund is to initiate, expand and improve physical education programs in order to help them make progress toward meeting state standards for physical education.

**Incentives For School Improvement Act PED (27138)** To account for revenues and expenditures from a state grant as part of the Incentives for School Improvement Act: awarded based on the improvement in CTBS 5/Terra Nova or New Mexico High School Competency Examination scores.

**Family & Youth (27140)** To account for revenues and expenditures from Family Education Rights & Privacy Act (FERPA) to provide a social worker with a classroom, computers and other supplies in order to help students and there parents with counseling services. The fund was created by State Grant provisions (NMSA22-13 A-7)



**NONMAJOR SPECIAL REVENUE FUNDS**

**Library GO Bonds (27145).** To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

**Beginning Teacher Mentoring (27154).** To account for revenues and expenditures from a state grant provided for beginning teacher mentoring programs. The fund was created by state grant provisions.

**Breakfast for Elementary Students (27155).** To account for revenues and expenditures from a state grant for the purpose of providing a free breakfast to elementary students. The fund was created by state grant provisions.

**State Farm (29102).** To account for funds received from the State Farm Companies Foundation. The Good Neighbor Grant program encourages State Farm associates to build relationships with non-profit organizations that enhance the quality of life in State Farm Communities. Created by state grant provisions.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	Food Service 21000	Athletics 22000	IDEA, Part B Entitlement 24106
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 51,057	\$ 25,295	\$ 0
Receivables			
Due From Grantor	14,216	0	6,964
Inventory	4,276	0	0
Total Assets	<u>\$ 69,549</u>	<u>\$ 25,295</u>	<u>\$ 6,964</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 6,964
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>6,964</u>
Fund Balance			
Reserved for Inventory	4,276	0	0
Unreserved, Undesignated	65,273	25,295	0
Total Fund Balance	<u>69,549</u>	<u>25,295</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 69,549</u>	<u>\$ 25,295</u>	<u>\$ 6,964</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	IDEA, Part B Competitive 24108	IDEA Preschool 24109	Fresh Fruit & Veg 24118
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4	\$ 0	\$ 0
Receivables			
Due From Grantor	0	4,927	0
Inventory	0	0	0
Total Assets	<u>\$ 4</u>	<u>\$ 4,927</u>	<u>\$ 0</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 4,927	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	4	0	0
Total Liabilities	<u>4</u>	<u>4,927</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 4</u>	<u>\$ 4,927</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

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	Learn & Services 24126	Partnership in Character 24129	Enhancing Ed Thru Tech 24133
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 6,492
Receivables			
Due From Grantor	0	10,978	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 10,978</u>	<u>\$ 6,492</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 10,978	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	6,492
Total Liabilities	<u>0</u>	<u>10,978</u>	<u>6,492</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 10,978</u>	<u>\$ 6,492</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	Comprehensive School Reform 24135	Title V-Part A Innovative Ed 24150	English Language 24153
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	14,366	3,353	22,477
Inventory	0	0	0
Total Assets	<u>\$ 14,366</u>	<u>\$ 3,353</u>	<u>\$ 22,477</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 14,366	\$ 3,353	\$ 22,477
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>14,366</u>	<u>3,353</u>	<u>22,477</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities and Fund Balance	 <u>\$ 14,366</u>	 <u>\$ 3,353</u>	 <u>\$ 22,477</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

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	Teacher & Principal Training & Recruiting <u>24154</u>	Safe & Drug Free Schools & Communities <u>24157</u>	Rural & Low Income Schools <u>24160</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	156,864	1,423	59,060
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 156,864</u>	<u>\$ 1,423</u>	<u>\$ 59,060</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 156,864	\$ 1,423	\$ 59,060
Accounts Payable	0	0	0
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>156,864</u>	<u>1,423</u>	<u>59,060</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 156,864</u>	<u>\$ 1,423</u>	<u>\$ 59,060</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	Reading First 24167	Carl Perkins HSTW 24180	Schools With Sol 25128
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	80,197	25,230	18,356
Inventory	0	0	0
Total Assets	<u>\$ 80,197</u>	<u>\$ 25,230</u>	<u>\$ 18,356</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 80,197	\$ 25,230	\$ 18,356
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>80,197</u>	<u>25,230</u>	<u>18,356</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 80,197</u>	<u>\$ 25,230</u>	<u>\$ 18,356</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	Title XIX Medicaid 3/21 Years 25153	Service Learning 26107	LANL Foundation 26113
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 214,498	\$ 4,832	\$ 4,458
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 214,498</u>	<u>\$ 4,832</u>	<u>\$ 4,458</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	2,124	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>2,124</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	212,374	4,832	4,458
Total Fund Balance	<u>212,374</u>	<u>4,832</u>	<u>4,458</u>
 Total Liabilities and Fund Balance	 <u>\$ 214,498</u>	 <u>\$ 4,832</u>	 <u>\$ 4,458</u>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	INTEL Foundation 26116	PNM Foundation Inc. 26123	Enforcing Microsoft Settlement 26170
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4,000	\$ 52	\$ 3,000
Receivables			
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 4,000</u>	<u>\$ 52</u>	<u>\$ 3,000</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 0	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	4,000	52	3,000
Total Fund Balance	<u>4,000</u>	<u>52</u>	<u>3,000</u>
<b>Total Liabilities and Fund Balance</b>	<u><b>\$ 4,000</b></u>	<u><b>\$ 52</b></u>	<u><b>\$ 3,000</b></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

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	Technology For Ed PED 27117	Physical Education 27121	Incentives for School Improvements 27138
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 2,486
Receivables			
Due From Grantor	28,875	57,711	0
Inventory	0	0	0
Total Assets	<u>\$ 28,875</u>	<u>\$ 57,711</u>	<u>\$ 2,486</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 28,875	\$ 57,711	\$ 0
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>28,875</u>	<u>57,711</u>	<u>0</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	2,486
Total Fund Balance	<u>0</u>	<u>0</u>	<u>2,486</u>
Total Liabilities and Fund Balance	<u>\$ 28,875</u>	<u>\$ 57,711</u>	<u>\$ 2,486</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

	Family and Youth 27140	Libraries GO Bond 27145	Beginning Teachers 27154
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Due From Grantor	10,043	9,507	4,440
Inventory	0	0	0
Total Assets	<u>\$ 10,043</u>	<u>\$ 9,507</u>	<u>\$ 4,440</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 10,043	\$ 9,507	\$ 4,440
Accounts Payable	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>10,043</u>	<u>9,507</u>	<u>4,440</u>
Fund Balance			
Reserved for Inventory	0	0	0
Unreserved, Undesignated	0	0	0
Total Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 10,043</u>	<u>\$ 9,507</u>	<u>\$ 4,440</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Balance Sheet  
June 30, 2007

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	Breakfast for Elementary Students 27155	State Farm 29102	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 316,174
Receivables			
Due From Grantor	0	489	529,476
Inventory	0	0	4,276
Total Assets	<u>\$ 0</u>	<u>\$ 489</u>	<u>\$ 849,926</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Interfund Balance	\$ 0	\$ 489	\$ 515,260
Accounts Payable	0	0	2,124
Deferred Revenue	0	0	6,496
Total Liabilities	<u>0</u>	<u>489</u>	<u>523,880</u>
Fund Balance			
Reserved for Inventory	0	0	4,276
Unreserved, Undesignated	0	0	321,770
Total Fund Balance	<u>0</u>	<u>0</u>	<u>326,046</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 489</u>	<u>\$ 849,926</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Food Service 21000	Athletics 22000	IDEA, Part B Entitlement 24106
<b>Revenues</b>			
Investment Income	\$ 871	\$ 0	\$ 0
Fees	48,299	36,447	0
Federal Grants	545,688	0	272,518
State & Local Grants	0	0	0
Total Revenues	<u>594,858</u>	<u>36,447</u>	<u>272,518</u>
<b>Expenditures</b>			
Current			
Instruction	0	46,633	190,594
Support Services-Students	0	0	81,924
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	586,872	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>586,872</u>	<u>46,633</u>	<u>272,518</u>
Excess (Deficiency) of Revenues Over Expenditures	7,986	(10,186)	0
Fund Balances at Beginning of Year	<u>61,563</u>	<u>35,481</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 69,549</u>	<u>\$ 25,295</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	IDEA, Part B Competitive 24108	IDEA Preschool 24109	Fresh Fruit & Veg 24118
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	0	7,990	12,458
State & Local Grants	0	0	0
Total Revenues	<u>0</u>	<u>7,990</u>	<u>12,458</u>
<b>Expenditures</b>			
Current			
Instruction	0	7,990	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	12,458
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>7,990</u>	<u>12,458</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balance  
 For the Year Ended June 30, 2007

	Learn & Services 24126	Partnership in Character 24129	Enhancing Ed Thru Tech 24133
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	0	10,895	6,590
State & Local Grants	0	0	0
Total Revenues	<u>0</u>	<u>10,895</u>	<u>6,590</u>
<b>Expenditures</b>			
Current			
Instruction	0	10,895	6,590
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>10,895</u>	<u>6,590</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Comprehensive School Reform 24135	Title V-Part A Innovative Ed 24150	English Language 24153
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	34,550	4,375	33,041
State & Local Grants	0	0	0
Total Revenues	34,550	4,375	33,041
<b>Expenditures</b>			
Current			
Instruction	33,879	4,290	32,399
Support Services-Students	0	0	0
Support Services-General Administration	671	85	642
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	34,550	4,375	33,041
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	0	0	0
Fund Balance End of Year	\$ 0	\$ 0	\$ 0

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Teacher & Principal Training & Recruiting 24154	Safe & Drug Free Schools & Communities 24157	Rural & Low Income Schools 24160
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	185,537	4,663	74,453
State & Local Grants	0	0	0
Total Revenues	<u>185,537</u>	<u>4,663</u>	<u>74,453</u>
<b>Expenditures</b>			
Current			
Instruction	154,838	4,572	73,505
Support Services-Students	0	0	0
Support Services-General Administration	3,602	91	948
Support Services-School Administration	0	0	0
Central Services	27,097	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>185,537</u>	<u>4,663</u>	<u>74,453</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Reading First 24167	Carl Perkins HSTW 24180	Schools With Sol 25128
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	245,338	28,403	18,356
State & Local Grants	0	0	0
Total Revenues	<u>245,338</u>	<u>28,403</u>	<u>18,356</u>
<b>Expenditures</b>			
Current			
Instruction	239,092	28,403	0
Support Services-Students	1,483	0	0
Support Services-General Administration	4,763	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	18,356
Total Expenditures	<u>245,338</u>	<u>28,403</u>	<u>18,356</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Title XIX Medicaid 3/21 Years 25153	Service Learning 26107	LANL Foundation 26113
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	161,460	0	0
State & Local Grants	0	0	4,237
Total Revenues	<u>161,460</u>	<u>0</u>	<u>4,237</u>
<b>Expenditures</b>			
Current			
Instruction	0	0	0
Support Services-Students	118,653	0	0
Support Services-General Administration	8,012	0	0
Support Services-School Administration	22,643	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>149,308</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	12,152	0	4,237
Fund Balances at Beginning of Year	<u>200,222</u>	<u>4,832</u>	<u>221</u>
Fund Balance End of Year	<u>\$ 212,374</u>	<u>\$ 4,832</u>	<u>\$ 4,458</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	INTEL Foundation 26116	PNM Foundation Inc. 26123	Enforcing Microsoft Settlement 26170
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	0	0	0
State & Local Grants	0	0	3,000
Total Revenues	<u>0</u>	<u>0</u>	<u>3,000</u>
<b>Expenditures</b>			
Current			
Instruction	0	767	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>767</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(767)	3,000
Fund Balances at Beginning of Year	<u>4,000</u>	<u>819</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 4,000</u>	<u>\$ 52</u>	<u>\$ 3,000</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Combining Statement of Revenues, Expenditures  
 and Changes in Fund Balance  
 For the Year Ended June 30, 2007

	Technology For Ed PED 27117	Physical Education 27121	Incentives for School Improvements 27138
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	0	0	0
State & Local Grants	28,875	52,000	3,853
Total Revenues	<u>28,875</u>	<u>52,000</u>	<u>3,853</u>
<b>Expenditures</b>			
Current			
Instruction	28,875	52,000	1,367
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>28,875</u>	<u>52,000</u>	<u>1,367</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,486
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,486</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Family and Youth 27140	Libraries GO Bond 27145	Beginning Teachers 27154
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 0
Fees	0	0	0
Federal Grants	0	0	0
State & Local Grants	15,992	9,507	4,440
Total Revenues	<u>15,992</u>	<u>9,507</u>	<u>4,440</u>
<b>Expenditures</b>			
Current			
Instruction	0	0	4,440
Support Services-Students	15,992	9,507	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Central Services	0	0	0
Food Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>15,992</u>	<u>9,507</u>	<u>4,440</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR SPECIAL REVENUE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
For the Year Ended June 30, 2007

	Breakfast for Elementary Students 27155	State Farm 29102	Total
<b>Revenues</b>			
Investment Income	\$ 0	\$ 0	\$ 871
Fees	0	0	84,746
Federal Grants	0	0	1,646,315
State & Local Grants	23,828	489	146,221
Total Revenues	<u>23,828</u>	<u>489</u>	<u>1,878,153</u>
<b>Expenditures</b>			
Current			
Instruction	0	989	922,118
Support Services-Students	0	0	227,559
Support Services-General Administration	0	0	18,814
Support Services-School Administration	0	0	22,643
Central Services	0	0	27,097
Food Service	23,828	0	623,158
Capital Outlay	0	0	18,356
Total Expenditures	<u>23,828</u>	<u>989</u>	<u>1,859,745</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(500)	18,408
Fund Balances at Beginning of Year	<u>0</u>	<u>500</u>	<u>307,638</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 326,046</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-FOOD SERVICE-21000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Investment Income	\$ 300	\$ 300	\$ 871	\$ 571
Fees	64,700	64,700	48,299	(16,401)
Restricted Grants in Aid	495,500	495,500	494,645	(855)
Total Revenues	<u>560,500</u>	<u>560,500</u>	<u>543,815</u>	<u>(16,685)</u>
<b>Expenditures</b>				
<b>Food Service Operations</b>				
Personnel Services	231,107	231,107	222,437	8,670
Employee Benefits	105,025	105,841	100,269	5,572
Professional & Tech Services	0	0	91	(91)
Purchased Property Services	2,000	2,000	0	2,000
Purchased Services	6,000	6,000	11,495	(5,495)
Supplies	233,664	233,644	215,553	18,091
Property	2,000	2,000	0	2,000
Total Food Service Operations	<u>579,796</u>	<u>580,592</u>	<u>549,845</u>	<u>30,747</u>
Total Expenditures	<u>579,796</u>	<u>580,592</u>	<u>549,845</u>	<u>30,747</u>
Excess (Deficiency) of Revenues Over Expenditures	(19,296)	(20,092)	(6,030)	14,062
Cash Balance Beginning of Year	<u>57,087</u>	<u>57,087</u>	<u>57,087</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 37,791</u>	<u>\$ 36,995</u>	<u>\$ 51,057</u>	<u>\$ 14,062</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,030)	
Net Change in Due From Grantor			14,216	
Net Change in Inventory			(200)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 7,986</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-ATHLETICS-22000  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Fees	\$ 20,000	\$ 20,000	36,447	\$ 16,447
Total Local Sources	<u>20,000</u>	<u>20,000</u>	<u>36,447</u>	<u>16,447</u>
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>36,447</u>	<u>16,447</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Purchased Services	20,000	20,000	31,789	(11,789)
Supplies	26,943	26,943	14,845	12,098
Total Instruction	<u>46,943</u>	<u>46,943</u>	<u>46,634</u>	<u>309</u>
Total Expenditures	<u>46,943</u>	<u>46,943</u>	<u>46,634</u>	<u>309</u>
Excess (Deficiency) of Revenues Over Expenditures	(26,943)	(26,943)	(10,187)	16,756
Cash Balance Beginning of Year	<u>35,482</u>	<u>35,482</u>	<u>35,482</u>	<u>0</u>
Cash Balance End of Year	\$ <u>8,539</u>	\$ <u>8,539</u>	\$ <u>25,295</u>	\$ <u>16,756</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,187)	
Net Change in Due From Grantor			1	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(10,186)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-IDEA, PART B ENTITLEMENT-24106  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Federal Flowthrough	\$ 462,333	\$ 462,333	\$ 271,837	\$ (190,496)
Total Revenues	<u>462,333</u>	<u>462,333</u>	<u>271,837</u>	<u>(190,496)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	264,517	264,517	133,532	130,985
Employee Benefits	88,683	88,683	47,516	41,167
Other Purchased Services	20,000	20,000	9,546	10,454
Total Instruction	<u>373,200</u>	<u>373,200</u>	<u>190,594</u>	<u>182,606</u>
<b>Support Services-Students</b>				
Personnel Services	61,000	61,000	43,952	17,048
Employee Benefits	15,000	15,000	14,360	640
Professional & Tech Services	6,850	6,850	6,802	48
Other Purchased Services	0	0	16,810	(16,810)
Total Support Services-Students	<u>82,850</u>	<u>82,850</u>	<u>81,924</u>	<u>17,736</u>
Total Expenditures	<u>456,050</u>	<u>456,050</u>	<u>272,518</u>	<u>200,342</u>
Excess (Deficiency) of Revenues Over Expenditures	6,283	6,283	(681)	(6,964)
Cash Balance Beginning of Year	<u>(6,283)</u>	<u>(6,283)</u>	<u>(6,283)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (6,964)</u>	<u>\$ (6,964)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (681)	
Net Change in Due From Grantor			681	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-IDEA, PART B COMPETITIVE-24108  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Federal Flowthrough	\$ 15,539	\$ 15,539	\$ 15,539	\$ 0
Total Revenues	<u>15,539</u>	<u>15,539</u>	<u>15,539</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Employee Benefits	0	0	0	0
Other Purchased Services	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	15,539	15,539	15,539	0
Cash Balance Beginning of Year	<u>(15,539)</u>	<u>(15,539)</u>	<u>(15,539)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 15,539	
Net Change in Due From Grantor			<u>(15,539)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-IDEA PRESCHOOL-24109  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Federal Flowthrough	\$ 9,024	\$ 9,024	\$ 7,989	\$ (1,035)
Total Revenues	<u>9,024</u>	<u>9,024</u>	<u>7,989</u>	<u>(1,035)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Instructional Assistants	6,945	6,945	6,685	260
Employee Benefits	2,084	2,084	1,305	779
Total Instruction	<u>9,029</u>	<u>9,029</u>	<u>7,990</u>	<u>1,039</u>
Total Expenditures	<u>9,029</u>	<u>9,029</u>	<u>7,990</u>	<u>1,039</u>
Excess (Deficiency) of Revenues Over Expenditures	(5)	(5)	(1)	4
Cash Balance Beginning of Year	<u>5</u>	<u>5</u>	<u>5</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4</u>	<u>\$ 4</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1)	
Net Change in Deferred Revenue			<u>1</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-FRESH FRUITS & VEGETABLES-24118  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 0	\$ 16,487	\$ 5,975	\$ (10,512)
Total Revenues	<u>0</u>	<u>16,487</u>	<u>5,975</u>	<u>(10,512)</u>
<b>Expenditures</b>				
<b>Food Service Operations</b>				
Supplies	1,556	18,043	12,458	5,585
Total Food Service Operations	<u>1,556</u>	<u>18,043</u>	<u>12,458</u>	<u>5,585</u>
Total Expenditures	<u>1,556</u>	<u>18,043</u>	<u>12,458</u>	<u>5,585</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,556)	(1,556)	(6,483)	(4,927)
Cash Balance Beginning of Year	<u>1,556</u>	<u>1,556</u>	<u>1,556</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,927)</u>	<u>\$ (4,927)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,483)	
Net Change in Due From Grantor			4,927	
Net Change in Deferred Revenue			1,556	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-LEARN & SERVICES-24126  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flowthrough	\$ 0	\$ 40,000	\$ 0	\$ (40,000)
Total Revenues	<u>0</u>	<u>40,000</u>	<u>0</u>	<u>(40,000)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	7,200	0	7,200
Employee Benefits	0	1,374	0	1,374
Other Purchased Services	0	1,100	0	1,100
Supplies	0	30,326	0	30,326
Total Instruction	<u>0</u>	<u>40,000</u>	<u>0</u>	<u>40,000</u>
Total Expenditures	<u>0</u>	<u>40,000</u>	<u>0</u>	<u>40,000</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-PARTNERSHIP IN CHARACTER-24129  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 13,526	\$ 26,026	\$ 13,443	\$ (12,583)
Total Revenues	<u>13,526</u>	<u>26,026</u>	<u>13,443</u>	<u>(12,583)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	2,041	2,041	0
Employee Benefits	0	390	390	0
Other Purchased Services	0	7,000	615	6,385
Supplies	0	3,069	7,849	(4,780)
Property	0	0	0	0
Total Instruction	<u>0</u>	<u>12,500</u>	<u>10,895</u>	<u>1,605</u>
Total Expenditures	<u>0</u>	<u>12,500</u>	<u>10,895</u>	<u>1,605</u>
Excess (Deficiency) of Revenues Over Expenditures	13,526	13,526	2,548	(10,978)
Cash Balance Beginning of Year	<u>(13,526)</u>	<u>(13,526)</u>	<u>(13,526)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (10,978)</u>	<u>\$ (10,978)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,548	
Net Change in Due From Grantor			<u>(2,548)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-ENHANCING EDUCATION THROUGH TECHNOLOGY-24133  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	13,082	13,082	6,590	6,492
Total Instruction	<u>13,082</u>	<u>13,082</u>	<u>6,590</u>	<u>6,492</u>
Total Expenditures	<u>13,082</u>	<u>13,082</u>	<u>6,590</u>	<u>6,492</u>
Excess (Deficiency) of Revenues Over Expenditures	(13,082)	(13,082)	(6,590)	6,492
Cash Balance Beginning of Year	<u>13,082</u>	<u>13,082</u>	<u>13,082</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>6,492</u>	\$ <u>6,492</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,590)	
Net Change from Deferred Revenue			<u>6,590</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-COMPREHENSIVE SCHOOL REFORM-24135  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 36,890	\$ 70,000	\$ 37,647	\$ (32,353)
Total Revenues	<u>36,890</u>	<u>70,000</u>	<u>37,647</u>	<u>(32,353)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Other Contract Services	2,695	48,217	29,559	18,658
General Supplies & Materials	16,732	4,320	4,320	0
Total Instruction	<u>19,427</u>	<u>52,537</u>	<u>33,879</u>	<u>18,658</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	671	671	671	0
Total Support Services-General Administration	<u>671</u>	<u>671</u>	<u>671</u>	<u>0</u>
Total Expenditures	<u>20,098</u>	<u>53,208</u>	<u>34,550</u>	<u>18,658</u>
Excess (Deficiency) of Revenues Over Expenditures	16,792	16,792	3,097	(13,695)
Cash Balance Beginning of Year	<u>(17,463)</u>	<u>(17,463)</u>	<u>(17,463)</u>	<u>0</u>
Cash Balance End of Year	<u><u>\$ (671)</u></u>	<u><u>\$ (671)</u></u>	<u><u>\$ (14,366)</u></u>	<u><u>\$ (13,695)</u></u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,097	
Net Change in Due From Grantor			<u>(3,097)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ 0</u></u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-TITLE V-24150  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Federal Programs	\$ 44	\$ 4,429	\$ 1,066	\$ (3,363)
Total Revenues	<u>44</u>	<u>4,429</u>	<u>1,066</u>	<u>(3,363)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Other Purchased Services	0	1,000	996	4
Supplies	0	3,300	3,294	6
Total Direct Instruction	<u>0</u>	<u>4,300</u>	<u>4,290</u>	<u>10</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	85	85	0
Total Support Services-General Administration	<u>0</u>	<u>85</u>	<u>85</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>4,385</u>	<u>4,375</u>	<u>10</u>
Excess (Deficiency) of Revenues Over Expenditures	44	44	(3,309)	(3,353)
Cash Balance Beginning of Year	<u>(44)</u>	<u>(44)</u>	<u>(44)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,353)</u>	<u>\$ (3,353)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,309)	
Net Change in Due From Grantor			<u>3,309</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-ENGLISH LANGUAGE-24153  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 10,330	\$ 43,550	\$ 20,894	\$ (22,656)
Total Revenues	<u>10,330</u>	<u>43,550</u>	<u>20,894</u>	<u>(22,656)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	200	200	0
Employee Benefits	0	70	61	9
Other Purchased Services	0	10,600	10,504	96
Supplies	0	21,700	21,634	66
Total Instruction	<u>0</u>	<u>32,570</u>	<u>32,399</u>	<u>171</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	650	642	8
Total Support Services-General Administration	<u>0</u>	<u>650</u>	<u>642</u>	<u>8</u>
Total Expenditures	<u>0</u>	<u>33,220</u>	<u>33,041</u>	<u>179</u>
Excess (Deficiency) of Revenues Over Expenditures	10,330	10,330	(12,147)	(22,477)
Cash Balance Beginning of Year	<u>(10,330)</u>	<u>(10,330)</u>	<u>(10,330)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (22,477)</u>	<u>\$ (22,477)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (12,147)	
Net Change in Due From Grantor			<u>12,147</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-TITLE II-A-24154  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 0	\$ 184,237	\$ 25,597	\$ (158,640)
Total Revenues	<u>0</u>	<u>184,237</u>	<u>25,597</u>	<u>(158,640)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	106,000	105,761	239
Employee Benefits	0	28,413	28,413	0
Other Purchased Services	0	20,700	20,664	36
Total Instruction	<u>0</u>	<u>155,113</u>	<u>154,838</u>	<u>275</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	3,076	3,700	3,602	98
Total Support Services-General Administration	<u>3,076</u>	<u>3,700</u>	<u>3,602</u>	<u>98</u>
<b>Support Services-School Administration</b>				
Personnel Services	0	21,000	20,061	939
Employee Benefits	0	7,500	7,036	464
Total Support Services-School Administration	<u>0</u>	<u>28,500</u>	<u>27,097</u>	<u>1,403</u>
Total Expenditures	<u>3,076</u>	<u>187,313</u>	<u>185,537</u>	<u>1,776</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,076)	(3,076)	(159,940)	(156,864)
Cash Balance Beginning of Year	3,076	3,076	3,076	0
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (156,864)</u>	<u>\$ (156,864)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (159,940)	
Net Change in Due From Grantor			156,864	
Net Change in Deferred Revenue			3,076	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-DRUG FREE SCHOOLS & COMMUNITIES-24157  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 814	\$ 4,542	\$ 2,393	\$ (2,149)
Total Revenues	<u>814</u>	<u>4,542</u>	<u>2,393</u>	<u>(2,149)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Other Purchased Services	814	814	814	0
Supplies	846	4,426	3,758	668
Total Instruction	<u>1,660</u>	<u>5,240</u>	<u>4,572</u>	<u>668</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	148	90	58
Total Support Services-General Administration	<u>0</u>	<u>148</u>	<u>91</u>	<u>58</u>
Total Expenditures	<u>1,660</u>	<u>5,388</u>	<u>4,663</u>	<u>726</u>
Excess (Deficiency) of Revenues Over Expenditures	(846)	(846)	(2,270)	(1,424)
Cash Balance Beginning of Year	<u>846</u>	<u>846</u>	<u>846</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,424)</u>	<u>\$ (1,424)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,270)	
Net Change in Due From Grantor			1,424	
Net Change in Deferred Revenue			846	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-RURAL LOW INCOME-24160  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 0	\$ 127,486	\$ 15,365	\$ (112,121)
Total Revenues	<u>0</u>	<u>127,486</u>	<u>15,365</u>	<u>(112,121)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	88,946	55,431	33,515
Employee Benefits	0	22,050	10,387	11,663
Other Charges	0	5,000	1,581	3,419
Other Purchased Services	0	458	0	458
Supplies	28	3,600	3,326	274
Property	0	3,000	2,780	220
Total Instruction	<u>28</u>	<u>123,054</u>	<u>73,505</u>	<u>49,549</u>
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	4,460	948	3,512
Total Support Services-General Administration	<u>0</u>	<u>4,460</u>	<u>948</u>	<u>3,512</u>
Total Expenditures	<u>28</u>	<u>127,514</u>	<u>74,453</u>	<u>53,061</u>
Excess (Deficiency) of Revenues Over Expenditures	(28)	(28)	(59,088)	(59,060)
Cash Balance Beginning of Year	<u>28</u>	<u>28</u>	<u>28</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (59,060)</u>	<u>\$ (59,060)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (59,088)	
Net Change in Due From Grantor			59,060	
Net Change in Deferred Revenue			28	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-READING FIRST-24167  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 15,527	\$ 291,027	\$ 180,668	\$ (110,359)
Total Revenues	<u>15,527</u>	<u>291,027</u>	<u>180,668</u>	<u>(110,359)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	180,000	170,561	9,439
Employee Benefits	0	59,400	42,629	16,771
Other Purchased Services	0	22,700	22,630	70
General Supplies/Software	0	6,900	3,272	3,628
Total Instruction	<u>0</u>	<u>269,000</u>	<u>239,092</u>	<u>29,908</u>
<b>Support Services-Students</b>				
Purchased Services	0	1,500	1,483	17
Total Support Services-Students	<u>0</u>	<u>1,500</u>	<u>1,483</u>	<u>17</u>
<b>Support Services-General Administration</b>				
Purchased Services	0	5,000	4,763	237
Total Support Services-General Administration	<u>0</u>	<u>5,000</u>	<u>4,763</u>	<u>237</u>
Total Expenditures	<u>0</u>	<u>275,500</u>	<u>245,338</u>	<u>30,162</u>
Excess (Deficiency) of Revenues Over Expenditures	15,527	15,527	(64,670)	(80,197)
Cash Balance Beginning of Year	<u>(15,527)</u>	<u>(15,527)</u>	<u>(15,527)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (80,197)</u>	<u>\$ (80,197)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (64,670)	
Net Change in Due From Grantor			<u>64,670</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-CARL PERKINS-24180  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
SDE Federal Flow through	\$ 28,464	\$ 28,464	\$ 27,482	\$ (982)
Total Revenues	<u>28,464</u>	<u>28,464</u>	<u>27,482</u>	<u>(982)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Other Purchased Services	28,450	28,450	28,403	47
Total Instruction	<u>28,450</u>	<u>28,450</u>	<u>28,403</u>	<u>47</u>
Total Expenditures	<u>28,450</u>	<u>28,450</u>	<u>28,403</u>	<u>47</u>
Excess (Deficiency) of Revenues Over Expenditures	14	14	(921)	(935)
Cash Balance Beginning of Year	(14)	(14)	(14)	0
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (935)</u>	<u>\$ (935)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (921)	
Net Change in Due From Grantor			<u>921</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-SCHOOLS WITH SOL-25128  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Schools with Sol</b>				
Construction Services	0	18,396	18,356	40
Total Schools with Sol	<u>0</u>	<u>18,396</u>	<u>18,356</u>	<u>40</u>
Total Expenditures	<u>0</u>	<u>18,396</u>	<u>18,356</u>	<u>40</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(18,396)	(18,356)	40
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>(18,396)</u>	\$ <u>(18,356)</u>	\$ <u>40</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (18,356)	
Net Change in Due From Grantor			<u>18,356</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-MEDICAID-25153  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 150,000	\$ 150,000	\$ 161,460	\$ 11,460
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>161,460</u>	<u>11,460</u>
<b>Expenditures</b>				
<b>Support Services-Students</b>				
Personnel Services	80,000	80,000	76,300	3,700
Employee Benefits	17,000	17,000	16,028	972
Other Purchased Services	70,846	70,846	25,517	45,329
Supplies	1,000	1,000	808	192
Total Support Services-Students	<u>168,846</u>	<u>168,846</u>	<u>118,653</u>	<u>50,193</u>
<b>Support Services-General</b>				
Salaries Expenses	6,000	6,000	5,512	488
Employee Benefits	2,500	2,500	2,500	0
Total Support Services-General	<u>8,500</u>	<u>8,500</u>	<u>8,012</u>	<u>488</u>
<b>Support Services-School</b>				
Other Services	25,000	25,000	22,643	2,357
Total Support Services-School	<u>25,000</u>	<u>25,000</u>	<u>22,643</u>	<u>2,357</u>
Total Expenditures	<u>202,346</u>	<u>202,346</u>	<u>149,308</u>	<u>53,038</u>
Excess (Deficiency) of Revenues Over Expenditures	(52,346)	(52,346)	12,152	64,498
Cash Balance Beginning of Year	<u>202,346</u>	<u>202,346</u>	<u>202,346</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 150,000</u>	<u>\$ 150,000</u>	<u>\$ 214,498</u>	<u>\$ 64,498</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 12,152</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 12,152</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-SERVICE LEARNING-26107  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	4,832	4,832	0	4,832
Total Instruction	<u>4,832</u>	<u>4,832</u>	<u>0</u>	<u>4,832</u>
Total Expenditures	<u>4,832</u>	<u>4,832</u>	<u>0</u>	<u>4,832</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,832)	(4,832)	0	4,832
Cash Balance Beginning of Year	<u>4,832</u>	<u>4,832</u>	<u>4,832</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,832</u>	<u>\$ 4,832</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-LANL-26113  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 4,016	\$ 4,237	\$ 221
Total Revenues	<u>0</u>	<u>4,016</u>	<u>4,237</u>	<u>221</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	3,000	0	3,000
Employee Benefits	0	575	0	575
Supplies	221	662	0	662
Total Instruction	<u>221</u>	<u>4,237</u>	<u>0</u>	<u>4,237</u>
Total Expenditures	<u>221</u>	<u>4,237</u>	<u>0</u>	<u>4,237</u>
Excess (Deficiency) of Revenues Over Expenditures	(221)	(221)	4,237	4,458
Cash Balance Beginning of Year	<u>221</u>	<u>221</u>	<u>221</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,458</u>	<u>\$ 4,458</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>4,237</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>4,237</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-INTEL FOUNDATION-26116  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Support Services-Students</b>				
Purchased Services	4,000	4,000	0	4,000
Total Support Services-Students	<u>4,000</u>	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Total Expenditures	<u>4,000</u>	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,000)	(4,000)	0	4,000
Cash Balance Beginning of Year	<u>4,000</u>	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,000</u>	<u>\$ 4,000</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-PNM-26123  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
General Supplies & Materials	819	819	767	52
Total Instruction	<u>819</u>	<u>819</u>	<u>767</u>	<u>52</u>
Total Expenditures	<u>819</u>	<u>819</u>	<u>767</u>	<u>52</u>
Excess (Deficiency) of Revenues Over Expenditures	(819)	(819)	(767)	52
Cash Balance Beginning of Year	<u>819</u>	<u>819</u>	<u>819</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>52</u>	\$ <u>52</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(767)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(767)</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-MICROSOFT SETTLEMENT-26170  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 3,000	\$ 3,000	\$ 0
Total Revenues	<u>0</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	0	3,000	0	3,000
Total Instruction	<u>0</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>
Total Expenditures	<u>0</u>	<u>3,000</u>	<u>0</u>	<u>3,000</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	3,000	3,000
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,000</u>	<u>\$ 3,000</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 3,000</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 3,000</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-TECHNOLOGY FOR EDUCATION-27117  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grant	\$ 26,729	\$ 58,872	\$ 26,729	\$ (32,143)
Total Revenues	<u>26,729</u>	<u>58,872</u>	<u>26,729</u>	<u>(32,143)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	0	32,143	28,875	3,268
Total Instruction	<u>0</u>	<u>32,143</u>	<u>28,875</u>	<u>3,268</u>
Total Expenditures	<u>0</u>	<u>32,143</u>	<u>28,875</u>	<u>3,268</u>
Excess (Deficiency) of Revenues Over Expenditures	26,729	26,729	(2,146)	(28,875)
Cash Balance Beginning of Year	<u>(26,729)</u>	<u>(26,729)</u>	<u>(26,729)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (28,875)</u>	<u>\$ (28,875)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,146)	
Net Change in Due From Grantor			<u>2,146</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-PHYSICAL EDUCATION-27121  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grant	\$ 12,590	\$ 64,590	\$ 6,879	\$ (57,711)
Total Revenues	<u>12,590</u>	<u>64,590</u>	<u>6,879</u>	<u>(57,711)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	42,012	42,012	0
Employee Benefits	0	9,988	9,988	0
Total Instruction	<u>0</u>	<u>52,000</u>	<u>52,000</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>52,000</u>	<u>52,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	12,590	12,590	(45,121)	(57,711)
Cash Balance Beginning of Year	<u>(12,590)</u>	<u>(12,590)</u>	<u>(12,590)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (57,711)</u>	<u>\$ (57,711)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (45,121)	
Net Change in Due From Grantor			<u>45,121</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-INCENTIVES FOR SCHOOL IMPROVEMENTS-27138  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 4,854	\$ 8,354	\$ 8,707	\$ 353
Total Revenues	<u>4,854</u>	<u>8,354</u>	<u>8,707</u>	<u>353</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	0	3,500	1,367	2,133
Total Instruction	<u>0</u>	<u>3,500</u>	<u>1,367</u>	<u>2,133</u>
Total Expenditures	<u>0</u>	<u>3,500</u>	<u>1,367</u>	<u>2,133</u>
Excess (Deficiency) of Revenues Over Expenditures	4,854	4,854	7,340	2,486
Cash Balance Beginning of Year	<u>(4,854)</u>	<u>(4,854)</u>	<u>(4,854)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,486</u>	<u>\$ 2,486</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 7,340	
Net Change in Due From Grantor			<u>(7,340)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-FAMILY & YOUTH-27140  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 16,000	\$ 5,949	\$ (10,051)
Total Revenues	<u>0</u>	<u>16,000</u>	<u>5,949</u>	<u>(10,051)</u>
<b>Expenditures</b>				
<b>Support Services-Students</b>				
Purchased Services	0	14,330	14,322	8
General Supplies & Materials	0	1,670	1,670	0
Total Support Services-Students	<u>0</u>	<u>16,000</u>	<u>15,992</u>	<u>8</u>
Total Expenditures	<u>0</u>	<u>16,000</u>	<u>15,992</u>	<u>8</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(10,043)	(10,043)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (10,043)</u>	<u>\$ (10,043)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (10,043)	
Net Change in Due From Grantor			<u>10,043</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-LIBRARY GO BONDS-27145  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
Revenues				
Grants	\$ 39,704	\$ 39,704	\$ 29,704	\$ (10,000)
Total Revenues	<u>39,704</u>	<u>39,704</u>	<u>29,704</u>	<u>(10,000)</u>
Expenditures				
Support Services-Instruction				
Supplies	10,000	10,000	9,507	493
Total Support Services-Instruction	<u>10,000</u>	<u>10,000</u>	<u>9,507</u>	<u>493</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>9,507</u>	<u>493</u>
Excess (Deficiency) of Revenues Over Expenditures	29,704	29,704	20,197	(9,507)
Cash Balance Beginning of Year	<u>(29,704)</u>	<u>(29,704)</u>	<u>(29,704)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (9,507)</u>	<u>\$ (9,507)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 20,197	
Net Change in Due From Grantor			<u>(20,197)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 0	\$ 4,441	\$ 0	\$ (4,441)
Total Revenues	<u>0</u>	<u>4,441</u>	<u>0</u>	<u>(4,441)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Personnel Services	0	3,515	3,515	0
Employee Benefits	0	665	664	1
Supplies	0	261	261	0
Total Instruction	<u>0</u>	<u>4,441</u>	<u>4,440</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>4,441</u>	<u>4,440</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(4,440)	(4,440)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (4,440)</u>	<u>\$ (4,440)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (4,440)	
Net Change in Due From Grantor			4,440	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-BREAKFAST FOR ELEMENTARY STUDENTS-27155  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
Revenues				
Grant	\$ 23,828	\$ 23,828	\$ 23,828	\$ 0
Total Revenues	<u>23,828</u>	<u>23,828</u>	<u>23,828</u>	<u>0</u>
Expenditures				
Food Services Operations				
Supplies	23,828	23,828	23,828	0
Total Food Services Operations	<u>23,828</u>	<u>23,828</u>	<u>23,828</u>	<u>0</u>
Total Expenditures	<u>23,828</u>	<u>23,828</u>	<u>23,828</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
SPECIAL REVENUE FUND-STATE FARM-29102  
Statement of Revenues, Expenditures, and Changes in Cash Balance -  
Budget and Actual (Budgetary Basis)  
For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Grants	\$ 500	\$ 500	\$ 0	\$ (500)
Total Revenues	<u>500</u>	<u>500</u>	<u>0</u>	<u>(500)</u>
<b>Expenditures</b>				
<b>Instruction</b>				
Supplies	1,000	1,000	989	11
Total Instruction	<u>1,000</u>	<u>1,000</u>	<u>989</u>	<u>11</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>989</u>	<u>11</u>
Excess (Deficiency) of Revenues Over Expenditures	(500)	(500)	(989)	(489)
Cash Balance Beginning of Year	<u>500</u>	<u>500</u>	<u>500</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(489)</u>	\$ <u>(489)</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (989)	
Net Change in Due From Grantor			<u>489</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(500)</u>	

The notes to the financial statements are an integral part of this statement.

**NONMAJOR CAPITAL PROJECTS FUNDS**

**Senate Bill Nine (31700)**

The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

**Public School Capital Outlay-20% (32100)**

The revenues are derived from 20% of the District Tax Levy set aside for capital improvements.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 Combining Balance Sheet  
 June 30, 2007

	Senate Bill Nine 31700	Public School Capital Outlay-20% 32100	Total
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 408,036	\$ 27,108	\$ 435,144
Receivables			
Due From State	0	0	0
Total Assets	<u>\$ 408,036</u>	<u>\$ 27,108</u>	<u>\$ 435,144</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Cash Deficit	\$ 0	\$ 0	\$ 0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Capital Improvements	408,036	27,108	435,144
Total Fund Balance	<u>408,036</u>	<u>27,108</u>	<u>435,144</u>
 Total Liabilities and Fund Balance	 <u>\$ 408,036</u>	 <u>\$ 27,108</u>	 <u>\$ 435,144</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR CAPITAL PROJECTS FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Senate Bill Nine 31700	Public School Capital Outlay-20% 32100	Total
<b>Revenues</b>			
Taxes	\$ 381,974	\$ 0	\$ 381,974
Investment Income	2,319	0	2,319
State Flowthrough	184,201	0	184,201
Miscellaneous	1,276	0	1,276
Total Revenues	<u>569,770</u>	<u>0</u>	<u>569,770</u>
<b>Expenditures</b>			
Support Services-General Administration	3,820	0	3,820
Operation & Maintenance of Plant	312,673	0	312,673
Capital Outlay	32,269	0	32,269
Total Expenditures	<u>348,762</u>	<u>0</u>	<u>348,762</u>
Excess (Deficiency) of Revenues Over Expenditures	221,008	0	221,008
Fund Balances at Beginning of Year	<u>187,028</u>	<u>27,108</u>	<u>214,136</u>
Fund Balance End of Year	<u>\$ 408,036</u>	<u>\$ 27,108</u>	<u>\$ 435,144</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 382,488	\$ 382,488	\$ 381,974	\$ (514)
Investment Income	2,000	2,000	2,319	319
State Flowthrough	0	184,201	184,201	0
Inter-Governmental Contract	0	0	1,276	1,276
Total Revenues	<u>384,488</u>	<u>568,689</u>	<u>569,770</u>	<u>1,081</u>
<b>Expenditures</b>				
<b>Support Services-General Administration</b>				
Professional & Tech Services	0	0	3,820	(3,820)
Total Support Services-General Administration	<u>0</u>	<u>0</u>	<u>3,820</u>	<u>(3,820)</u>
<b>Operation &amp; Maintenance of Plant</b>				
Purchased Property Services	100,000	100,000	29,470	70,530
Supplies	50,000	70,286	115,180	(44,894)
Total Operation & Maintenance of Plant	<u>150,000</u>	<u>170,286</u>	<u>144,650</u>	<u>25,636</u>
<b>Capital Outlay</b>				
Purchased Property Services	350,000	478,991	32,269	446,722
Fixed Assets	32,500	32,500	105,319	(72,819)
Supply Assets	32,499	32,499	62,704	(30,205)
Total Capital Outlay	<u>414,999</u>	<u>543,990</u>	<u>200,292</u>	<u>343,698</u>
Total Expenditures	<u>564,999</u>	<u>714,276</u>	<u>348,762</u>	<u>365,514</u>
Excess (Deficiency) of Revenues Over Expenditures	(180,511)	(145,587)	221,008	366,595
Cash Balance Beginning of Year	<u>187,028</u>	<u>187,028</u>	<u>187,028</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 6,517</u>	<u>\$ 41,441</u>	<u>\$ 408,036</u>	<u>\$ 366,595</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 221,008</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 221,008</u>	

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 CAPITAL PROJECTS FUND-PUBLIC SCHOOL CAPITAL OUTLAY-20%-32100  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>				
<b>Capital Outlay</b>				
Property	27,108	27,108	0	27,108
Total Capital Outlay	<u>27,108</u>	<u>27,108</u>	<u>0</u>	<u>27,108</u>
Total Expenditures	<u>27,108</u>	<u>27,108</u>	<u>0</u>	<u>27,108</u>
Excess (Deficiency) of Revenues Over Expenditures	(27,108)	(27,108)	0	27,108
Cash Balance Beginning of Year	<u>27,108</u>	<u>27,108</u>	<u>27,108</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>27,108</u>	\$ <u>27,108</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

The notes to the financial statements are an integral part of this statement.

**NONMAJOR DEBT SERVICE**

**Debt Service (41000)**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

**Education Technology Debt Service (43000)**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 NONMAJOR DEBT SERVICE FUNDS  
 Combining Balance Sheet  
 June 30, 2007

	Debt Service 41000	Education Technology Debt Service 43000	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 327,720	\$ 462,994	\$ 790,714
Total Assets	<u>\$ 327,720</u>	<u>\$ 462,994</u>	<u>\$ 790,714</u>
<b>LIABILITIES AND FUND BALANCE</b>			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Reserved for Retirement of Long Term Debt	327,720	462,994	790,714
Total Fund Balance	<u>327,720</u>	<u>462,994</u>	<u>790,714</u>
Total Liabilities and Fund Balance	<u>\$ 327,720</u>	<u>\$ 462,994</u>	<u>\$ 790,714</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
NONMAJOR DEBT SERVICE FUNDS  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
For the Year Ended June 30, 2007

	Debt Service 41000	Education Technology Debt Service 43000	Total
Revenues			
Taxes	\$ 639,430	\$ 1,139,937	\$ 1,779,367
Investment Income	9,320	15,434	24,754
Total Revenues	<u>648,750</u>	<u>1,155,371</u>	<u>1,804,121</u>
Expenditures			
Support Services-General Administration	6,394	11,400	17,794
Debt Service			
Principal	225,000	715,000	940,000
Interest	225,105	104,761	329,866
Total Expenditures	<u>456,499</u>	<u>831,161</u>	<u>1,287,660</u>
Excess (Deficiency) of Revenues Over Expenditures	192,251	324,210	516,461
Fund Balances at Beginning of Year	<u>135,469</u>	<u>138,784</u>	<u>274,253</u>
Fund Balance End of Year	<u>\$ 327,720</u>	<u>\$ 462,994</u>	<u>\$ 790,714</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**

DEBT SERVICE-41000

Statement of Revenues, Expenditures, and Changes in Cash Balance -

Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 519,105	\$ 519,105	\$ 639,430	\$ 120,325
Investment Income	3,000	3,000	9,320	6,320
Total Revenues	<u>522,105</u>	<u>522,105</u>	<u>648,750</u>	<u>126,645</u>
<b>Expenditures</b>				
Support Services-General Administration				
Professional & Tech Services	3,500	3,500	6,394	(2,894)
Total Support Services-General Administration	<u>3,500</u>	<u>3,500</u>	<u>6,394</u>	<u>(2,894)</u>
Debt Service				
Principal	420,000	420,000	225,000	195,000
Interest	94,155	94,155	225,105	(130,950)
Total Debt Service	<u>514,155</u>	<u>514,155</u>	<u>450,105</u>	<u>64,050</u>
Total Expenditures	<u>517,655</u>	<u>517,655</u>	<u>456,499</u>	<u>61,156</u>
Excess (Deficiency) of Revenues Over Expenditures	4,450	4,450	192,251	187,801
Cash Balance Beginning of Year	<u>135,469</u>	<u>135,469</u>	<u>135,469</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 139,919</u>	<u>\$ 139,919</u>	<u>\$ 327,720</u>	<u>\$ 187,801</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 192,251</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 192,251</u>	

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 EDUCATION TECHNOLOGY DEBT SERVICE-43000  
 Statement of Revenues, Expenditures, and Changes in Cash Balance -  
 Budget and Actual (Budgetary Basis)  
 For the Year Ended June 30, 2007

	Budgeted Amounts		Actual (Budgetary Basis)	Variances Positive (Negative) Final to Actual
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 1,107,261	\$ 1,107,261	\$ 1,139,937	\$ 32,676
Investment Income	2,000	2,000	15,434	13,434
Total Revenues	<u>1,109,261</u>	<u>1,109,261</u>	<u>1,155,371</u>	<u>46,110</u>
<b>Expenditures</b>				
<b>Support Services-General Administration</b>				
Purchased Services	12,000	12,000	11,400	600
Total Support Services-General Administration	<u>12,000</u>	<u>12,000</u>	<u>11,400</u>	<u>600</u>
<b>Debt Service</b>				
Principal	1,040,000	1,040,000	715,000	325,000
Interest	67,262	67,262	104,761	(37,499)
Total Debt Service	<u>1,107,262</u>	<u>1,107,262</u>	<u>819,761</u>	<u>287,501</u>
Total Expenditures	<u>1,119,262</u>	<u>1,119,262</u>	<u>831,161</u>	<u>288,101</u>
Excess (Deficiency) of Revenues Over Expenditures	(10,001)	(10,001)	324,210	334,211
Cash Balance Beginning of Year	<u>138,784</u>	<u>138,784</u>	<u>138,784</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 128,783</u>	<u>\$ 128,783</u>	<u>\$ 462,994</u>	<u>\$ 334,211</u>
<b>Reconciliation of Budgetary Basis to GAAP Basis</b>				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 324,210</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 324,210</u>	

The notes to the financial statements are an integral part of this statement.

**OTHER SUPPLEMENTAL INFORMATION**

**FIDUCIARY FUND**

**Activity Trust Fund**

To account for funds of various student groups that are custodial in nature.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 AGENCY FUNDS  
 Statement of Changes in Assets and Liabilities  
 For the Year Ended June 30, 2007

	<u>Balance</u> <u>06/30/06</u>	<u>Change</u>	<u>Balance</u> <u>06/30/07</u>
<b>ASSETS</b>			
Cash in Bank	\$ 285,692	\$ 1,664	\$ 287,356
Total Assets	<u>\$ 285,692</u>	<u>\$ 1,664</u>	<u>\$ 287,356</u>
<b>LIABILITIES</b>			
Deposits Held for Others	\$ 285,692	\$ 1,664	\$ 287,356
Total Liabilities	<u>\$ 285,692</u>	<u>\$ 1,664</u>	<u>\$ 287,356</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 AGENCY FUNDS - ACTIVITY  
 Statement of Changes in Net Assets and Liabilities  
 For the Year Ended June 30, 2007

	Balance 06/30/06	Change	Balance 06/30/07
<b>ASSETS</b>			
Robertson High School	\$ 133,699	\$ 377	\$ 134,076
Central Office	83,174	4,895	88,069
Legion Park School	9,320	768	10,088
Sierra Vista School	4,553	5,606	10,159
Los Ninos School	18,599	(9,605)	8,994
Middle School	25,421	(4,249)	21,172
Paul D. Henry School	3,777	5,146	8,923
Mike Mateo School	3,054	(808)	2,246
Early Childhood Care	4,095	(466)	3,629
Total Assets	<u>\$ 285,692</u>	<u>\$ 1,664</u>	<u>\$ 287,356</u>
<b>LIABILITIES</b>			
Deposits Held for Others	<u>\$ 285,692</u>	<u>\$ 1,664</u>	<u>\$ 287,356</u>
Total Liabilities	<u><u>\$ 285,692</u></u>	<u><u>\$ 1,664</u></u>	<u><u>\$ 287,356</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

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	Operational 11000	Transportation 13000	Instructional Materials 14000
Net Cash in Bank 6/30/06	\$ 575,878	\$ 5,401	\$ 24,945
Add: 2006-07			
Revenues	15,445,630	545,882	184,347
Transfers In	0	0	0
TOTAL Cash Available	<u>16,021,508</u>	<u>551,283</u>	<u>209,292</u>
Less: 2006-07			
Expenditures	15,809,923	594,330	203,756
Transfers	0	0	0
	<u>15,809,923</u>	<u>594,330</u>	<u>203,756</u>
 TOTAL Cash 6/30/07	 <u>\$ 211,585</u>	 <u>(43,047)</u>	 <u>\$ 5,536</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

	Food Service 21000	Athletics 22000	Activities 23000
Net Cash in Bank 6/30/06	\$ 57,087	\$ 35,482	\$ 285,692
Add: 2006-07			
Revenues	543,816	36,447	550,158
Transfers In	0	0	0
TOTAL Cash Available	<u>600,903</u>	<u>71,929</u>	<u>835,850</u>
Less: 2006-07			
Expenditures	549,846	46,634	548,494
Transfers	0	0	0
TOTAL Cash 6/30/07	<u>\$ 51,057</u>	<u>\$ 25,295</u>	<u>\$ 287,356</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

	Federal Projects 24000	State and Other Grants 25000	State and Other Grants 26000
Net Cash in Bank 6/30/06	\$ (329,510)	\$ 202,346	\$ 9,872
Add: 2006-07			
Revenues	1,227,615	161,460	7,237
Transfers In	0	0	0
TOTAL Cash Available	<u>898,105</u>	<u>363,806</u>	<u>17,109</u>
Less: 2006-07			
Expenditures	1,686,009	167,663	767
Transfers	0	0	0
	<u>1,686,009</u>	<u>167,663</u>	<u>767</u>
 TOTAL Cash 6/30/07	 <u>(787,904)</u>	 <u>196,143</u>	 <u>\$ 16,342</u>

The notes to the financial statements are an integral part of this statement.



STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

	State and Other Grants 27000	State and Other Grants 29000	Bond Building 31100
Net Cash in Bank 6/30/06	\$ (73,876)	\$ 500	\$ 2,299,972
Add: 2006-07			
Revenues	101,796	0	1,425,565
Transfers In	0	0	0
TOTAL Cash Available	<u>27,920</u>	<u>500</u>	<u>3,725,537</u>
Less: 2006-07			
Expenditures	136,010	989	2,121,507
Transfers	0	0	0
	<u>136,010</u>	<u>989</u>	<u>2,121,507</u>
 TOTAL Cash 6/30/07	 <u>\$ (108,090)</u>	 <u>\$ (489)</u>	 <u>\$ 1,604,030</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

	Special Capital Outlay-State 31400	Senate Bill Nine 31700	Ed Tech 31900
Net Cash in Bank 6/30/06	\$ (130,060)	\$ 187,028	\$ 782,297
Add: 2006-07			
Revenues	487,662	569,770	1,002,774
Transfers In	0	0	0
TOTAL Cash Available	<u>357,602</u>	<u>756,798</u>	<u>1,785,071</u>
Less: 2006-07			
Expenditures	1,052,523	348,762	1,062,644
Transfers	0	0	0
	<u>1,052,523</u>	<u>348,762</u>	<u>1,062,644</u>
 TOTAL Cash 6/30/07	 <u>\$ (694,921)</u>	 <u>\$ 408,036</u>	 <u>\$ 722,427</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

	Public School Capital Outlay-20% 32100	Debt Service 41000	Ed Tech Debt Service 43000
Net Cash in Bank 6/30/06	\$ 27,108	\$ 135,469	\$ 138,784
Add: 2006-07			
Revenues	0	648,751	1,155,371
Transfers In	0	0	0
TOTAL Cash Available	<u>27,108</u>	<u>784,220</u>	<u>1,294,155</u>
Less: 2006-07			
Expenditures	0	456,500	831,161
Transfers	0	0	0
	<u>0</u>	<u>456,500</u>	<u>831,161</u>
TOTAL Cash 6/30/07	<u>\$ 27,108</u>	<u>\$ 327,720</u>	<u>\$ 462,994</u>

The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Cash Reconciliations - All Funds  
 For the Year Ended June 30, 2007

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	<u>Totals</u>
Net Cash in Bank 6/30/06	\$ <u>4,234,415</u>
Add: 2006-07	
Revenues	24,094,281
Transfers In	<u>0</u>
TOTAL Cash Available	<u>28,328,696</u>
Less: 2006-07	
Expenditures	25,617,518
Transfers	<u>0</u>
	<u>25,617,518</u>
 TOTAL Cash 6/30/07	 \$ <u><u>2,711,178</u></u>

The notes to the financial statements are an integral part of this statement.

## FEDERAL COMPLIANCE

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2007

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
<u>U. S. Department of Agriculture</u>			
Pass-through Public Education Department:			
USDA National School Lunch Program	10.555	21000	\$ 336,590
USDA National School Breakfast Program	10.553	21000	158,056
Total Child Nutrition Cluster			<u>494,646</u>
Pass-through State Department of Human Services			
USDA Commodities Program	10.550	21000 (1)	36,827
Pass-through Department of Education			
Fresh Fruit & Vegetables	10.582	24118	12,458
Direct Program			
Forest Reserve	10.670	11000	<u>22,521</u>
Total U. S. Department of Agriculture			<u>553,994</u>
<u>U. S. Department of Education</u>			
Pass-through State Department of Education:			
Pass-through Northwest Regional Center Cooperative No. 2			
Special Education Cluster			
IDEA, Part B, Entitlement	84.027	24106	272,518
IDEA Preschool	84.173	24109	7,990
Total Pass-through Cooperative			<u>280,508</u>
Title I	84.010	24101	765,197
Partnership in Character	84.215	24129	10,895
Enhancing Education Through Technology	84.276	24133	6,590
Comprehensive School Reform	84.332	24135	34,550
Title V	84.298	24150	4,375
English Language	84.365	24153	33,041
Title II-A	84.281	24154	185,537
Drug Free Schools & Communities	84.186	24157	4,662
Rural Low Income	84.358	24160	74,454
Reading First	84.357A	24167	245,339
Carl Perkins	84.048	24180	\$ 28,403

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2007

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
Direct Program:			
Schools with Sol		25128	\$ 18,356
Total U. S. Department of Education			<u>1,691,907</u>
<u>Department of Health &amp; Human Services</u>			
Medicaid	93.778	24253	<u>149,308</u>
Total Department of Health & Human Services			<u>149,308</u>
Total Federal Assistance			<u>\$ 2,395,209</u>

(1) Non-cash assistance

See accompanying notes to the Schedule of Expenditures of Federal Awards

STATE OF NEW MEXICO  
**LAS VEGAS CITY SCHOOLS**

Notes to the Schedule of Expenditures of Federal Awards  
June 30, 2007

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**Note 1: Significant Accounting Policies used in preparing the Schedule of Expenditure of Federal Awards**

The modified accrual basis was used to prepare the Schedule of Expenditures of Federal Awards

**Note 2: Insurance Requirements**

There are no insurance requirements on the federal awards disclosed on the Schedule of Expenditures of Federal Awards

**Note 3: Loans or Loan Guarantees**

There were no loans or loan guarantees outstanding at year end.



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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*

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Las Vegas City Schools

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue funds, and the combining and individual funds presented as supplemental information of Las Vegas City Schools, (District), as of and for the year ended June 30, 2007, and have issued our report thereon dated June 30, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned cost to be significant deficiencies in internal control over financial reporting. 06-01.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 04-02, 07-01, 07-02, 07-03, 07-04, 07-05, 07-06 and 07-07.

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

 CPA PC

June 30, 2009

Report on Compliance with Requirements  
Applicable to Each Major Program and Internal Control  
Over Compliance in Accordance With OMB Circular A-133

Mr. Hector Balderas  
State Auditor of the State of New Mexico  
Board Members of the Las Vegas City Schools

Mr. Balderas and Members of the Board

Compliance

We have audited the compliance of Las Vegas City Schools (District), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2007. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance.

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-Profits Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007. However, the results of our auditing procedures disclosed one instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as items 06-02.

## Internal Control Over Compliance

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

A control deficiency in an entity's internal control over compliance exists when the design or operation of control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weakness.

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

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

*De'Ann Willoughby CPA PC*

June 30, 2009

**A. SUMMARY OF AUDIT RESULTS**

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting

\* Material Weakness(es) identified?        yes    X    no  
\* Reportable condition(s) identified that are not considered to be material weaknesses?    X    yes        no

Noncompliance material to financial statements noted?        yes    X    no

Federal Awards

Internal control over major programs:

\* Material Weakness(es) identified?        yes    X    no  
\* Reportable condition(s) identified that are not considered to be material weaknesses?    X    yes        no

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133        yes    X    no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program of Cluster</u>
10.555	Child Nutrition Cluster
84.01	Title I

Dollar threshold used to distinguish between type A and type B programs: \$   300,000  

Auditee qualified as low risk auditee    X    yes        no

**Federal Award Findings**

**Prior Year Audit Findings**

**Status**

06-02	Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse	Repeated & Modified
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**Current Year Audit Findings**

**06-02**     **Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse**

**Condition**  
 The audit report was filed after the due date. The State Auditors Office received the audit report on 06/30/09.

**Criteria**  
 As required by OMB Circular A-133.320, the reporting package is due nine months after the fiscal year end.

**Effect**  
 Late report filing is an instance of noncompliance in the District's internal controls over financial reporting.

**Cause**  
 The audit could not be completed timely because the charter school's records were not in an audible condition when the auditors arrived to perform the field work.

**Recommendation**  
 The data collection form and reporting package should be completed timely.

**Response**  
 The audit report was filed late, therefore the reporting package was also late.

**Financial Statement Audit Findings**

**Prior Year Audit Findings**

**Status**

04-01	Overtime Issues	Resolved
04-02	Employee Contracts & Personnel Files	Repeated & Modified
04-05	Differential Salary	Resolved
05-12	School Supply Payments	Resolved
05-21	Board Member Payments	Resolved
06-01	Late Audit Report	Repeated & Modified
06-02	Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse	Repeated & Modified

## Current Year Audit Findings

### 04-02 Employee Contracts & Personnel Files

#### Condition

We sampled 100% of the employee files as requested by the Attorney General. Of 313 employee contracts sampled, 125 were not provided to the auditor. Of the 188 contracts that were provided, 181 did not have the required signatures. There were only 2 I-9s provided and only 3 files contained all of the requirements.

#### Criteria

NMAC 6.20.2.18 states that school districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates pay deduction authorizations, pay or position change notices, Education Retirement Act plan application, and direct deposit authorizations.

#### Effect

The District is not in compliance with the Immigration Reform & Control Act of 1986 and could be

#### Cause

The auditors were not provided the requested information.

#### Recommendation

All personnel files should contain above information, kept secure and maintained regularly.

#### Response

Management has implemented internal procedures to ensure compliance with the Immigration Reform & Control Act of 1986. Management disagrees with the finding regarding the missing signatures. All contracts on file for 2006-2007 have signatures. New internal controls have been established to ensure compliance with NMAC 6.20.2.18. The payroll staff has been provided with professional training on payroll issues through the American Payroll Association. Continued professional development is provided to the staff every year to ensure compliance with changes in payroll law.

### 06-01 Late Audit Report

#### Condition

The audit report was submitted to the State Auditor after the required deadline of November 15, 2007. The report was received on June 30, 2009.

#### Criteria

School audits are to be submitted to the State Auditor by November 15 as required by NMAC 2.2.2.9A (1) (d).

#### Effect

The users of the financial statements such as legislators, creditors, bondholders, state and federal grantors, etc., do not have timely audit reports and financial statements for their review. Late audit report could have an effect on state and federal funding.

#### Cause

The charter school did not have records that were auditable. The auditor had to return after the records were compiled and in an auditable state.

#### Recommendation

The audit should be filed timely.

#### Response

The district continues to have late audits due to the fact that the Charter School did not reconcile the financials. The Las Vegas City Schools Finance Director reconciled the district accounts for 2006-2007 and 2007-2008. The 2007-2008 audit will also be late. Once the district receives the past two years audits it will be able to meet the required deadline of November 15.

**07-01 Possible Cash Shortage**

**Condition**

Based on an audit procedure, it is estimated there is a cash shortage of about \$14,299 in the Food Service Fund.

**Criteria**

Per NMAC 6.20.2.14, Schools shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws and regulations.

**Effect**

A shortage of cash is detrimental to the success of the food service program and a criminal act.

**Cause**

A lack of internal controls allowed a potential shortage of cash to occur and be undetected for several months.

**Recommendation**

Internal controls should be implemented immediately to prevent or detect a cash shortage.

**Response**

Management has implemented strict internal controls and new processes to ensure cash accountability at all school sites.

**07-02 Bank Reconciliations**

**Condition**

The clearing accounts are not reconciled. We were unable to determine what the outstanding checks were or the correct balances in the clearing accounts. Based on the procedures, the payroll clearing account could be overdrawn about \$450,000 and the accounts payable clearing account could have about a \$40,000 cash balance.

**Criteria**

According to 6.20.2.11 (B) (6) NMAC and Regulation SBE-6 the reports sent to the New Mexico Public Education Department must agree to the District's general ledger.

**Effect**

Not reconciling bank accounts properly may result in the District being susceptible to continued errors and fraudulent activity.

**Cause**

Staff were unable to reconcile the bank accounts.

**Recommendation**

The bank accounts must be reconciled to the general ledger.

**Response**

Management will hire a professional financial consultant to assist the district with the reconciliation of the accounts payable and payroll clearing accounts. The new Finance Director will continue to maintain the reconciliation of these accounts upon finalization of the reconciliation for these two accounts.

**07-03 Budget Violations**

**Condition**

There were several line items over expended. See note P On pages 44-45 for the details showing which funds and line items were over expended.

**Criteria**

Sound financial management and 6-6-6 NMSA 1978 require that budgets not be exceeded at the legal level of control.

**Effect**

As a result, in non compliance with New Mexico law, and the control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover the over-expenditures.



**Cause**

Management failed to properly maintain the needed budget amendments.

**Recommendation**

Budgets should be amended before expenditures are approved.

**Response**

There was not new management using the AS400 in 2006-2007. Budget controls need to be established in the new year.

**07-04 Preparation of Financial Statements****Condition**

The individuals responsible for the accounting functions for the District did not prepare the districts' financial statements. The Financial statements were prepared by the auditor.

**Criteria**

Statement on Accounting Standards (SAS) 112, Communication of Internal Control Related Matters Identified in an Audit, requires that management clearly accept responsibility for preparing all financial information and company's financial statements.

**Effect**

Individuals, without the aid of its auditors, are unable to accurately prepare the District's financial statements in accordance with the accounting standards with the regard to apply generally accepted accounting principals.

**Cause**

Individuals responsible for the accounting and reporting functions for the District have not received training relating to the preparation of the District's financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

**Recommendation**

We recommend the District's accounting management receive training relating to the preparation of the District's financial statements in accordance with generally accepted accounting principles. This would give the accounting management responsible for the accounting and reporting functions the skills and knowledge to apply generally accepted accounting principals to the financial statements.

**Response**

Management concurs.

**07-05 Capital Assets Accounting System****Condition**

Capital Assets records are not being maintained by the District. They hired a consultant who uses software outside the District. The schedules provided to the auditor did not agree to the roll forward numbers from the prior year audit. There are many items included on the depreciation schedule that should not be included.

**Criteria**

Per NMAC 2.20.1.8 Fixed Asset Accounting System, agencies should implement systematic and well-documented methods for account for their fixed assets. A computerized system is recommended, with appropriate controls on access and authorization of transactions. The system must be capable of generating lists of fixed assets in sequences useful for managing them. It must track all transactions including acquisitions, depreciation, betterments and dispositions.

**Effect**

The District is noncompliant with NMAC 2.20.1.8 and without modification the District's capital assets listing will be incorrectly stated. The lack of proper implementation of controls over capital assets may result in the financial statements being misstated.

**Cause**

The capital assets management has always been poor. The District hired a consultant to improve the situation. It didn't.

**Recommendation**

The District should make every effort to implement in house software and staff to manage fixed assets correctly.

**Response**

Management concurs.

**07-06 Activity Accounts****Condition**

When the auditors arrived for field work, the activity account bank reconciliations for the entire year had not been completed. There were no reports available to audit. The AS400 computer system could not produce a report including beginning balances, receipts, expenditures and ending balance for each activity account. The staff attempted to reconcile the bank statements while we were there but were never able to produce reports for the auditors. The Statement of Changes in Net Assets and Liabilities does not include receipts and expenditures but only the change for each account. The next years audit work which has occurred before this report was issued disclosed incorrect balances in various activity accounts. The auditors did not change the balances because the next years records were in the same condition and we have no confidence in the balances in the next year either.

**Criteria**

Per NMAC 6.20.2.14 K, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements should be reviewed by management. The bank statements, receipts, deposit slips, canceled checks, supporting documents shall be made available to the auditors during the annual audit.

**Effect**

Reconciling bank statements and activity accounts are essential to the District's operational and management decisions. Errors and possible fraudulent activity can result and not be detected or corrected and result in inaccurate reporting to management and activity sponsors.

**Cause**

Staff responsible for the reconciliations and reports was not completing her job.

**Recommendation**

The staffing issue must be addressed by management. All work must be completed timely, not just when the auditors arrive. Management must oversee work of staff to determine all work is completed timely.

**Response**

Management concurs.

**07-07 Inventory of Fixed Assets****Condition**

The District could not provide documentation to the auditors indicating that a physical inventory was taken and compared to the Districts list of fixed assets.

**Criteria**

Section 12-6-10, NMSA 1978, requires each agency to conduct an annual physical inventory of movable chattles and equipment on the inventory list a the end of each fiscal year. The agency shall certify the correctness for the inventory after the physical inventory. This certification should be provided to the agency's auditors.

**Effect**

The District is in violation of Section 12-6-10, NMSA 1978. A lack of a physical inventory could result in fixed assets being misplaced or stolen without a claim made to the insurance company.

**Cause**

The District does not have a list of chattles and equipment to compare a physical inventory to.

**Recommendation**

The District should take action to comply with Section 12-6-10, NMSA 1978.

**Response**

Management will purchase a new accounting system and hire a fixed asset clerk in 2007-2008 to oversee fixed asset inventory and reporting.

**Financial Statement Preparation**

The financial statements were prepared by De'Aun Willoughby CPA however they are the responsibility of management.

**Exit Conference**

An exit conference was held on June 30, 2009. Those present were Elaine Luna, Member, Gab Lucero, Member, Lee Ette Quintana, Assistant Superintendent, Myrna Garcia, Business Manager, and De'Aun Willoughby, CPA.

**BRIDGE ACADEMY CHARTER SCHOOL**

**Prior Year Audit Findings**

	<u>Status</u>
05-05 Department of Labor Payments	Repeated & Modified
06-01 Bank Accounts - Overdrawn	Resolved
06-02 Payment of personal items	Resolved
06-03 Payment of personal items	Resolved
06-04 Mentoring Grant	Resolved
06-05 Procurement-Contract payment to foreign origin	Resolved
06-06 Travelers check	Resolved
06-07 Incorrect Signatures	Resolved
06-08 No Payroll Contracts	Repeated

**Current Year Audit Findings**

**05-05 Department of Labor Condition**

There were no provided documents to prove that the gross salaries paid to the employees was also the same amount reported to the Department of Labor.

**Criteria**

According to New Mexico Department of Labor regulations all wages paid to employees are to reported quarterly. Also, any wages paid over the taxable base rate of \$17,900 are to be considered excess wages and reported as such on the quarterly report.

**Effect**

The school could be subject to additional taxes and penalties.

**Cause**

Documents were not kept in a orderly fashion and the employee was unable to locate the documents.

**Recommendation**

We recommend that the school staff keeps important documents in organized and designated area to be easily found when requested.

**Response**

None. The School is closed.

**06-08 No Payroll Contracts****Condition**

Upon request by the auditor, payroll contracts could not be provided.

**Criteria**

The Regulation of Public School and Accounting and Budgeting Handbook, Chapter 14 states that School Districts shall maintain and have available for inspection employee record documentation to include employment contracts, contracts for stipends, personnel/payroll action form, certification records, employment eligibility verification, federal and state withholding allowance certificates.

**Effect**

Payroll contracts are the source of documentation to prove payment; schedules and reports.

**Cause**

Inadequate internal controls has caused a loss of paperwork, including payroll contracts.

**Recommendation**

The internal control process should be reviewed, corrected, and followed.

**Response**

None. The School is closed.

**07-01 Failure to File Tax Form 941****Condition**

The school did not file tax form 941 on time for the fiscal year ending June 30, 2007.

**Criteria**

IRS Tax Code Title 29 requires the filing of Form 941 after each quarter reporting wages paid employer payroll taxes to be paid.

**Effect**

The School is in violation of the IRS Tax Code Title 29 and subject to the penalties set within for failure to file Form 941.

**Cause**

The School failed to file the Form 941 on time and prior to receiving notice from the Internal Revenue Service.

**Recommendation**

The School must implement controls to ensure that compliance to all IRS Tax Code requirements are adhere to completely.

**Response**

None. The School is closed.

**07-02 Failure to Submit ERB Payments Timely****Condition**

The school did not file and submit payment to ERB on time in 2007.

**Criteria**

Per 2 NMAC 82.9, entitled "Public Finance, Educational Retirement, Administrative Unit Reports and Remittances," Section 8.3 states, "Reports and contributions shall be postmarked no later than the fifteenth (15th) of the month following the end of the month covered by the report."

**Effect**

The School is in violation of the NMAC 82.9 and subject to the penalties set within for failure to submit reports and contributions on time.

**Cause**

The School failed to file the reports and submit contributions on time, prior to receiving notice from the Educational Retirement Board on June 8, 2007.

**Recommendation**

The School must implement controls to ensure that compliance to all ERB requirements are adhere to completely.

**Response**

None. The School is closed.

**07-03 Failure to Submit RHCA Payments Timely**

**Condition**

The school did not make payments on time as required to the New Mexico Retiree Healthcare Board for their employees throughout the year.

**Criteria**

Per 10-7C-15 NMSA 1978 as a condition of employment, participation employer's shall deduct RHCA contributions from the participating employee's salary and shall remit it to the board as provided by any procedures the board may require. Per discussion with NMRHCA if an employee is covered by ERA they are also a member of RHCA.

**Effect**

As a result of the late filings with the RHCA the school had absorb additional expenditures due to the penalties of unpaid late penalty assessment transactions.

**Cause**

The School failed to file the reports and submit contributions on time, due to the lack of training.

**Recommendation**

The School must implement controls to ensure that compliance to all RHCA requirements are adhere to completely.

**Response**

None. The School is closed.

**07-04 Inadequate Maintenance of Deductions, Pay Schedules, Personnel Files**

**Condition**

During our test work of payroll and payroll related reports we noted all employees did not include proper I-9 form documentation, W-4's and authorized deductions. The school was paying employees before they actually worked all of the hours.

**Criteria**

NMAC 6.20.2.18 states the local board shall establish written policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. The School shall maintain and have available for inspection the following record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations (W-4), pay or position change notices, and Educational Retirement Act plan application. Additionally, pay rates must be calculated correctly according to the contract amount, and all deductions, including FICA, Medicare, and medical insurance, must be calculated and deducted at the correct rate as determined by the entity the deductions will be paid to.

**Effect**

The School is not in compliance with the Immigration Reform & Control Act of 1986 and could be subject to penalties and fines.

**Cause**

The School did not maintain proper documentation relating to the personnel files of employees. This is an indication that the school did not maintain proper internal controls over the personnel or payroll functions.

**Recommendation**

The School must require all employees to complete the necessary forms and retain the necessary documents in each employee's personnel file. In addition, the School should make periodic checks

**Response**

None. The School is closed.

**07-05 Expenditures Over Budget****Condition**

The school incurred expenditures in excess of the approved budget in the following funds.

<u>Fund</u>	<u>Approved Budget</u>	<u>Actual Expenditures</u>	<u>Amount over Expended</u>
<u>General Fund</u>			
Support Services-School Administration	8,083	54,026	(45,943)
Operation & Maintenance of Plant	35,462	35,939	(477)
<u>Special Revenue</u>			
Go Library Bonds	0	350	(350)
Foreign Language Assistant	36,000	36,652	(652)
Family & Youth Resource	15,000	15,010	(10)
Partnership in Character	11,000	11,009	(9)

**Criteria**

According to NMSA 1978 Section 22-8-11 B all fiscal agents of public monies have a responsibility to monitor spending to comply with established budget guidelines. A budget is a proposed plan of financial operations for a given period of time. The annual budget authorizes and provides the basis for control of financial operations during the fiscal year. The budget should be analyzed monthly to insure expenditures remain within the legally adopted budget and revisions should be made whenever necessary.

**Effect**

State statute may have been violated subjecting those responsible to the penalty provisions of the statute.

**Cause**

Purchases were approved in excess of available budget or budget adjustments were not approved to cover the expenditures approved.

**Recommendation**

We recommend that purchases not be approved which would cause the budget to be exceeded. We also recommend that timely budget adjustments be prepared when necessary.

**Response**

None. The School is closed.

**07-06 Purchase Orders Required****Condition**

Twenty-five out of seventy-five paid invoices chosen had no approved purchase orders attached.

**Criteria**

According to PED regulations purchase orders are to be used as part of the internal control process. They are used to ensure the purchase has been authorized, cash and budget are available and correct fund and line item have been charged.

**Effect**

PED regulations have not been followed.

**Cause**

Management was not able or was careless with their recordkeeping responsibilities.

**Recommendation**

The school should use purchase orders as per PED regulations.

**Response**

None. The School is closed.

**07-07 1099 Forms Not Prepared****Condition**

It appears that the school did not prepare 1099's for the contract services performed.

**Criteria**

According to IRS regulations any entity paid over \$600 (that is not paid through payroll) is required to have a 1099 form prepared and a copy sent to the IRS.

**Effect**

IRS regulations were not followed. IRS could assess a \$50 penalty per 1099 form not prepared. These penalties are not budgeted for.

**Cause**

School personnel did not ensure a review of all payments made was done so that all contract labor was prepared a 1099.

**Recommendation**

The school should implement a review process at the end of the year to ensure that all contract labor requiring a 1099 actually receives one.

**Response**

None. The School is closed.

**07-08 IRS W-3 Form****Condition**

There was no W-3 provided to compare amounts reported as wages, social security wages, medicare wages, social security taxes withheld and medicare taxes withheld could not be matched/traced to the 941 quarterly reports.

**Criteria**

The IRS W-3 form is prepared based on the 4 quarterly 941 reports.

**Effect**

If these forms do not match the IRS will send notices requesting information as to why. Also, the IRS could impose interest and penalties for the incorrect portion that wasn't paid.

**Cause**

School personnel is not complying with IRS procedures to ensure that the W-3 form is available and that it can be traced to the 4 quarterly 941 reports.

**Recommendation**

The school should ensure that these procedures are performed to ensure these reports match and are available for review.

**Response**

None. The School is closed.

**07-09 Bank Account Reconciliation****Condition**

The school did not properly reconcile the bank accounts for the fiscal year. We had to wait till June of 2009 for them to have their reconciliations done.

**Criteria**

The bank account should be reconciled monthly upon receiving the bank statement. This is to comply with 6-6-3 NMSA 1978.

**Effect**

Cash could be misstated.

**Cause**

The school personnel did not complete this procedure.

**Recommendation**

The school should hire staff that are adequately trained in reconciling bank statement. Review bank reconciliation reports for the bank account and compare to actual balances in the general ledger. Any errors or variances should be researched and corrected.

**Response**

None. The School is closed.

**07-10 Checks Issued****Condition**

During our sampling of cancelled checks and paid bills, we noted that the checks do not have "void after one year from date" written on the face of the checks.

**Criteria**

According to NMAC 6.20.2.14 cash control standard, each warrant or check issued is required to have printed on its face the words, "void after one year from date." Whenever any warrant or check is unpaid for one year, the fiscal officer shall cancel it in accordance with section 6-10-57 (A), NMSA 1978.

**Effect**

The school could be liable for checks potentially cancelled.

**Cause**

The school does not order checks with required words on face.

**Recommendation**

We recommend that the school order checks that have the appropriate wording, "void after one year from date" printed clearly on the face of them.



**Response**

None. The School is closed.

**07-11 Cash Disbursements****Condition**

Documentation could not be located for 3 out of 78 expenditures. The purchase orders were less than the expenditure for 3 out of 78 items. Checks were not voided 2 out of 78 expenditures.

**Criteria**

NMAC 6.20.2.17 states that each school shall establish and implement written policies and procedures for purchasing, which shall be in compliance with the procurement code section 13-1-21, NMSA 1978.

**Effect**

The proper maintenance of supporting documentation relating to financial transaction is necessary to mitigate possible dual payments and invoices, resolution of disputes with vendors, etc.

**Cause**

Management was not able or was careless with their recordkeeping responsibilities.

**Recommendation**

We recommend the school follows all policies and procedures.

**Response**

None. The School is closed.

**07-12 SAS 112 Compliance****Condition**

The individuals responsible for the accounting and reporting functions for the Charter lack the skills and knowledge to apply generally accepted accounting principles in preparing the entity's financial statements. The accounting management has not obtained training to adequately apply generally accepted accounting principles, which includes GASB 34 and subsequent pronouncements.

**Criteria**

Statement on Auditing Standards (SAS) 112, Communication of Internal Control Related Matters Identified in an Audit, requires that management clearly accept responsibility for preparing all financial information and company's financial statements.

**Effect**

The Charter, without the aid of its auditors, is unable to accurately prepare financial statements in accordance with governmental accounting standards with regard to applying generally accepted accounting principles.

**Cause**

Individual's responsible for the accounting and reporting functions for the Charter have not received training in preparing government financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No. 34 and subsequent pronouncements.

**Recommendation**

We recommend the Charter's accounting management receive the training relating to the preparation of the Charter's financial statements in accordance with generally accepted accounting principles. This would give the individuals responsible for the accounting and reporting functions the skills and knowledge to apply generally accepted accounting principles to the financial statements.

**Response**

None. The School is closed.

**07-13 Late Audit Report****Condition**

The audit report was submitted to the State Auditor after the required deadline of November 15, 2007. The report was received on June 30, 2009.

**Criteria**

School audits are to be submitted to the State Auditor by November 15 as required by NMAC 2.2.2.9A (1) (d).

**Effect**

The field work was completed after the November 15 deadline.

**Cause**

The Schools records were not auditable. Had to wait on the school to get their books in a state where we could audit them.

**Recommendation**

The audit should be filed timely.

**Response**

None. The School is closed.

**07-14 Exit Conference****Condition**

There was no exit conference held do to the fact that the school is no longer in existent.

**Criteria**

According to SAO rule 2.2.2.10 J, the IPA must hold an exit conference with representatives of the school's governing body and top management.

**Effect**

We are unable to communicate the findings with the governing council and management.

**Cause**

The school is no longer in existent, the members of the council has disbanded and the some of the management is residing overseas.

**Recommendation**

None.

**Response**

None. The School is closed.

**Financial Statement Preparation**

The financial statements were prepared by De'Aun Willoughby CPA. However, they are the responsibility of management.

**Exit Conference**

An exit conference was not held due to the school has closed.