

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



**ANNUAL FINANCIAL REPORT**

**JUNE 30, 2012**



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## **INTRODUCTORY SECTION**

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**LAS VEGAS CITY SCHOOLS**  
**ANNUAL FINANCIAL REPORT**  
**YEAR ENDED JUNE 30, 2012**  
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**LAS VEGAS CITY SCHOOLS**  
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**LAS VEGAS CITY SCHOOLS  
OFFICIAL ROSTER  
JUNE 30, 2012**

<u><b>Name</b></u>	<u><b>Board of Education</b></u>	<u><b>Title</b></u>
Felix Alderete		President
Gloria Lovato-Pacheco		Vice President
Gabriel Lucero		Secretary
Elaine V. Luna		Member
Ernesto Salazar		Member
	<u><b>School Officials</b></u>	
Sheryl McNellis		Superintendent

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**FINANCIAL SECTION**

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# Griego Professional Services, LLC

Certified Public Accountants

## INDEPENDENT AUDITORS' REPORT

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Las Vegas City Schools  
Las Vegas, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general funds and major special revenue fund of Las Vegas City Schools (the District), New Mexico, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project funds, major debt service fund and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of Las Vegas City Schools' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expression an opinion on the effectiveness of the agency's internal control over financial reporting. Accordingly, we express no such opinion. 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 the 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, each major fund, and the aggregate remaining fund information of Las Vegas City Schools, New Mexico, as of June 30, 2012, and the respective changes in financial position thereof and the respective budgetary comparisons for the general funds and major special revenue fund 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 Las Vegas City Schools, New Mexico as of June 30, 2012, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project funds, major debt service fund 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 our report dated November 14, 2013 on our consideration of Las Vegas City Schools, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

P.O. Box 37379 • Albuquerque, NM 87176-7379  
8500 Menaul Blvd. NE, Ste. B295 • Albuquerque, NM 87112  
Phone (505) 856-2741 - Fax (505) 856-7510

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For the year ended June 30, 2012, 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 part of the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governmental and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as "Supporting Schedules" 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.

GRIEGO PROFESSIONAL SERVICES, LLC

A handwritten signature in cursive script that reads "Griego Professional Services, LLC".

Albuquerque, New Mexico  
November 14, 2013

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**BASIC  
FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1  
(Page 1 of 2)

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 878,026
Receivables:	
Property taxes	27,680
Intergovernmental	1,910,728
Inventory	5,842
Total current assets	2,822,276
Noncurrent assets:	
Bond issuance costs (net of amortization of \$341,841)	267,983
Capital assets (net of accumulated depreciation):	
Construction in progress	2,027,181
Land and land improvements	835,535
Buildings and building improvements	22,894,580
Furniture, fixtures and equipment	8,577,812
Less: accumulated depreciation	(15,974,844)
Total noncurrent assets	18,628,247
Total assets	\$ 21,450,523

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1  
(Page 2 of 2)

	<u><b>Governmental Activities</b></u>
<b>LIABILITIES AND NET ASSETS</b>	
Current liabilities:	
Accounts payable	\$ 464,788
Accrued interest	145,737
Accrued expenses	389,254
Deferred revenue	94,359
Current portion of compensated absences	90,541
Current portion of long-term debt	<u>1,525,000</u>
Total current liabilities	<u>2,709,679</u>
Noncurrent liabilities:	
Bond underwriter premiums (net of amortization of \$30,188)	46,208
Bonds due in more than one year	10,495,000
Compensated absences	<u>135,813</u>
Total noncurrent liabilities	<u>10,677,021</u>
Total liabilities	<u>13,386,700</u>
Net assets:	
Invested in capital assets, net of related debt	6,562,039
Restricted for:	
Debt service funds	2,126,463
Special revenue funds	166,204
Capital project funds	401,911
Unrestricted	<u>(1,192,794)</u>
Total net assets	<u>8,063,823</u>
Total liabilities and net assets	<u><u>\$ 21,450,523</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>
<b>Primary Government</b>		<b>Charges for Service</b>
<i>Governmental Activities</i>		
Current:		
Instruction	\$ 10,952,929	\$ 800
Support services:		
Students	1,769,344	144,386
Instruction	206,182	-
General Administration	941,977	-
School Administration	1,489,681	-
Central Services	552,695	-
Operation & Maintenance of Plant	3,692,903	-
Student Transportation	784,638	-
Other Support Services	10,951	-
Food Services Operation	732,957	56,719
Depreciation- Unallocated	601,131	-
Interest on long-term debt	626,628	-
	<hr/>	<hr/>
Total Primary Government	<u>\$ 22,362,016</u>	<u>\$ 201,905</u>

The accompanying notes are an integral part of these financial statements

<b>Program Revenues</b>		<b>Net (Expenses)</b>
<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Revenues and Changes in Net Assets</b>
\$ 2,718,814	\$ -	\$ (8,233,315)
26,254	-	(1,598,704)
-	-	(206,182)
-	-	(941,977)
-	-	(1,489,681)
-	-	(552,695)
-	40,051	(3,652,852)
666,222	-	(118,416)
-	-	(10,951)
694,596	-	18,358
-	-	(601,131)
-	-	(626,628)
<u>\$ 4,105,886</u>	<u>\$ 40,051</u>	<u>(18,014,174)</u>

**General Revenues:**

Property taxes:	
Levied for general purposes	71,440
Levied for debt service	2,393,694
Levied for capital projects	477,516
State Equalization Guarantee	13,814,417
Unrestricted investment earnings	41,343
Miscellaneous	117,338
Total general revenues	<u>16,915,748</u>
Change in net assets	(1,098,426)
Net assets - beginning	<u>9,162,249</u>
Net assets - ending	<u>\$ 8,063,823</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

	General Fund			Special Revenue
	Operational 11000	Transportation 13000	Instructional Materials 14000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 18,974	\$ 14,768	\$ -
Accounts receivable				
Taxes	701	-	-	-
Due from other governments	-	-	-	631,556
Other Receivables	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	701	18,974	14,768	631,556
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	260,383	-	-	3,000
Accrued Salaries	389,250	4	-	-
Deferred Revenue	-	-	-	-
Interfund payables	59,538	-	-	628,556
<i>Total liabilities</i>	709,171	4	-	631,556
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted	-	18,970	14,768	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(708,470)	-	-	-
<i>Total fund balance</i>	(708,470)	18,970	14,768	-
<i>Total liabilities and fund balance</i>	701	18,974	14,768	631,556

The accompanying notes are an integral part of these financial statements

Funds		Debt Service Funds					Total Primary Government
21st Century Community Learning Ctrs 24119	ARRA Entitlement IDEA-B 24206	Capital Improvements SB-9 31700	Debt Service 41000	Ed Tech Debt Service 43000	Other Governmental Funds		
\$ -	\$ -	\$ -	\$ -	\$ 401,435	\$ 442,849	\$ 878,026	
-	-	4,614	16,291	6,074	-	27,680	
471,720	336,259	-	-	-	471,193	1,910,728	
-	-	-	-	-	-	-	
-	-	547,410	1,442,766	113,926	-	2,104,102	
-	-	-	-	-	5,842	5,842	
<u>471,720</u>	<u>336,259</u>	<u>552,024</u>	<u>1,459,057</u>	<u>521,435</u>	<u>919,884</u>	<u>4,926,378</u>	
-	-	25,431	-	-	175,974	464,788	
-	-	-	-	-	-	389,254	
-	-	-	-	-	94,359	94,359	
471,720	336,259	-	-	-	608,029	2,104,102	
<u>471,720</u>	<u>336,259</u>	<u>25,431</u>	<u>-</u>	<u>-</u>	<u>878,362</u>	<u>3,052,503</u>	
-	-	-	-	-	5,842	5,842	
-	-	526,593	1,459,057	521,435	328,192	2,869,015	
-	-	-	-	-	489	489	
-	-	-	-	-	-	-	
-	-	-	-	-	(293,001)	(1,001,471)	
-	-	526,593	1,459,057	521,435	41,522	1,873,875	
<u>471,720</u>	<u>336,259</u>	<u>552,024</u>	<u>1,459,057</u>	<u>521,435</u>	<u>919,884</u>	<u>4,926,378</u>	

The accompanying notes are an integral part of these financial statements

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

Exhibit B-1  
 (Page 2 of 2)

**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 1,873,875
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	18,360,264
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds:	
Bond issuance costs, including original issue discounts and premiums are not financial resources and, therefore, are not reported in the funds	
Bond issuance costs net of accumulated amortization	267,983
Bond underwriter premiums net of accumulated amortization	(46,208)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued interest	(145,737)
Accrued compensated absences - current portion	(90,541)
Accrued compensated absences - noncurrent portion	(135,813)
General obligation bonds - current portion	(1,525,000)
General obligation bonds - noncurrent portion	<u>(10,495,000)</u>
Net Assets-total Governmental Activities	<u>\$ 8,063,823</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	General Fund			Special Revenue
	Operating 11000	Transportation 13000	Instructional Materials 14000	Title I IASA 24101
<i>Revenues:</i>				
Property taxes	\$ 71,440	\$ -	\$ -	\$ -
State grants	13,814,554	671,296	80,233	-
Federal grants	166,145	-	-	772,395
Charges for services	800	-	-	-
Miscellaneous	16,311	-	-	-
Interest	20,425	-	-	-
<i>Total revenues</i>	<u>14,089,675</u>	<u>671,296</u>	<u>80,233</u>	<u>772,395</u>
<i>Expenditures:</i>				
Current:				
Instruction	8,558,669	-	83,289	584,380
Support Services				
Students	1,409,428	-	-	-
Instruction	204,110	-	-	-
General Administration	821,277	-	-	25,000
School Administration	1,227,832	-	-	163,015
Central Services	551,607	-	-	-
Operation & Maintenance of Plant	2,717,388	-	-	-
Student Transportation	75,418	671,296	-	-
Other Support Services	10,951	-	-	-
Food Services Operations	6,961	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond Issuance Costs	-	-	-	-
<i>Total expenditures</i>	<u>15,583,641</u>	<u>671,296</u>	<u>83,289</u>	<u>772,395</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,493,966)</u>	<u>-</u>	<u>(3,056)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Payments to escrow agents	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,493,966)</u>	<u>-</u>	<u>(3,056)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	785,496	18,970	17,824	-
<i>Restatement</i>	-	-	-	-
<i>Fund balances - beginning of year (restated)</i>	<u>785,496</u>	<u>18,970</u>	<u>17,824</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ (708,470)</u>	<u>\$ 18,970</u>	<u>\$ 14,768</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Funds		Debt Service Funds					Total Primary Government
21st Century Community Learning Ctrs 24119	ARRA Entitlement IDEA-B 24206	Capital Improvements SB-9 31700	Debt Service 41000	Ed Tech Debt Service 43000	Other Governmental Funds		
\$ -	\$ -	\$ 477,516	\$ 1,793,983	\$ 598,462	\$ -	\$ 2,941,401	
-	-	173	-	-	66,830	14,633,086	
832,217	127,889	-	-	-	1,675,773	3,574,419	
-	-	-	-	-	56,719	57,519	
-	-	-	-	-	(489)	15,822	
-	-	-	-	-	20,918	41,343	
<u>832,217</u>	<u>127,889</u>	<u>477,689</u>	<u>1,793,983</u>	<u>598,462</u>	<u>1,819,751</u>	<u>21,263,590</u>	
735,712	112,717	-	-	-	616,072	10,690,839	
-	15,172	-	-	-	319,890	1,744,490	
-	-	-	-	-	5,797	209,907	
32,300	-	4,774	18,043	5,943	32,379	939,716	
64,205	-	-	-	-	18,132	1,473,184	
-	-	-	-	-	-	551,607	
-	-	-	-	-	-	2,717,388	
-	-	-	-	-	-	746,714	
-	-	-	-	-	-	10,951	
-	-	-	-	-	711,520	718,481	
-	-	1,005,956	-	-	2,424,722	3,430,678	
-	-	-	850,000	400,000	-	1,250,000	
-	-	-	357,105	40,281	-	397,386	
-	-	-	62,466	-	-	62,466	
<u>832,217</u>	<u>127,889</u>	<u>1,010,730</u>	<u>1,287,614</u>	<u>446,224</u>	<u>4,128,512</u>	<u>24,943,807</u>	
-	-	(533,041)	506,369	152,238	(2,308,761)	(3,680,217)	
-	-	-	(3,382,534)	-	-	(3,382,534)	
-	-	-	3,445,000	-	-	3,445,000	
-	-	-	62,466	-	-	62,466	
-	-	(533,041)	568,835	152,238	(2,308,761)	(3,617,751)	
-	-	1,059,634	890,222	369,197	2,350,283	5,491,626	
-	-	-	-	-	-	-	
-	-	1,059,634	890,222	369,197	2,350,283	5,491,626	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 526,593</u>	<u>\$ 1,459,057</u>	<u>\$ 521,435</u>	<u>\$ 41,522</u>	<u>\$ 1,873,875</u>	

The accompanying notes are an integral part of these financial statements

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

Exhibit B-2  
(Page 2 of 2)

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (3,617,751)
<p>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 for the period.</p>	
Depreciation expense	(1,058,767)
Capital outlay	2,666,005
<p>The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p>	
Issuance costs of bonds issued in current year	62,466
Current year amortization of bond issuance costs	(77,762)
Increase in accrued interest payable	(229,242)
Increase in accrued compensated absences	(30,909)
Bond proceeds	(3,445,000)
Escrow payments to agents	3,382,534
Principal payments on bonds	<u>1,250,000</u>
Change in Net Assets - Total Governmental Activities	<u>\$ (1,098,426)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**OPERATIONAL FUND (11000)**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ 200	\$ 200	\$ 800	\$ 600
Property taxes	73,210	73,210	71,394	(1,816)
State grants	13,758,090	13,808,005	13,814,554	6,549
Federal grants	91,459	97,551	172,237	74,686
Miscellaneous	113,000	113,000	16,311	(96,689)
Interest	25,000	25,000	20,425	(4,575)
<i>Total revenues</i>	<u>14,060,959</u>	<u>14,116,966</u>	<u>14,095,721</u>	<u>(21,245)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	8,501,294	8,507,386	8,556,509	(49,123)
Support Services				
Students	1,429,319	1,479,234	1,385,669	93,565
Instruction	109,094	109,094	204,110	(95,016)
General Administration	844,459	844,459	831,330	13,129
School Administration	1,026,497	1,026,497	1,227,832	(201,335)
Central Services	514,094	514,094	522,903	(8,809)
Operation & Maintenance of Plant	2,640,543	2,640,543	2,623,735	16,808
Student Transportation	13,901	13,901	69,165	(55,264)
Other Support Services	33,695	33,695	10,951	22,744
Food Services Operations	-	-	6,961	(6,961)
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>15,112,896</u>	<u>15,168,903</u>	<u>15,439,165</u>	<u>(270,262)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,051,937)</u>	<u>(1,051,937)</u>	<u>(1,343,444)</u>	<u>(291,507)</u>
<i>Other financing sources (uses):</i>				
Designated cash	1,051,937	1,051,937	-	(1,051,937)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,051,937</u>	<u>1,051,937</u>	<u>-</u>	<u>(1,051,937)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(1,343,444)</u>	<u>\$ (1,343,444)</u>
<i>Fund balances - beginning of year</i>			<u>1,283,906</u>	
<i>Fund balances - end of year</i>			<u>\$ (59,538)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (1,343,444)	
Revenue accruals			(6,046)	
Expenditure accruals			(144,476)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,493,966)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**TRANSPORTATION FUND (13000)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	654,764	671,296	671,296	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>654,764</u>	<u>671,296</u>	<u>671,296</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	654,764	671,296	671,292	4
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>654,764</u>	<u>671,296</u>	<u>671,292</u>	<u>4</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>4</u>	<u>\$ 4</u>
<i>Fund balances - beginning of year</i>			<u>18,970</u>	
<i>Fund balances - end of year</i>			<u>\$ 18,974</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 4	
Revenue accruals			-	
Expenditure accruals			<u>(4)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**INSTRUCTIONAL MATERIALS FUND (14000)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	67,672	85,496	80,233	(5,263)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>67,672</u>	<u>85,496</u>	<u>80,233</u>	<u>(5,263)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	67,672	85,496	83,289	2,207
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>67,672</u>	<u>85,496</u>	<u>83,289</u>	<u>2,207</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,056)</u>	<u>(3,056)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(3,056)</u>	<u>(3,056)</u>
<i>Fund balances - beginning of year</i>			<u>17,824</u>	
<i>Fund balances - end of year</i>			<u>\$ 14,768</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (3,056)	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (3,056)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**TITLE I - IASA SPECIAL REVENUE FUND (24101)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	768,237	866,786	531,550	(335,236)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>768,237</u>	<u>866,786</u>	<u>531,550</u>	<u>(335,236)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	600,688	668,397	581,380	87,017
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	25,000	25,000	-
School Administration	167,549	173,389	163,015	10,374
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>768,237</u>	<u>866,786</u>	<u>769,395</u>	<u>97,391</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(237,845)</u>	<u>(432,627)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(237,845)</u>	<u>\$ (432,627)</u>
<i>Fund balances - beginning of year</i>			<u>(390,711)</u>	
<i>Fund balances - end of year</i>			<u>\$ (628,556)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (237,845)	
Revenue accruals			240,845	
Expenditure accruals			<u>(3,000)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
21st CENTURY COMMUNITY LEARNING CENTERS SPECIAL REVENUE FUND (24119)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	425,600	822,817	497,990	(324,827)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>425,600</u>	<u>822,817</u>	<u>497,990</u>	<u>(324,827)</u>
<i>Expenditures:</i>				
Current:				
Instruction	362,293	675,669	735,712	(60,043)
Support Services				
Students	-	5,000	-	5,000
Instruction	-	-	-	-
General Administration	15,790	42,786	32,300	10,486
School Administration	70,305	122,150	64,205	57,945
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>448,388</u>	<u>845,605</u>	<u>832,217</u>	<u>13,388</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(22,788)</u>	<u>(22,788)</u>	<u>(334,227)</u>	<u>(311,439)</u>
<i>Other financing sources (uses):</i>				
Designated cash	22,788	22,788	-	(22,788)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>22,788</u>	<u>22,788</u>	<u>-</u>	<u>(22,788)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	(334,227)	<u>\$ (334,227)</u>
<i>Fund balances - beginning of year</i>			(137,493)	
<i>Fund balances - end of year</i>			<u>\$ (471,720)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (334,227)	
Revenue accruals			334,227	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
ARRA ENTITLEMENT SPECIAL REVENUE FUND (24206)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	134,559	1,400	(133,159)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>134,559</u>	<u>1,400</u>	<u>(133,159)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	114,275	112,717	1,558
Support Services				
Students	-	20,284	20,284	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>134,559</u>	<u>133,001</u>	<u>1,558</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(131,601)</u>	<u>(131,601)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(131,601)</u>	<u>\$ (131,601)</u>
<i>Fund balances - beginning of year</i>			<u>(204,658)</u>	
<i>Fund balances - end of year</i>			<u>\$ (336,259)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (131,601)	
Revenue accruals			126,489	
Expenditure accruals			<u>5,112</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

**ASSETS**

*Current Assets*

Cash	<u>\$ 385,757</u>
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<i>Total assets</i>	<u><u>385,757</u></u>
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**LIABILITIES**

*Current Liabilities*

Deposits held in trust for others	<u>\$ 385,757</u>
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<i>Total liabilities</i>	<u><u>\$ 385,757</u></u>
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The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies**

Las Vegas City Schools (the District) is a special purpose government corporation governed by an elected five member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. The School Board operates ten schools within the District. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Las Vegas City School's management that is responsible for the financial statements. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their government-wide financial statements, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

**A. *Financial Reporting Entity***

The Las Vegas City School 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.

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

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

Based upon the criteria listed above, Las Vegas City Schools has no component units.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

**B. *Government-wide and fund financial statements***

The government-wide financial statements (i.e., the statement of net assets and the statement of activities and changes in net assets) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are billed. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Ad valorem taxes (property taxes), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

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

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.

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

The *Capital Projects Funds* are used to account for all resources for the acquisition of capital facilities by the District.

The *Debt Service Funds* are used to account for the resources for, and the payment of, principal, interest and related costs.

Under the requirements of GASB #34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the Operational Fund), which include funds that were not required to be presented as major but were at the discretion of management:

The *Transportation Fund (13000)* is used to account Transportation funds authorized by Section 22-8-26, NMSA, 1978 designated for the costs of transporting school-age children who are students within the District. This fund is considered by PED to be a sub-fund of the General Fund.

The *Instructional Materials Fund (14000)* accounts for Funding designated for instructional materials purchases as authorized by Sections 22-15-1 through 22-15-14, NMSA, 1978 for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students. This is considered by PED to be a sub-fund of the General Fund.

The *Title I - IASA Special Revenue Fund (24101)* is used to account for federal funds used to provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identify a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

*21st Century Special Revenue Fund (24119)* encourages eligible entities to provide or maintain a guarantee to eligible low income students who obtain a secondary diploma, of the financial assistance necessary to permit the student to attend an institution of higher education; and provide additional support services to students who are at risk of dropping out of school. Higher Education Act, Title IV, Part A, Subpart 2, Chapter 2, Public Law 105-244.

*ARRA Entitlement Special Revenue Fund (24206)* accounts for a program funded by a Federal grant to assist the District in providing free, appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100,639, and 101-476, 20 U.S.C. 1411-1420.

*Capital Improvements SB-9 (31700)* is used to account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

*Debt Service Fund (41100)* is used to account for the accumulation of resources for the payment of General Long-Term Debt principal and interest.

*Educational Technology Debt Service Fund (43000)* accumulates resources for payment of principle and interest due on educational technology bonds. Financing is provided by a special tax levy approved by the voters of the Schools and assessed by the County Assessor and collected and remitted to the Schools by the County Treasurer.

Additionally, the government reports the following fund types:

The *fiduciary funds* are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. The District's fiduciary funds are used to account for the collection and payment of student activity funds.

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

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

Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as Title I, IDEA-B, and School Lunch funding to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources such as SB-9 and Bond Building Capital Project funding to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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



**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

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

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

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

**Receivables and Payables:** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

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

The District receives monthly income from a tax levy in San Miguel County. The funds are collected by the County Treasurer and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the San Miguel County Treasurer in July and August 2012 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2012.

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

**Prepaid Items:** Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**Instructional Materials:** The New Mexico State Department of Education receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, seventy percent is restricted to the requisition of material listed in the State Board of Education 'State Adopted Instructional Material' list, while thirty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash draw-downs, or transfer to the seventy percent account for requisition of material from the adopted list.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

**Inventory:** Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenue. Non-commodity 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.

**Capital Assets:** Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government wide statements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2012.

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

Buildings and building improvements	20-50 Years
Equipment, vehicles, and information technology equipment	2-15 Years
Software and library books	3-5 Years

**Deferred Revenues:** The District recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be "available" under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

**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 are 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:

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies continued**

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

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.

(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.

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

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

**Net Assets and Fund Equity:** Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of the County's fund balances is presented in Note 16.

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

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

*Restricted Net Assets:* Consists of net assets with constraints "legally enforceable" constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Legally Enforceable is means that a government can be compelled by an external party – such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation, only for the purposes specified by the legislation. Generally, the enforceability of an enabling legislation restriction is determined by professional judgment. If it is determined that the restrictions continue to be legally enforceable, then for the purposes of financial reporting, the restricted net assets should not reflect and reduction for resources used for purposes not stipulated by the enabling legislation. Descriptions for the related restrictions for net assets are restricted for "debt service or capital projects."

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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JUNE 30, 2012

**NOTE 1. Summary of Significant Accounting Policies (continued)**

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

*Unrestricted Net Assets:* All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

The Government-wide Statement of Net Assets reports \$2,528,374 of restricted net assets related to grants all of which relates to restricted enabling legislation.

**Interfund Transactions:** Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

E. *Revenues*

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

**Estimates:** The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates affecting the District’s financial statements include management’s estimate of the useful lives of capital assets.

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

A school district’s program costs are determined through the use of various formulas using ‘program units’ which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$13,814,554 in state equalization guarantee distributions during the year ended June 30, 2012.

**Tax Revenues:** The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency.

The District records only the portion of the taxes considered to be ‘measurable’ and ‘available’. The District recognized \$2,941,401 in tax revenues during the year ended June 30, 2012. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Property taxes attach an enforceable lien on property as of January 1. Tax notices are sent to property owners by November 1<sup>st</sup> of each year to be paid in whole or in two installments by November 10<sup>th</sup> and April 10<sup>th</sup> of each year. San Miguel County collects County, City, and School taxes and distributes them to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year.

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**LAS VEGAS CITY SCHOOLS**  
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**NOTE 1. Summary of Significant Accounting Policies (continued)**

D. *Revenues - (continued)*

**Transportation Distribution:** School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$671,296 in transportation distributions during the year ended June 30, 2012.

**Instructional Materials:** The New Mexico Public Education Department (PED) receives federal mineral leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while fifty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2012 totaled \$80,233.

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

The District received \$173 in state SB-9 matching during the year ended June 30, 2012.

**Public School Capital Outlay:** Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program, and the capital outlay expenditures are limited to the purchase, or construction of temporary or permanent classrooms.

The council shall approve an application for grant assistance from the fund when the council determines that:

1. A critical need exists requiring action;
2. The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The District is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division; and
5. The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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**NOTE 1. Summary of Significant Accounting Policies (continued)**

D. *Revenues - (continued)*

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority and all allocations shall be made on a priority basis.

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

During the year ended June 30, 2012, the District received no school capital outlay funds.

**Federal Grants:** The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operated under its own budget, which has been approved by the Federal Department or the flow through agency (usually the New Mexico Department of Education). The

various budgets are approved by the Local School Board and the New Mexico Public Education Department.

The District also receives reimbursement under the National School Lunch and Breakfast Programs for its food services operations, and the distributions of commodities through the New Mexico Human Services Department.

**NOTE 2. Stewardship, Compliance and Accountability**

*Budgetary Information*

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

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

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

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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JUNE 30, 2012

**NOTE 2. Stewardship, Compliance and Accountability (continued)**

*Budgetary Information - (continued)*

(PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.

2. In May or June of each year, the proposed “operating” budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The “operating” budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.
5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and approved by the SBPU.
8. Legal budget control for expenditures is by function.
9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year’s budget. The budget of Las Vegas City Schools 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.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
11. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico state law prohibits a Governmental Agency from exceeding an individual line item.

The accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

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**LAS VEGAS CITY SCHOOLS**  
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JUNE 30, 2012

**NOTE 2. Stewardship, Compliance and Accountability (continued)**

*Budgetary Information - (continued)*

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2012 is presented under each budgetary statement.

**NOTE 3. Cash and Temporary Investments**

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2012.

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

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

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

The collateral pledged is listed on Schedule I of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$100,000 in aggregate and separate from the \$100,000 coverage for public unit demand deposits at the same institution. This coverage has increased to \$250,000 for time and savings deposits as well as demand deposits until December 31, 2013. Additionally, until December 31, 2012, all deposits in non-interest bearing transaction accounts (such as non-interest bearing checking accounts) at participating institutions are fully guaranteed, regardless of dollar amount.

**Deposits**

NM State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for a least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.



**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
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**NOTE 3. Cash and Temporary Investments (continued)**

	The Bank of Las Vegas	Community 1 <sup>st</sup> Bank	Wells Fargo Bank	Total
Total amounts of deposits	\$ 2,810,850	\$ 11,120	\$ 104,737	\$ 2,926,707
FDIC coverage	(250,000)	(11,120)	(104,737)	(365,857)
Total uninsured public funds	<u>\$ 2,560,850</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,560,850</u>
Collateral requirement (50% of uninsured public funds)	\$ 1,280,425	\$ 0	\$ 0	\$ 1,280,425
Pledged security	2,371,343	0	0	(2,371,343)
Total under (over) collateralized	<u>\$ (1,090,918)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,090,918)</u>

The types of collateral allowed are limited by the section 6-10-16, NMSA 1978.

*Custodial Credit Risk – Deposits.* 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, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2012, \$2,560,850 of the District’s bank balance of \$2,926,707 was exposed to custodial credit risk because it was uninsured and the collateral was held by the pledging bank’s trust department, not in the District’s name.

**Reconciliation of Cash and Cash Equivalents**

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

*Reconciliation to Statement of Net Assets*

Governmental Funds – Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 878,026
Statement of Fiduciary Net Assets – cash per Exhibit D-1	<u>385,757</u>
Total per financial statements	1,263,783
Add outstanding checks and other reconciling items	<u>1,662,924</u>
Bank balance of deposits	<u>\$ 2,926,707</u>

**NOTE 4. Receivables**

Receivables as of June 30, 2012, are as follow:

	Operational	Title I IASA	Capital Improvements SB-9	21st Century
Property taxes	\$ 701	\$ —	\$ 4,614	\$ —
Intergovernmental	—	631,556	—	471,720
Other	—	—	—	—
Totals	<u>\$ 701</u>	<u>\$ 631,556</u>	<u>\$ 4,614</u>	<u>\$ 471,720</u>

  

	Debt Service	Other Governmental Funds	IDEA B	Total
Property taxes	\$ 16,291	\$ 6,074	\$ —	\$ 27,680
Intergovernmental	—	471,193	336,259	1,910,728
Other	—	—	—	—
Totals	<u>\$ 16,291</u>	<u>\$ 477,267</u>	<u>\$ 336,259</u>	<u>\$ 1,938,408</u>

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**NOTE 4. Receivables (continued)**

The above receivables are deemed 100% collectible. Other receivables consist of indirect costs receivable. Property tax receivables should be presented net of deferred revenues in accordance with GASB #33. The District is not able to present deferred revenue balances due to San Miguel County not being able to provide information needed.

**NOTE 5. Interfund Receivables, Payables, and Transfers**

“Interfund balances” have primarily been recorded when funds overdraw their share of pooled cash when the District is waiting for grant reimbursements. The composition of interfund balances as of June 30, 2012 is as follows:

<b>Governmental Activities:</b>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds:		
Operational	\$ 0	\$ 59,538
Title I – IASA	0	628,556
21 Century Community Learning Ctrs	0	471,720
ARRA IDEA-B	0	336,259
Capital Improvements - SB-9	547,410	0
Debt Service	1,442,766	0
Ed Tech Debt Service	113,926	0
Nonmajor Special Revenue Funds	0	394,938
Nonmajor Capital Project Funds	<u>0</u>	<u>213,091</u>
Total governmental funds	<u>\$ 2,104,102</u>	<u>\$ 2,104,102</u>

**NOTE 6. Capital Assets**

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

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
Capital Assets used in Governmental Activities:				
Non-depreciable				
Construction in Progress	\$ —	\$ 2,027,181	\$ —	\$ 2,027,181
Land Improvements	385,717	449,818	—	835,535
Depreciable				
Buildings and Improvements	\$ 22,732,753	\$ 161,827	\$ —	\$ 22,894,580
Furniture, Fixtures & Equipment	<u>8,550,633</u>	<u>27,179</u>	<u>—</u>	<u>8,577,812</u>
Total assets	<u>\$ 31,669,103</u>	<u>\$ 2,666,005</u>	<u>\$ —</u>	<u>\$ 34,335,108</u>
Less Accumulated Depreciation:				
Land Improvements	\$ (618,641)	\$ —	\$ —	\$ (618,641)
Buildings and Improvements	(7,826,542)	(818,226)	—	(8,644,768)
Furniture, Fixtures & Equipment	<u>(6,470,894)</u>	<u>(240,541)</u>	<u>—</u>	<u>(6,711,435)</u>
Total accumulated depreciation	<u>\$ (14,916,077)</u>	<u>\$ (1,058,767)</u>	<u>\$ —</u>	<u>\$ (15,974,844)</u>
Net Capital Assets	<u>\$ 16,753,026</u>	<u>\$ 1,607,238</u>	<u>\$ —</u>	<u>\$ 18,360,264</u>

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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JUNE 30, 2012

**NOTE 6. Capital Assets (continued)**

Depreciation expense for the year ended June 30, 2012 was charged to governmental activities as follows:

Instruction	\$ 166,291
Support services- Instruction	10,580
Support services- General Administration	2,260
Support services- School Administration	16,497
Central services	1,088
Operation & maintenance of plant	208,520
Student transportation	37,924
Food services operations	14,476
Depreciation- unallocated	<u>601,131</u>
	<u>\$ 1,058,767</u>

**NOTE 7. Long-term Debt**

During the year ended June 30, 2012, the following changes occurred in the liabilities reported in the government-wide statement of net assets:

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012	Due Within One Year
General Obligation Bonds \$	11,690,000	\$ 3,445,000	\$ 3,965,000	\$ 11,170,000	\$ 925,000
Education Technology Bonds	1,250,000	—	400,000	850,000	600,000
Compensated Absences	<u>195,245</u>	<u>189,256</u>	<u>158,143</u>	<u>226,354</u>	<u>90,541</u>
Total	<u>\$ 13,135,245</u>	<u>\$ 3,634,256</u>	<u>\$ 4,523,143</u>	<u>\$ 12,246,354</u>	<u>\$ 1,615,541</u>

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

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2013	1,525,000	385,397	1,910,397
2014	1,855,000	312,188	2,167,188
2015	1,565,000	251,920	1,816,920
2016	1,050,000	193,208	1,243,208
2017	1,560,000	147,423	1,707,423
2018-2022	<u>4,465,000</u>	<u>251,096</u>	<u>4,716,906</u>
Totals	<u>\$ 12,020,000</u>	<u>\$ 1,541,232</u>	<u>\$ 13,561,232</u>

The District's general obligation bonds were issued for the purposes of creating, remodeling, making additions to and furnishing school buildings, and purchasing and improving school grounds and are payable solely from general property taxes that are levied against all taxable property in District. In prior years, the debt service fund was typically used to liquidate general obligation bonds. The District's education technology bonds were issued for the purposes of purchasing technology within the district and are payable solely from specified property taxes that are levied against all taxable property in District. In prior years, the education technology debt service fund was typically used to liquidate education technology bonds.

Interest payments are due semi-annually on January 1, January 15, February 15, May 1, July 1, July 15 and August 15. Interest rates on the bonds range from 2.9% to 5.0%. Principal payments in varying amounts are due annually on January 15, May 1, July 1, August 15, and November 1 through 2018.

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JUNE 30, 2012

**NOTE 7. Long-term Debt (continued)**

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2012, compensated absences increased \$31,109 over the prior year accrual for the District. See Note 1 for more details

Operating Leases – The District leases software, office equipment and storage units under short-term cancelable operating leases. Rental cost for the year ended June 30, 2012 was \$112,876.

**NOTE 8. Deferred Revenue**

In accordance with the terms of the various grant agreements within the Special Revenue Funds, revenues received in excess of expenditures carry over to the subsequent years, unless such excess revenues are requested to be returned to the grantor.

**NOTE 9. Risk Management**

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

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$1,000 deductible to each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor’s Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA’s assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2012, there have been no claims that have exceeded insurance coverage.

**NOTE 10. Other Required Individual Fund Disclosures**

Generally accepted accounting principles require disclosures as part of the Combined Statements of certain information concerning individual funds including:

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

Major Funds:	
General Fund	\$ 708,470
Nonmajor Funds:	
Dual Credit Inst. Materials	\$ 1,386
Library GO Bonds	669
Bond Building	135,316
Special Capital Outlay – State	<u>188,642</u>
Total	<u>\$ 1,034,483</u>

**STATE OF NEW MEXICO**  
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NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 10. Other Required Individual Fund Disclosures (continued)**

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

Major Funds:	
Operational – Instructional	\$ 49,123
Operational – Support Services	214,178
Operational – Food Services	6,961
21 <sup>st</sup> Century Comm. Learning Centers - Instruction	60,043
Debt Service - Support Services	528
Nonmajor Funds:	
Entitlement IDEA-B - Support Services	19,942
Rural & Low Income Schools - Instruction	1,025
LANL Foundation - Instruction	240
Capital Improvements - SB-9 - Support Services	251
Educational Technology Debt Service - Supp. Services	1,540
Total	<u>\$ 353,831</u>

**NOTE 11. Pension Plan – Educational Retirement Board**

*Plan Description.* Substantially all of Las Vegas City Schools’ 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).

*Funding Policy.* Plan members earning \$20,000 or less annually are required by statute to contribute 7.9% of their gross salary. Plan members earning over \$20,000 annually were required to contribute 11.15% of their gross salary in fiscal year 2012 and will be required to contribute 9.40% of their gross salary in fiscal year 2013. Las Vegas City Schools has been and is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, in fiscal years 2012 and 2013. In fiscal year 2012 Las Vegas City Schools contributed 9.15% of the gross covered salary of employees earning more than \$20,000 annually. In fiscal year 2013 Las Vegas City Schools will contribute 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and Las Vegas City Schools 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, 2012, 2011 and 2010 were \$1,005,163, \$1,195,463 and \$1,368,020, respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan**

*Plan Description.* Las Vegas City Schools 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

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JUNE 30, 2012**

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

authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long term care policies.

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2012, the statute required each participating employer to contribute 1.834% of each participating employee’s annual salary; each participating employee was required to contribute .917% of their salary. In the fiscal years ending June 30, 2013 the contribution rates for employees and employers will rise as follows:

For employees who are not members of an enhanced retirement plan the contribution rates will be:

Fiscal Year Employer	Contribution Rate Employee	Contribution
FY13	2.000%	1.000%

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

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

The District's contributions to the RHCA for the years ended June 30, 2012, 2011 and 2010 were \$195,969, \$178,692 and \$158,348 respectively, which equal the required contributions for each year.

**NOTE 13. Contingent Liabilities**

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

**NOTE 13. Contingent Liabilities (continued)**

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

**NOTE 14. Commitments**

Las Vegas City Schools contracts with outside vendors for construction and renovation of various facilities. At June 30, 2012, the total amount of contracts outstanding for capital projects could not be determined by the district.

**NOTE 15. Subsequent Accounting Standard Pronouncements**

In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plan*, which is effective for financial statement periods beginning after June 15, 2010. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers).

In December 2009, the GASB issued Statement No. 58, *Accounting and Financial Reporting for Chapter 9 Bankruptcies*, which is effective for financial statement periods beginning after June 15, 2009. The objective of this Statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. It requires governments to re-measure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms a new payment plan.

In June 2010, the GASB issued Statement No. 59, *Financial Instruments Omnibus*, which is effective for financial statement periods beginning after June 15, 2010. The Statement updates and improves existing standards regarding financial reporting of certain financial instruments and external investment pools.

In November 2009, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, which is effective for financial statement periods beginning after June 15, 2012. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, were amended to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements. This Statement modifies certain requirements for inclusion of component units in the financial reporting entity and amends the criteria for reporting component units as if they were part of the primary government in certain circumstances.

In December of 2009, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which is effective for financial statements for periods beginning after December 15, 2010. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure.

**NOTE 15. Subsequent Accounting Standard Pronouncements (continued)**

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
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The requirements in this Statement will improve financial reporting by contributing to the GASB's efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source.

In March 2012, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which is effective for financial statement periods beginning after December 15, 2013. The Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

In June 2012, the GASB issued Statement No. 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25*, which is effective for financial statement periods beginning after June 15, 2013. The objective of this Statement is to improve financial reporting by state and local governmental pension plans.

In June 2012, the GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, which is effective for financial statements for periods beginning after December 15, 2011. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

**NOTE 16. Governmental Fund Balance**

**Fund Balance:** In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

In the governmental financial statements, fund balance is classified and is displayed in five components:

*Nonspendable:* Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

*Restricted:* Consists of amounts that are restricted to specific purposes as a result of a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed:* Consist of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

*Assigned:* Consist of amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

*Unassigned:* Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

Detail relating to the fund balance classifications is displayed below:



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LAS VEGAS CITY SCHOOLS  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2012

NOTE 16. Fund Balance (Continued)

	General Fund			Special Revenue Funds			Debt Service Funds			Other Governmental Funds	Total Primary Government
	Operational 11000	Transportation 13000	Instructional Materials 14000	Title I IASA 24101	21st Century Community Learning Ctrs 24119	ARRA Entitlement IDEA-B 24206	Capital Improvements SB-9 31700	Debt Service 41000	Ed Tech Debt Service 43000		
Fund Balance:											
Nonspendable											
Inventory	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,842	\$ 5,842
Restricted											
Food Service	-	-	-	-	-	-	-	-	-	6,420	6,420
Student support	-	-	-	-	-	-	-	-	-	116,567	116,567
Instruction	-	-	-	-	-	-	-	-	-	5,929	5,929
Capital projects	-	-	-	-	-	-	-	-	-	199,276	199,276
Debt service	-	-	-	-	-	-	526,593	1,459,057	521,435	-	2,507,085
Student transportation	-	18,970	-	-	-	-	-	-	-	-	18,970
Instructional materials	-	-	14,768	-	-	-	-	-	-	-	14,768
Committed											
Instruction	-	-	-	-	-	-	-	-	-	489	489
Assigned											
Unassigned	(708,470)	-	-	-	-	-	-	-	-	(293,001)	(1,001,471)
Total Fund Balance	<u>\$ (708,470)</u>	<u>\$ 18,970</u>	<u>\$ 14,768</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 526,593</u>	<u>\$ 1,459,057</u>	<u>\$ 521,435</u>	<u>\$ 41,522</u>	<u>\$ 1,873,875</u>

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**SUPPLEMENTARY INFORMATION**

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**NONMAJOR GOVERNMENTAL FUNDS**

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**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Statement A-1

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 213,784	\$ 229,065	\$ 442,849
Accounts receivable			
Taxes	-	-	-
Due from other governments	446,336	24,857	471,193
Other	-	-	-
Interfund receivables	-	-	-
Inventory	5,842	-	5,842
	<u>665,962</u>	<u>253,922</u>	<u>919,884</u>
<i>Total assets</i>	<u>665,962</u>	<u>253,922</u>	<u>919,884</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	10,461	165,513	175,974
Accrued expenses	-	-	-
Deferred revenue	94,359	-	94,359
Interfund payables	394,938	213,091	608,029
	<u>499,758</u>	<u>378,604</u>	<u>878,362</u>
<i>Total liabilities</i>	<u>499,758</u>	<u>378,604</u>	<u>878,362</u>
<i>Fund balances</i>			
Fund Balance:			
Nonspendable	5,842	-	5,842
Restricted	128,916	199,276	328,192
Committed	489	-	489
Assigned	48,884	1,770,682	1,819,566
Unassigned	(17,927)	(2,094,640)	(2,112,567)
	<u>166,204</u>	<u>(124,682)</u>	<u>41,522</u>
<i>Total fund balance</i>	<u>166,204</u>	<u>(124,682)</u>	<u>41,522</u>
<i>Total liabilities and fund balance</i>	<u>\$ 665,962</u>	<u>\$ 253,922</u>	<u>\$ 919,884</u>

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

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**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<i>Revenues:</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	26,779	40,051	66,830
Federal grants	1,675,773	-	1,675,773
Charges for services	56,719	-	56,719
Miscellaneous	(489)	-	(489)
Interest	-	20,918	20,918
<i>Total revenues</i>	<u>1,758,782</u>	<u>60,969</u>	<u>1,819,751</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	616,072	-	616,072
Support Services			
Students	319,890	-	319,890
Instruction	5,797	-	5,797
General Administration	32,379	-	32,379
School Administration	18,132	-	18,132
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	711,520	-	711,520
Community Service	-	-	-
Capital outlay	-	2,424,722	2,424,722
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
<i>Total expenditures</i>	<u>1,703,790</u>	<u>2,424,722</u>	<u>4,128,512</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>54,992</u>	<u>(2,363,753)</u>	<u>(2,308,761)</u>
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
Proceeds from bond issues	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	54,992	(2,363,753)	(2,308,761)
<i>Fund balances - beginning of year</i>	<u>111,212</u>	<u>2,239,071</u>	<u>2,350,283</u>
<i>Fund balances - end of year</i>	<u>\$ 166,204</u>	<u>\$ (124,682)</u>	<u>\$ 41,522</u>

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

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**SPECIAL REVENUE FUNDS**

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## SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for Federal, State and Local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

**Food Service Fund (21000)** – This fund is used to account for the cost of operating a student breakfast, lunch, snack bar and summer lunch program and is financed with federal grants and fees paid by program users.

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

**IDEA-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 Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100,639, and 101-476, 20 U.S.C. 1411-1420.

**IDEA-B Discretionary (24107)** – The fund accounts for a program funded by a federal grant to assist the District in providing a free appropriate public education to all children with disabilities; authorized by Individuals with Disabilities Education Act (IDEA), Part B, Sections 611, as amended, 20 U.S.C. 1411.

**IDEA-B Preschool (24109 and 24209)** – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

**Fresh Fruit and Vegetable (24118)** – To assist States, through cash grants, in providing free fruits and vegetables to school children in designated participating schools beginning in school year 2004/2005. Authorized by National School Lunch Act, as amended, 42 U.S.C. 1769.

**IDEA-B Risk Pool (24120)** – Funding for students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district.

**Title I 1003g Grant (24124)** – To account for federal funds administered through the State Public Education Office to assist schools identified for improvement, corrective actions, and restructuring.

**Learn & Serve – CNCS (24126)** – The purpose of this grant is for students design, write, create, illustrate and format books on the lives of contemporary and historic women for presentation to schools and libraries.

**Partnership in Charter Education (24129)** – The district participated in a pilot program for the Public education Department. It included salary expenses for employees who worked on the preparation and delivery of evaluation forms.

**Comprehensive School Reform (24135)** – To stimulate school-wide changes in schools that need to substantially improve student academics, particularly Title I schools, so that students in these schools can meet state content and performance standards. Funding authority is the State of New Mexico Department of Education.

**ELL Title III – Incentive Awards (24143)** – This program insures that English language learners including immigrant children and youth develop English proficiency and meet the same academic content and achievement standards that all students are expected to meet.

**Title V – Part A Innovative (24150)** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

**Title III English Language Acquisition (24153)** – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards.

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

**Title IVA Safe & Drug Free Schools (24157)** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources.

## SPECIAL REVENUE FUNDS

**Rural and Low Income Schools (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.)

**Title I School Improvement (24162)** – To provide supplemental educational opportunity for academically disadvantaged children in the area of residing. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criteria that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Education. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

**Carl D Perkins Secondary Current, Secondary PY Unliq. Obligations, and Redistribution (24174, 24175, and 24176)** – The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. Authority for creation of this fund is Carl D Perkins Vocational and Applied Technology Education Act of 1990, as amended, Public Law 105-332.

**Carl D. Perkins High Schools That Work Current and PY Unliquidated Obligations (24180 and 24181)** – To account for funds administered through the State Public Education Office to the deployment of the HSTW framework is intended to improve student achievement, increase graduation rates and provide relevant and rigorous high school instruction.

**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.

**Child & Adult Food Program (25171)** – To account for the Summer Food Service Program in which proceeds are received from the Children, Youth and Families Department.

**State Equalization Guarantee – Federal Stimulus (25250)** – Education stabilization funds are used to restore state funding to public schools and higher education institutions for FY09, FY10 and FY11 for the purpose of stimulating the economy as specified in the American Recovery and Reinvestment Act (ARRA).

**Education Jobs Federal Stimulus (25255)** – A federal program that provided assistance to states to save or create education jobs for the 2010-2011 school year.

**REC/District Fiscal Agent (26107)** – To account for the fiscal operations of the state-wide program funded through a joint powers agreement with the local education agency and the Public Education Department to implement the GRADS project at schools throughout the State. The GRADS project is to provide economic independence skills, parenting skills, child development training, and job-seeking skills to pregnant and parenting teens, and to provide child care services in conjunction with the GRADS sites. Funding is by State legislative appropriation and by the NM Children, Youth and Families Department Federal Community-Based Family Resource and Support Program grant funds.

**LANL Foundation (26113)** – Educational enrichment grant in support of The Renaissance Program at Las Vegas City Schools.

**Dual Credit Instructional Materials (27103)** – A onetime appropriation for school year 2009-2011 for dual credit materials for fall and spring semesters.

**Library GO Bonds 2009-2011 (27105)** – To acquire library books, equipment, and library resources for public school and state-supported school libraries statewide

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

## **SPECIAL REVENUE FUNDS**

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

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

**Breakfast for Elementary Students (27155)** – Student wellness can be enhanced by more students eating a nutritious breakfast; especially school breakfast. The 2008 Dairy MAX School Wellness through Expanding Breakfast Grant Program can help your schools begin new expanded breakfast programs to improve student access to nutritious meal and also the grant can help your district fund the tactics of your district wellness policy.

**Private Dir Grants (Categorical) (29102)** – To account for local grants awarded to provide additional funding for specific projects.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	Food Services 21000	Athletics 22000	Entitlement IDEA-B 24106	Discretionary IDEA-B 24107
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 67,167	\$ 33,501	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	60,316	-
Interfund receivables	-	-	-	-
Inventory	5,842	-	-	-
<i>Total assets</i>	<u>73,009</u>	<u>33,501</u>	<u>60,316</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	-	-	3,000	-
Accrued payroll liability	-	-	-	-
Interfund payables	-	-	57,316	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>60,316</u>	<u>-</u>
<i>Fund Balances</i>				
Reserved				
Nonspendable	5,842	-	-	-
Restricted	67,167	-	-	-
Committed	-	-	-	-
Assigned	-	34,740	-	-
Unassigned	-	(1,239)	-	-
<i>Total fund balances</i>	<u>73,009</u>	<u>33,501</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 73,009</u>	<u>\$ 33,501</u>	<u>\$ 60,316</u>	<u>\$ -</u>

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



Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	IDEA-B "Risk Pool" 24120	Title I 1003g Grant 24124	Learn & Serve 24126	Partnerships in Charter Education 24129
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
4,387	297	10,315	1,749	73,443	19,726
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,387</u>	<u>297</u>	<u>10,315</u>	<u>1,749</u>	<u>73,443</u>	<u>19,726</u>
-	-	-	-	-	-
-	-	-	-	-	-
4,387	297	10,315	1,749	73,443	19,726
-	-	-	-	-	-
<u>4,387</u>	<u>297</u>	<u>10,315</u>	<u>1,749</u>	<u>73,443</u>	<u>19,726</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,387</u>	<u>\$ 297</u>	<u>\$ 10,315</u>	<u>\$ 1,749</u>	<u>\$ 73,443</u>	<u>\$ 19,726</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	Comprehensive School Reform 24135	ELL Title III Incentive 24143	Title V Part A Innovative 24150	English Language Acquisition 24153
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	931	637	1,363	9,226
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>931</u>	<u>637</u>	<u>1,363</u>	<u>9,226</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	-	-	-	-
Accrued payroll liability	-	-	-	-
Interfund payables	931	637	1,363	9,226
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>931</u>	<u>637</u>	<u>1,363</u>	<u>9,226</u>
<i>Fund Balances</i>				
Reserved				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balances</i>	<u>\$ 931</u>	<u>\$ 637</u>	<u>\$ 1,363</u>	<u>\$ 9,226</u>

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

Teacher/ Principal Training 24154	Title IV - A Safe & Drug Free Schools 24157	Rural & Low-income Schools 24160	Title I - Schoo Improvement 24162	Carl D Perkins Secondary PY Unliq. Obligations 24175	Carl D Perkins Secondary Redistribution 24176
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
108,591	11,278	42,190	9,033	-	4,241
-	-	-	-	-	-
-	-	-	-	-	-
<u>108,591</u>	<u>11,278</u>	<u>42,190</u>	<u>9,033</u>	<u>-</u>	<u>4,241</u>
-	-	-	-	-	-
-	-	-	-	-	-
108,591	11,278	42,190	9,033	-	4,241
-	-	-	-	-	-
<u>108,591</u>	<u>11,278</u>	<u>42,190</u>	<u>9,033</u>	<u>-</u>	<u>4,241</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ 108,591	\$ 11,278	\$ 42,190	\$ 9,033	\$ -	\$ 4,241

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	Carl D Perkins HSTW Current 24180	Carl D Perkins HSTW PY Unliq Obligations 24181	Title I - IAS <sup>A</sup> Federal Stimulus 24201	Preschool IDEA-B Federal Stimulus 24209
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	73	78	-	11,755
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
	<u>73</u>	<u>78</u>	<u>-</u>	<u>11,755</u>
<i>Total assets</i>				
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	-	-	-	-
Accrued payroll liability	-	-	-	-
Interfund payables	73	78	-	11,755
Deferred revenue - other	-	-	-	-
	<u>73</u>	<u>78</u>	<u>-</u>	<u>11,755</u>
<i>Total liabilities</i>				
<i>Fund Balances</i>				
Reserved				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balances</i>				
<i>Total liabilities and fund balances</i>	<u>\$ 73</u>	<u>\$ 78</u>	<u>\$ -</u>	<u>\$ 11,755</u>

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

Title XIX Medicaid 3/21 Years 25153	Child & Adult Food Program 25171	State Equalization Guarantee Federal Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	REC/District Fiscal Agen 26107	LANL Foundation 26113
\$ 24,147	\$ 39,761	\$ 32,027	\$ -	\$ 4,832	\$ 2,920
-	-	-	-	-	-
20,421	30,032	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>44,568</u>	<u>69,793</u>	<u>32,027</u>	<u>-</u>	<u>4,832</u>	<u>2,920</u>
-	7,461	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	62,332	32,027	-	-	-
-	<u>69,793</u>	<u>32,027</u>	-	-	-
-	-	-	-	-	-
44,568	-	-	-	4,832	2,920
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>44,568</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,832</u>	<u>2,920</u>
<u>\$ 44,568</u>	<u>\$ 69,793</u>	<u>\$ 32,027</u>	<u>\$ -</u>	<u>\$ 4,832</u>	<u>\$ 2,920</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2012**

	Dual Credit Instructional Materials 27103	Library GO Bonds 27105	Technology for Education 27117	Incentives for School Improvements 27138
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ 73	\$ 2,936
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	26,254	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>-</u>	<u>26,254</u>	<u>73</u>	<u>2,936</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	-	-	-	-
Accrued payroll liabilities	-	-	-	-
Interfund payables	1,386	26,923	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>1,386</u>	<u>26,923</u>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>				
Reserved				
Nonspendable	-	-	-	-
Restricted	-	-	73	2,936
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(1,386)	(669)	-	-
<i>Total fund balances</i>	<u>(1,386)</u>	<u>(669)</u>	<u>73</u>	<u>2,936</u>
<i>Total liabilities and fund balances</i>	<u>\$ -</u>	<u>\$ 26,254</u>	<u>\$ 73</u>	<u>\$ 2,936</u>

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

Beg Teacher Mentoring Program 27154	Breakfast for Elementary Students 27155	Private Direct Grants 29102	Total
\$ 1,602	\$ 4,818	\$ -	\$ 213,784
-	-	-	-
-	-	-	446,336
-	-	-	-
-	-	-	5,842
<u>1,602</u>	<u>4,818</u>	<u>-</u>	<u>665,962</u>
-	-	-	10,461
-	-	-	-
-	-	-	394,938
-	-	-	94,359
-	-	-	499,758
-	-	-	-
-	-	-	5,842
1,602	4,818	-	128,916
-	-	-	-
-	-	-	34,740
-	-	-	(3,294)
<u>1,602</u>	<u>4,818</u>	<u>-</u>	<u>166,204</u>
<u>\$ 1,602</u>	<u>\$ 4,818</u>	<u>\$ -</u>	<u>\$ 665,962</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Food Services 21000	Athletics 22000	Entitlement IDEA-B 24106	Discretionary IDEA-B 24107
<i>Revenues:</i>				
Charges for services	\$ 56,719	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	601,716	-	468,569	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>658,435</u>	<u>-</u>	<u>468,569</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	235,819	-
Support Services				
Students	-	-	212,904	-
Instruction	-	-	-	-
General Administration	-	-	19,846	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	618,640	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>618,640</u>	<u>-</u>	<u>468,569</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>39,795</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	39,795	-	-	-
<i>Fund balances - beginning of year</i>	<u>33,214</u>	<u>33,501</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 73,009</u>	<u>\$ 33,501</u>	<u>\$ -</u>	<u>\$ -</u>

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



Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	IDEA-B "Risk Pool" 24120	Title I 1003g Grant 24124	Learn & Serve 24126	Partnerships in Charter Education 24129
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
9,062	48,478	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>9,062</u>	<u>48,478</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
8,548	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
514	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	48,478	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>9,062</u>	<u>48,478</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Comprehensive School Reform 24135	ELL Title III Incentive 24143	Title V Part A Innovative Ed Pro Strategies 24150	English Language Acquisition 24153
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	24,362
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,362</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	22,828
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	1,534
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,362</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Teacher/ Principal Training 24154	Title IV - A Safe & Drug Free Schools 24157	Rural & Low-income Schools 24160	Title I - School Improvement 24162	Carl D Perkins Secondary PY Unliq. Obligations 24175	Carl D Perkins Secondary Redistribution 24176
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
159,374	-	59,902	70,359	26,220	4,241
-	-	-	-	-	-
-	-	-	-	-	-
<u>159,374</u>	<u>-</u>	<u>59,902</u>	<u>70,359</u>	<u>26,220</u>	<u>4,241</u>
136,505	-	55,433	70,359	26,220	4,241
-	-	-	-	-	-
-	-	-	-	-	-
7,806	-	2,934	-	-	-
15,063	-	1,535	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>159,374</u>	<u>-</u>	<u>59,902</u>	<u>70,359</u>	<u>26,220</u>	<u>4,241</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Carl D Perkins HSTW Current 24180	Carl D Perkins HSTW PY Unliq Obligations 24181	Title I - IASA Federal Stimulus 24201	Preschool IDEA-B Federal Stimulus 24209
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	8,406
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,406</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	8,406
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,406</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	-	-	-	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Title XIX Medicaid 3/21 Years 25153	Child & Adult Food Program 25171	State Equalization Guarantee Federal Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	REC/District Fiscal Agent 26107	LANL Foundation 26113
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
144,386	44,402	-	6,296	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>144,386</u>	<u>44,402</u>	<u>-</u>	<u>6,296</u>	<u>-</u>	<u>-</u>
-	-	-	6,296	-	240
106,986	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	44,402	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>106,986</u>	<u>44,402</u>	<u>-</u>	<u>6,296</u>	<u>-</u>	<u>240</u>
<u>37,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(240)</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
37,400	-	-	-	-	(240)
<u>7,168</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,832</u>	<u>3,160</u>
<u>\$ 44,568</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,832</u>	<u>\$ 2,920</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Dual Credit Instructional Materials 27103	Library GO Bonds 27105	Technology for Education 27117	Incentives for School Improvements 27138
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	525	26,254	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total Revenues</i>	<u>525</u>	<u>26,254</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	1,911	-	39,266	-
Support Services				
Students	-	-	-	-
Instruction	-	5,797	-	-
General Administration	-	-	1,279	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>1,911</u>	<u>5,797</u>	<u>40,545</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,386)</u>	<u>20,457</u>	<u>(40,545)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balance</i>	(1,386)	20,457	(40,545)	-
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>(21,126)</u>	<u>40,618</u>	<u>2,936</u>
<i>Fund balances - end of year</i>	<u>\$ (1,386)</u>	<u>\$ (669)</u>	<u>\$ 73</u>	<u>\$ 2,936</u>

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

Beg Teacher Mentoring Program 27154	Breakfast for Elementary Students 27155	Private Direct Grants 29102	Total
\$ -	\$ -	\$ -	\$ 56,719
-	-	-	-
-	-	-	26,779
-	-	-	1,675,773
-	-	(489)	(489)
-	-	-	-
-	-	(489)	1,758,782
-	-	-	616,072
-	-	-	319,890
-	-	-	5,797
-	-	-	32,379
-	-	-	18,132
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	711,520
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	1,703,790
-	-	(489)	54,992
-	-	-	-
-	-	-	-
-	-	-	-
-	-	(489)	54,992
1,602	4,818	489	111,212
\$ 1,602	\$ 4,818	\$ -	\$ 166,204

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

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

Statement B-3

FOOD SERVICES SPECIAL REVENUE FUND (21000)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ 50,000	\$ 50,000	\$ 56,719	\$ 6,719
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	529,100	529,100	601,716	72,616
Miscellaneous	42,000	42,000	-	(42,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>621,100</u>	<u>621,100</u>	<u>658,435</u>	<u>37,335</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	621,100	621,100	618,640	2,460
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>621,100</u>	<u>621,100</u>	<u>618,640</u>	<u>2,460</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>39,795</u>	<u>39,795</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	39,795	<u>\$ 39,795</u>
<i>Fund balances - beginning of year</i>			<u>27,372</u>	
<i>Fund balances - end of year</i>			<u>\$ 67,167</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 39,795	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 39,795</u>	

The accompanying notes are an integral part of these financial statements



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

Statement B-4

ATHLETICS SPECIAL REVENUE FUND (22000)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ 30,000	\$ 30,000	\$ -	\$ (30,000)
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>
<i>Expenditures:</i>				
Current:				
Instruction	64,740	64,740	-	64,740
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>64,740</u>	<u>64,740</u>	<u>-</u>	<u>64,740</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(34,740)</u>	<u>(34,740)</u>	<u>-</u>	<u>34,740</u>
<i>Other financing sources (uses):</i>				
Designated cash	34,740	34,740	-	(34,740)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>34,740</u>	<u>34,740</u>	<u>-</u>	<u>(34,740)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			<u>33,501</u>	
<i>Fund balances - end of year</i>			<u>\$ 33,501</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-5

ENTITLEMENT IDEA-B SPECIAL REVENUE FUND (24106)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	475,931	532,809	56,878
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>475,931</u>	<u>532,809</u>	<u>56,878</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	263,123	232,819	30,304
Support Services				
Students	-	192,962	212,904	(19,942)
Instruction	-	-	-	-
General Administration	-	19,846	19,846	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>475,931</u>	<u>465,569</u>	<u>10,362</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>67,240</u>	<u>67,240</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	67,240	<u>\$ 67,240</u>
<i>Fund balances - beginning of year</i>			(124,556)	
<i>Fund balances - end of year</i>			<u>\$ (57,316)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 67,240	
Revenue accruals			(64,240)	
Expenditure accruals			<u>(3,000)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-6

DISCRETIONARY IDEA-B SPECIAL REVENUE FUND (24107)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	23,370	23,370
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	23,370	23,370
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	23,370	23,370
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	23,370	\$ 23,370
<i>Fund balances - beginning of year</i>			(23,370)	
<i>Fund balances - end of year</i>			\$ -	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 23,370	
Revenue accruals			(23,370)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

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

Statement B-7

PRESCHOOL IDEA-B SPECIAL REVENUE FUND (24109)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	9,161	8,204	(957)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>9,161</u>	<u>8,204</u>	<u>(957)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	8,647	8,548	99
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	514	514	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>9,161</u>	<u>9,062</u>	<u>99</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(858)</u>	<u>(858)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(858)</u>	<u>\$ (858)</u>
<i>Fund balances - beginning of year</i>			<u>(3,529)</u>	
<i>Fund balances - end of year</i>			<u>\$ (4,387)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (858)	
Revenue accruals			858	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-8

## LAS VEGAS CITY SCHOOLS

FRESH FRUIT & VEGETABLE USDA SPECIAL REVENUE FUND (24118)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	53,924	50,302	(3,622)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>53,924</u>	<u>50,302</u>	<u>(3,622)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	53,924	48,478	5,446
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>53,924</u>	<u>48,478</u>	<u>5,446</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,824</u>	<u>1,824</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>1,824</u>	<u>\$ 1,824</u>
<i>Fund balances - beginning of year</i>			<u>(2,121)</u>	
<i>Fund balances - end of year</i>			<u>\$ (297)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 1,824	
Revenue accruals			(1,824)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-9

IDEA-B "RISK POOL" SPECIAL REVENUE FUND (24120)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	3,799	-	(3,799)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,799</u>	<u>-</u>	<u>(3,799)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	3,799	-	3,799
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,799</u>	<u>-</u>	<u>3,799</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(10,315)	
<i>Fund balances - end of year</i>			<u>\$ (10,315)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-10

TITLE I 1003g GRANT SPECIAL REVENUE FUND (24124)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(1,749)	
<i>Fund balances - end of year</i>			<u>\$ (1,749)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-11

LEARN AND SERVE SPECIAL REVENUE FUND (24126)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(73,443)	
<i>Fund balances - end of year</i>			<u>\$ (73,443)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



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

Statement B-12

PARTNERSHIP IN CHARTER EDUCATION SPECIAL REVENUE FUND (24129)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(19,726)	
<i>Fund balances - end of year</i>			<u>\$ (19,726)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-13

COMPREHENSIVE SCHOOL REFORM SPECIAL REVENUE FUND (24135)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(931)	
<i>Fund balances - end of year</i>			<u>\$ (931)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-14

ELL TITLE III INCENTIVE SPECIAL REVENUE FUND (24143)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(637)	
<i>Fund balances - end of year</i>			<u>\$ (637)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-15

TITLE V PART A INNOVATIVE SPECIAL REVENUE FUND (24150)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			(1,363)	
<i>Fund balances - end of year</i>			<u>\$ (1,363)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-16

ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND (24150)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	24,637	31,319	35,197	3,878
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>24,637</u>	<u>31,319</u>	<u>35,197</u>	<u>3,878</u>
<i>Expenditures:</i>				
Current:				
Instruction	23,137	28,329	22,828	5,501
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,455	-	1,455
School Administration	1,500	1,535	1,534	1
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>24,637</u>	<u>31,319</u>	<u>24,362</u>	<u>6,957</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,835</u>	<u>10,835</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	10,835	<u>\$ 10,835</u>
<i>Fund balances - beginning of year</i>			(20,061)	
<i>Fund balances - end of year</i>			<u>\$ (9,226)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 10,835	
Revenue accruals			(10,835)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-17

## LAS VEGAS CITY SCHOOLS

TEACHER/PRINCIPAL TRAINING SPECIAL REVENUE FUND (24154)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	134,574	195,654	119,270	(76,384)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>134,574</u>	<u>195,654</u>	<u>119,270</u>	<u>(76,384)</u>
<i>Expenditures:</i>				
Current:				
Instruction	134,574	161,439	136,505	24,934
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	8,765	7,806	959
School Administration	-	25,450	15,063	10,387
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>134,574</u>	<u>195,654</u>	<u>159,374</u>	<u>36,280</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(40,104)</u>	<u>(40,104)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(40,104)</u>	<u>\$ (40,104)</u>
<i>Fund balances - beginning of year</i>			<u>(68,487)</u>	
<i>Fund balances - end of year</i>			<u>\$ (108,591)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (40,104)	
Revenue accruals			40,104	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-18

TITLE IV-A SAFE & DRUG FREE SCHOOLS AND COMMUNITIES SPECIAL REVENUE FUND (24157)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	8,453	8,453
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>8,453</u>	<u>8,453</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,453</u>	<u>8,453</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	8,453	<u>\$ 8,453</u>
<i>Fund balances - beginning of year</i>			(19,731)	
<i>Fund balances - end of year</i>			<u>\$ (11,278)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 8,453	
Revenue accruals			(8,453)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-19

RURAL & LOW-INCOME SCHOOLS YEARS SPECIAL REVENUE FUND (24160)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	38,053	63,196	44,398	(18,798)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>38,053</u>	<u>63,196</u>	<u>44,398</u>	<u>(18,798)</u>
<i>Expenditures:</i>				
Current:				
Instruction	38,053	54,408	55,433	(1,025)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	3,255	2,934	321
School Administration	-	5,533	1,535	3,998
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>38,053</u>	<u>63,196</u>	<u>59,902</u>	<u>3,294</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,504)</u>	<u>(15,504)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(15,504)</u>	<u>\$ (15,504)</u>
<i>Fund balances - beginning of year</i>			<u>(26,686)</u>	
<i>Fund balances - end of year</i>			<u>\$ (42,190)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (15,504)	
Revenue accruals			15,504	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



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

Statement B-20

TITLE I - SCHOOL IMPROVEMENT SPECIAL REVENUE FUND (24162)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	75,000	61,326	(13,674)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>75,000</u>	<u>61,326</u>	<u>(13,674)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	75,000	70,359	4,641
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>75,000</u>	<u>70,359</u>	<u>4,641</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,033)</u>	<u>(9,033)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(9,033)</u>	<u>\$ (9,033)</u>
<i>Fund balances - beginning of year</i>			<u>-</u>	
<i>Fund balances - end of year</i>			<u>\$ (9,033)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (9,033)	
Revenue accruals			9,033	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-21

CARL D PERKINS SECONDARY - PY UNLIQ. OBLIGATIONS SPECIAL REVENUE FUND (24175)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	26,220	26,220	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>26,220</u>	<u>26,220</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	26,220	26,220	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,220</u>	<u>26,220</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			<u>-</u>	
<i>Fund balances - end of year</i>			<u>\$ -</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-22

CARL D PERKINS SECONDARY REDISTRIBUTION SPECIAL REVENUE FUND (24176)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	4,270	-	(4,270)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,270</u>	<u>-</u>	<u>(4,270)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	4,270	4,241	29
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,270</u>	<u>4,241</u>	<u>29</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,241)</u>	<u>(4,241)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(4,241)</u>	<u>\$ (4,241)</u>
<i>Fund balances - beginning of year</i>			<u>-</u>	
<i>Fund balances - end of year</i>			<u>\$ (4,241)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (4,241)	
Revenue accruals			4,241	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-23

CARL D PERKINS HSTW CURRENT SPECIAL REVENUE FUND (24180)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	-	\$ -
<i>Fund balances - beginning of year</i>			(73)	
<i>Fund balances - end of year</i>			\$ (73)	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

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

Statement B-24

CARL D PERKINS HSTW PY UNLIQUIDATED OBLIGATIONS SPECIAL REVENUE FUND (24181)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	-	\$ -
<i>Fund balances - beginning of year</i>			(78)	
<i>Fund balances - end of year</i>			\$ (78)	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

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

Statement B-25

TITLE I IASA FEDERAL STIMULUS SPECIAL REVENUE FUND (24201)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	59,417	59,417
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>59,417</u>	<u>59,417</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>59,417</u>	<u>59,417</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	59,417	<u>\$ 59,417</u>
<i>Fund balances - beginning of year</i>			(59,417)	
<i>Fund balances - end of year</i>			<u>\$ -</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 59,417	
Revenue accruals			(59,417)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-26

PRESCHOOL IDEA-B FEDERAL STIMULUS SPECIAL REVENUE FUND (24209)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	8,421	-	(8,421)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,421</u>	<u>-</u>	<u>(8,421)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	8,421	8,406	15
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,421</u>	<u>8,406</u>	<u>15</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,406)</u>	<u>(8,406)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(8,406)</u>	<u>\$ (8,406)</u>
<i>Fund balances - beginning of year</i>			<u>(3,349)</u>	
<i>Fund balances - end of year</i>			<u>\$ (11,755)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (8,406)	
Revenue accruals			8,406	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-27

TITLE XIX MEDICAID 3/21 YEARS SPECIAL REVENUE FUND (25153)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	92,944	107,000	141,460	34,460
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>92,944</u>	<u>107,000</u>	<u>141,460</u>	<u>34,460</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	92,944	107,000	106,986	14
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>92,944</u>	<u>107,000</u>	<u>106,986</u>	<u>14</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>34,474</u>	<u>34,474</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	34,474	<u>\$ 34,474</u>
<i>Fund balances - beginning of year</i>			(10,327)	
<i>Fund balances - end of year</i>			<u>\$ 24,147</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 34,474	
Revenue accruals			2,926	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 37,400</u>	

The accompanying notes are an integral part of these financial statements



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

Statement B-28

CHILD & ADULT FOOD PROGRAM SPECIAL REVENUE FUND (25171)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	33,125	47,269	14,144
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>33,125</u>	<u>47,269</u>	<u>14,144</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	14,144	47,269	45,152	2,117
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>14,144</u>	<u>47,269</u>	<u>45,152</u>	<u>2,117</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(14,144)</u>	<u>(14,144)</u>	<u>2,117</u>	<u>16,261</u>
<i>Other financing sources (uses):</i>				
Designated cash	14,144	14,144	-	(14,144)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>14,144</u>	<u>14,144</u>	<u>-</u>	<u>(14,144)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	2,117	<u>\$ 2,117</u>
<i>Fund balances - beginning of year</i>			<u>37,644</u>	
<i>Fund balances - end of year</i>			<u>\$ 39,761</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 2,117	
Revenue accruals			(2,867)	
Expenditure accruals			<u>750</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-29

STATE EQUALIZATION GUARANTEE FEDERAL STIMULUS SPECIAL REVENUE FUND (25250)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	26,589	26,589
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	26,589	26,589
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	26,589	26,589
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	26,589	\$ 26,589
<i>Fund balances - beginning of year</i>			5,438	
<i>Fund balances - end of year</i>			\$ 32,027	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 26,589	
Revenue accruals			(26,589)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

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

Statement B-30

EDUCATION JOBS FEDERAL STIMULUS SPECIAL REVENUE FUND (25255)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	6,296	54,768	48,472
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	6,296	54,768	48,472
<i>Expenditures:</i>				
Current:				
Instruction	-	6,296	6,296	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	6,296	6,296	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	48,472	48,472
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	48,472	\$ 48,472
<i>Fund balances - beginning of year</i>			(48,472)	
<i>Fund balances - end of year</i>			\$ -	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 48,472	
Revenue accruals			(48,472)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

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

Statement B-31

REC/DISTRICT FISCAL AGENT SPECIAL REVENUE FUND (26107)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			4,832	
<i>Fund balances - end of year</i>			<u>\$ 4,832</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-32

LANL FOUNDATION SPECIAL REVENUE FUND (26113)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	240	(240)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>240</u>	<u>(240)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(240)</u>	<u>(240)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(240)</u>	<u>\$ (240)</u>
<i>Fund balances - beginning of year</i>			<u>3,160</u>	
<i>Fund balances - end of year</i>			<u>\$ 2,920</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (240)	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (240)</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-33

DUAL CREDIT INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND (27103)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	1,912	525	(1,387)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,912</u>	<u>525</u>	<u>(1,387)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	1,912	1,911	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,912</u>	<u>1,911</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,386)</u>	<u>(1,386)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(1,386)</u>	<u>\$ (1,386)</u>
<i>Fund balances - beginning of year</i>			<u>-</u>	
<i>Fund balances - end of year</i>			<u>\$ (1,386)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (1,386)	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (1,386)</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-34

LIBRARY GO BOND SPECIAL REVENUE FUND (27105)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	26,390	-	(26,390)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	26,390	-	(26,390)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	26,390	26,253	137
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	26,390	26,253	137
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(26,253)	(26,253)
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	(26,253)	\$ (26,253)
<i>Fund balances - beginning of year</i>			(670)	
<i>Fund balances - end of year</i>			\$ (26,923)	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (26,253)	
Revenue accruals			26,254	
Expenditure accruals			20,456	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ 20,457	

The accompanying notes are an integral part of these financial statements

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

Statement B-35

TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND (27117)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	39,338	39,266	72
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,280	1,279	1
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>40,618</u>	<u>40,545</u>	<u>73</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(40,618)</u>	<u>(40,545)</u>	<u>73</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	40,618	-	(40,618)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>40,618</u>	<u>-</u>	<u>(40,618)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(40,545)</u>	<u>\$ (40,545)</u>
<i>Fund balances - beginning of year</i>			<u>40,618</u>	
<i>Fund balances - end of year</i>			<u>\$ 73</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (40,545)	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (40,545)</u>	

The accompanying notes are an integral part of these financial statements



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

Statement B-36

INCENTIVE FOR SCHOOL IMPROVEMENTS SPECIAL REVENUE FUND (27138)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	\$ -	\$ -	-	\$ -
<i>Fund balances - beginning of year</i>			2,936	
<i>Fund balances - end of year</i>			\$ 2,936	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ -	

The accompanying notes are an integral part of these financial statements

## STATE OF NEW MEXICO

Statement B-37

## LAS VEGAS CITY SCHOOLS

## BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND (27154)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			<u>1,602</u>	
<i>Fund balances - end of year</i>			<u>\$ 1,602</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-38

BREAKFAST FOR ELEMENTARY SCHOOLS SPECIAL REVENUE FUND (27155)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			4,818	
<i>Fund balances - end of year</i>			<u>\$ 4,818</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

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

Statement B-39

PRIVATE DIRECT GRANTS SPECIAL REVENUE FUND (29102)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Charges for services	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	(489)	(489)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(489)</u>	<u>(489)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	(489)	<u>\$ (489)</u>
<i>Fund balances - beginning of year</i>			<u>489</u>	
<i>Fund balances - end of year</i>			<u>\$ -</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (489)	
Revenue accruals			(489)	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (978)</u>	

The accompanying notes are an integral part of these financial statements

**CAPITAL PROJECTS FUNDS**

## CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The District has the following separate funds classified as Capital Projects Funds:

**Bond Building Capital Projects Fund (31100)** – Account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

**State Capital Projects Fund (31400)** – To account for revenues received from the U.S. Department of Energy for a conservation program.. Also, to account for revenues received for the Jocona Holding Pond, Secondary Road and Water improvements at the High School, all received by the State of New Mexico Severance Tax Bonds Series 1998 B (Chapters 11 and 7, Laws of 1998). Part of the Secondary Road was financed by the State Highway and Transportation Department.

**Educational Technology Equipment Act (31900)** – To account for funding which is to be used by the District to promote the comprehensive integration of advances technologies in education setting, through the conduct of technical assistance, professional development, information and resource dissemination and collaboration activities. Authorization is NMSA 22-15A-1.

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**JUNE 30, 2012**

Statement C-1

	Bond Building 31100	Special Capital Outlay - State 31400	Educational Technology Equipment Act 31900	Total
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 29,789	\$ -	\$ 199,276	\$ 229,065
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	24,857	-	24,857
Interfund receivables	408	-	-	408
Inventory	-	-	-	-
<i>Total assets</i>	<u>30,197</u>	<u>24,857</u>	<u>199,276</u>	<u>254,330</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<i>Current Liabilities</i>				
Accounts payable	165,513	-	-	165,513
Interfund payables	-	213,499	-	213,499
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>165,513</u>	<u>213,499</u>	<u>-</u>	<u>379,012</u>
<i>Fund Balances</i>				
Nonspendable	-	-	-	-
Restricted	-	-	199,276	199,276
Committed	-	-	-	-
Assigned	1,770,682	-	-	1,770,682
Unassigned	(1,905,998)	(188,642)	-	(2,094,640)
<i>Total fund balances</i>	<u>(135,316)</u>	<u>(188,642)</u>	<u>199,276</u>	<u>(124,682)</u>
<i>Total liabilities and fund balances</i>	<u>\$ 30,197</u>	<u>\$ 24,857</u>	<u>\$ 199,276</u>	<u>\$ 254,330</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Statement C-2

	Bond Building 31100	Special Capital Outlay - State 31400	Educational Technology Equipment Act 31900	Total
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	40,051	-	40,051
Federal grants	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Interest	20,918	-	-	20,918
<i>Total revenues</i>	<u>20,918</u>	<u>40,051</u>	<u>-</u>	<u>60,969</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	2,385,089	39,633	-	2,424,722
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>2,385,089</u>	<u>39,633</u>	<u>-</u>	<u>2,424,722</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,364,171)</u>	<u>418</u>	<u>-</u>	<u>(2,363,753)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	(2,364,171)	418	-	(2,363,753)
<i>Fund balances - beginning of year</i>	<u>2,228,855</u>	<u>(189,060)</u>	<u>199,276</u>	<u>2,239,071</u>
<i>Fund balances - end of year</i>	<u>\$ (135,316)</u>	<u>\$ (188,642)</u>	<u>\$ 199,276</u>	<u>\$ (124,682)</u>

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



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

Statement C-3

**BOND BUILDING CAPITAL PROJECTS FUND (31100)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	3,000	3,000	7,345	4,345
<i>Total revenues</i>	<u>3,000</u>	<u>3,000</u>	<u>7,345</u>	<u>4,345</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	1,773,682	2,273,682	2,273,682	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond Issuance Cost	-	-	-	-
<i>Total expenditures</i>	<u>1,773,682</u>	<u>2,273,682</u>	<u>2,273,682</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,770,682)</u>	<u>(2,270,682)</u>	<u>(2,266,337)</u>	<u>4,345</u>
<i>Other financing sources (uses):</i>				
Designated cash	1,770,682	2,270,682	-	(2,270,682)
Proceeds from bond issues	-	-	13,573	13,573
Premium on Bond Issuance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,770,682</u>	<u>2,270,682</u>	<u>13,573</u>	<u>(2,257,109)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(2,252,764)</u>	<u>\$ (2,252,764)</u>
<i>Fund balances - beginning of year</i>			<u>2,282,961</u>	
<i>Fund balances - end of year</i>			<u>\$ 30,197</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (2,252,764)	
Revenue accruals			-	
Expenditure accruals			<u>(111,407)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (2,364,171)</u>	

The accompanying notes are an integral part of these financial statements

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

Statement C-4

SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND (31400)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	25,000	39,633	15,194	(24,439)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,000</u>	<u>39,633</u>	<u>15,194</u>	<u>(24,439)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	25,000	39,633	39,633	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>25,000</u>	<u>39,633</u>	<u>39,633</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(24,439)</u>	<u>(24,439)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>(24,439)</u>	<u>\$ (24,439)</u>
<i>Fund balances - beginning of year</i>			<u>(189,060)</u>	
<i>Fund balances - end of year</i>			<u>\$ (213,499)</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ (24,439)	
Revenue accruals			24,857	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 418</u>	

The accompanying notes are an integral part of these financial statements

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

Statement C-5

CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND (31700)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 452,338	\$ 452,338	\$ 477,396	\$ 25,058
State grants	146,685	220,208	173	(220,035)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	599,023	672,546	477,569	(194,977)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	4,523	4,523	4,774	(251)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	1,265,278	1,338,801	980,525	358,276
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	1,269,801	1,343,324	985,299	358,025
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(670,778)	(670,778)	(507,730)	163,048
<i>Other financing sources (uses):</i>				
Designated cash	670,778	670,778	-	(670,778)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	670,778	670,778	-	(670,778)
<i>Net changes in fund balances</i>	\$ -	\$ -	(507,730)	\$ (507,730)
<i>Fund balances - beginning of year</i>			1,055,140	
<i>Fund balances - end of year</i>			\$ 547,410	
<b><i>Reconciliation to GAAP Basis:</i></b>				
Net changes in fund balances			\$ (507,730)	
Revenue accruals			120	
Expenditure accruals			(25,431)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			\$ (533,041)	

The accompanying notes are an integral part of these financial statements

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

Statement C-6

EDUCATIONAL TECHNOLOGY CAPITAL PROJECT FUND (31900)  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
<i>Fund balances - beginning of year</i>			<u>199,276</u>	
<i>Fund balances - end of year</i>			<u>\$ 199,276</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ -	
Revenue accruals			-	
Expenditure accruals			<u>-</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**DEBT SERVICE FUNDS**

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**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**DEBT SERVICE FUND (41000)**

Statement D-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 1,751,423	\$ 1,751,423	\$ 1,797,903	\$ 46,480
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,751,423</u>	<u>1,751,423</u>	<u>1,797,903</u>	<u>46,480</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	17,515	17,515	18,043	(528)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	1,340,000	1,340,000	850,000	490,000
Interest	411,423	411,423	357,105	54,318
<i>Total expenditures</i>	<u>1,768,938</u>	<u>1,768,938</u>	<u>1,225,148</u>	<u>543,790</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(17,515)</u>	<u>(17,515)</u>	<u>572,755</u>	<u>590,270</u>
<i>Other financing sources (uses):</i>				
Designated cash	17,515	17,515	-	(17,515)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>17,515</u>	<u>17,515</u>	<u>-</u>	<u>(17,515)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>572,755</u>	<u>\$ 572,755</u>
<i>Fund balances - beginning of year</i>			<u>870,011</u>	
<i>Fund balances - end of year</i>			<u>\$ 1,442,766</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 572,755	
Revenue accruals			3,441,080	
Expenditure accruals			<u>(3,445,000)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 568,835</u>	

The accompanying notes are an integral part of these financial statements

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

Statement D-4

EDUCATION TECHNOLOGY DEBT SERVICE FUND (43000)  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 440,281	\$ 440,281	\$ 600,995	\$ 160,714
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>440,281</u>	<u>440,281</u>	<u>600,995</u>	<u>160,714</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	4,403	4,403	5,943	(1,540)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	400,000	400,000	400,000	-
Interest	40,281	40,281	40,281	-
<i>Total expenditures</i>	<u>444,684</u>	<u>444,684</u>	<u>446,224</u>	<u>(1,540)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(4,403)</u>	<u>(4,403)</u>	<u>154,771</u>	<u>159,174</u>
<i>Other financing sources (uses):</i>				
Designated cash	4,403	4,403	-	(4,403)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,403</u>	<u>4,403</u>	<u>-</u>	<u>(4,403)</u>
<i>Net changes in fund balances</i>	<u>\$ -</u>	<u>\$ -</u>	<u>154,771</u>	<u>\$ 154,771</u>
<i>Fund balances - beginning of year</i>			<u>360,590</u>	
<i>Fund balances - end of year</i>			<u>\$ 515,361</u>	
<b>Reconciliation to GAAP Basis:</b>				
Net changes in fund balances			\$ 154,771	
Revenue accruals			(2,533)	
Expenditure accruals			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 152,238</u>	

The accompanying notes are an integral part of these financial statements

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**SUPPORTING SCHEDULES**

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

Schedule I

**SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
Robertson High School	\$ 148,678	160,153	161,900	\$ 146,931
Central Office	176,125	37,680	54,521	159,284
Legion Park School	14,273	7,164	12,042	9,395
Sierra Vista School	16,481	18,583	20,164	14,900
Los Ninos School	21,626	6,775	20,242	8,159
Middle School	20,120	65,096	59,205	26,011
Paul D. Henry School	13,013	5,538	8,603	9,948
Mike Mateo School	4,702	6,610	4,307	7,005
Early Childhood Care	1,938	16,605	14,419	4,124
Total All Schools	<u>\$ 416,956</u>	<u>\$ 324,204</u>	<u>\$ 355,403</u>	<u>\$ 385,757</u>

The accompanying notes are and integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	Bank Balance	Reconciling Items	Reconciled Balance
<b>Southwest Capital Bank</b>			
General Account - Checking	\$ 2,475,592	\$ (1,622,021)	\$ 853,571
Activity Account - Checking	335,258	(40,903)	294,355
Tenorio - Certificate of Deposit	11,120	-	11,120
<b>TOTAL Southwest Capital Bank</b>	<u>2,821,970</u>	<u>(1,662,924)</u>	<u>1,159,046</u>
<b>Wells Fargo Bank, N.A.</b>			
Certificate of Deposit	104,737	-	104,737
<b>TOTAL Wells Fargo Bank, N.A.</b>	<u>104,737</u>	<u>-</u>	<u>104,737</u>
<b>TOTAL All Banks</b>	<u>\$ 2,926,707</u>	<u>\$ (1,662,924)</u>	<u>\$ 1,263,783</u>
Cash per financial statements			
Governmental Activities Exhibit A-1			\$ 878,026
Fiduciary Funds - Exhibit D-1			<u>385,757</u>
Cash per Government-wide Financial Statements			<u>\$ 1,263,783</u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
**FOR PUBLIC FUNDS**  
**JUNE 30, 2012**

Schedule III

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2012</u>
Southwest Capital Bank	FHLMC, 2.00%	1/30/2019	3134G3KD1	\$ 1,010,290
Southwest Capital Bank	FNMC, 4.00%	11/1/2025	31417YT80	633,251
Southwest Capital Bank	FNMA, 4.50%	9/1/2026	3138EHKS0	<u>727,802</u>
	Total			<u><u>\$ 2,371,343</u></u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Food Services Account 21000
<b>Primary Government:</b>				
Cash, June 30, 2011	1,283,906	18,970	17,824	27,372
Add:				
2011-12 revenues	14,095,721	671,296	80,233	658,435
Loans from other funds	59,538	-	-	-
Total cash available	15,439,165	690,266	98,057	685,807
Less:				
2011-12 expenditures	(15,439,165)	(671,292)	(83,289)	(618,640)
Loans to other funds	-	-	-	-
Cash, June 30, 2012	<u>\$ -</u>	<u>\$ 18,974</u>	<u>\$ 14,768</u>	<u>\$ 67,167</u>

The accompanying notes are an integral part of these financial statements



Athletics Account 22000	Federal Flowthrough 24000	Federal Direct 25000	Local Grants 26000	State Flowthrough 27000
33,501	(1,192,484)	(15,717)	7,992	49,304
-	1,999,906	270,086	-	525
-	1,803,164	-	-	28,309
33,501	2,610,586	254,369	7,992	78,138
-	(2,610,586)	(158,434)	(240)	(68,709)
-	-	-	-	-
<u>\$ 33,501</u>	<u>\$ -</u>	<u>\$ 95,935</u>	<u>\$ 7,752</u>	<u>\$ 9,429</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

	Local / State 29000	Bond Building Account 31100	Spec. Capital Outlay-State 31400	Cap. Improv. SB 9 31700
<b>Primary Government:</b>				
Cash, June 30, 2011	489	2,282,961	(189,060)	1,055,140
Add:				
2011-12 revenues	(489)	20,918	15,194	477,569
Loans from other funds	-	-	213,499	-
Total cash available	-	2,303,879	39,633	1,532,709
Less:				
2011-12 expenditures	-	(2,273,682)	(39,633)	(985,299)
Loans to other funds	-	(408)	-	(547,410)
Cash, June 30, 2012	\$ -	\$ 29,789	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Ed. Tech Equipment 31900	Debt Service Fund 41000	Ed. Tech Debt Service Fund 43000	Total
199,276	870,011	360,590	\$ 4,810,075
-	1,797,903	600,995	20,087,297
-	-	-	2,104,510
199,276	2,667,914	961,585	27,001,882
-	(1,225,148)	(446,224)	(24,174,117)
-	(1,442,766)	(113,926)	(1,990,584)
<u>\$ 199,276</u>	<u>\$ -</u>	<u>\$ 401,435</u>	<u>878,026</u>

The accompanying notes are an integral part of these financial statements

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**COMPLIANCE SECTION**

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# Griego Professional Services, LLC

Certified Public Accountants

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

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Las Vegas City Schools  
Las Vegas, New Mexico

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue fund, and the combining and individual funds and related budgetary comparisons presented as supplementary information of Las Vegas City Schools, New Mexico, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 14, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

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

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying *schedule of findings and questioned costs* to be material weaknesses identified as FS 09-03.

A *significant deficiency* is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying *schedule of findings and questioned costs* to be significant deficiencies identified as FS 06-01, FS 07-02, FS 07-03, FS 07-04, FS 09-02, FS 09-08, FS 11-01, FS 12-01, FS 12-02, FS 12-03, FS 12-04, FS 12-05 and FS 12-06.

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## Compliance and Other Matters

As part of obtaining reasonable assurance about whether Las Vegas City Schools, New Mexico's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items FS 06-01, FS 07-02, FS 07-03, FS 09-02, FS 09-08, FS 11-01, FS 12-01, FS 12-02, FS 12-03, FS 12-04 and FS 12-06.

We also noted other matters that are required to be reported pursuant to *Government Auditing Standards* paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978 and which are described as item FS 11-02.

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

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

GRIEGO PROFESSIONAL SERVICES, LLC

A handwritten signature in cursive script that reads "Griego Professional Services, LLC".

Albuquerque, New Mexico  
November 14, 2013

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**FEDERAL FINANCIAL ASSISTANCE**

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**GPS Griego Professional Services, LLC**

Certified Public Accountants

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Hector H. Balderas  
New Mexico State Auditor  
The Office of Management and Budget  
To the Board of Education  
Las Vegas City Schools  
Las Vegas, New Mexico

Compliance

We have audited Las Vegas City Schools' (the "District") compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of District's major federal programs for the year ended June 30, 2012. 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 to express an opinion on the District's compliance based on our audit.

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

As described in item FA 06-02 3 in the accompanying schedule of findings and questioned costs, Las Vegas City Schools did not comply with requirements regarding cash management and reporting that are applicable to its major federal programs. Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to major programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the Las Vegas City Schools complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

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## Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as discussed below, we identified certain deficiencies in the internal control over compliance that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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

*A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item FA 06-02 to be a significant deficiency.

The District's response to the finding identified in our audit is 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 the response.

This report is intended solely for the information and use of management, the Board of Education, others within the District, the New Mexico State Legislature and its committees, and the New Mexico Department of Finance and Administration, the State Auditor, federal awarding agencies, and passthrough entities and is not intended to be and should not be used by anyone other than these specified parties.

GRIEGO PROFESSIONAL SERVICES, LLC



Albuquerque, New Mexico  
November 14, 2013

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2012**

Schedule V

Federal Grantor or Pass-Through Grantor / Program Title	Passthrough Number	Federal CFDA	Federal Expenditures
<b>U.S. Department of Education</b>			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I-IASA (1)	24101	84.010	\$ 772,395
Entitlement IDEA B (1)	24106	84.027	468,569
IDEA-B Discretionary (1)	24107	84.027	-
Preschool IDEA-B (1)	24109	84.173	9,062
21st Century Community Living Centers (1)	24119	84.287	832,217
IDEA-B "Risk Pool" (1)	24120	84.027	-
English Language Acquisition	24153	84.365A	24,362
Teacher/Principal Training & Recruiting	24154	84.367A	159,374
Safe & Drug Free Schools & Community	24157	84.186A	-
Rural & Low-Income Schools	24160	84.358B	59,902
Title I-IASA Federal Stimulus (1)	24201	84.389	-
Entitlement IDEA-B Federal Stimulus (1)	24206	84.391	127,889
Preschool IDEA-B Federal Stimulus (1)	24209	84.392	8,406
State Equalization Guarantee - Federal Stimulus (1)	25250	84.394	-
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>2,462,176</u>
<i>Direct U.S. Department of Education</i>			
Education Jobs Fund - Federal Stimulus	25255	84.410	6,296
<i>Subtotal - Direct U.S. Department of Education</i>			<u>6,296</u>
<b>Total U.S. Department of Education</b>			<u>2,468,472</u>
<b>U.S. Department of Agriculture</b>			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program (1)	21000	10.555	567,692
Fresh Fruits & Vegetables	24118	10.582	48,478
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>616,170</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	34,024
Child & Adult Food Program	25171	10.558	44,402
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>78,426</u>
<i>Direct U.S. Department of Agriculture</i>			
Forest Reserve			77,745
<i>Subtotal - Direct U.S. Department of Agriculture</i>			<u>77,745</u>
<b>Total U.S. Department of Agriculture</b>			<u>772,341</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 3,240,813</u>

(1) Denotes Major Federal Financial Assistance Program

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



**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2012**

Schedule V

Federal Grantor or Pass-Through Grantor / Program Title	Federal CFDA	Federal CFDA	Federal Expenditures
---	-----------------	-----------------	-------------------------

**Notes to Schedule of Expenditures of Federal Awards**

1. Basis of Presentation

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

2. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2012 was \$34,024 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

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

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 3,240,813
Total expenditures funded by other sources	<u>21,640,528</u>
Total expenditures	<u><u>\$ 24,881,341</u></u>

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

**STATE OF NEW MEXICO**  
**LAS VEGAS CITY SCHOOLS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

**Section I – Summary of Audit Results**

*Financial Statements:*

- |  |             |
|--|-------------|
| 1. Type of auditors' report issued   | Unqualified |
| 2. Internal control over financial reporting:                                    |             |
| a. Material weakness identified?   | Yes         |
| b. Significant deficiencies identified not considered to be material weaknesses? | Yes         |
| c. Noncompliance material to financial statements noted?                         | No          |

*Federal Awards:*

- |   |                          |                 |        |         |                |                |         |                          |  |
|---|--------------------------|-----------------|--------|---------|----------------|----------------|---------|--------------------------|--|
| 1. Internal control over major programs:  |                          |                 |        |         |                |                |         |                          |  |
| a. Material weakness identified?  | Yes                      |                 |        |         |                |                |         |                          |  |
| b. Significant deficiencies identified not considered to be material weaknesses?  | Yes                      |                 |        |         |                |                |         |                          |  |
| c. Control deficiencies identified not considered to be significant deficiencies?   | No                       |                 |        |         |                |                |         |                          |  |
| 2. Type of auditors' report issued on compliance for major programs   | Qualified                |                 |        |         |                |                |         |                          |  |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?   | Yes                      |                 |        |         |                |                |         |                          |  |
| 4. Identification of major programs:  |                          |                 |        |         |                |                |         |                          |  |
| <table style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <tr> <td style="text-align: center; border-bottom: 1px solid black;">CFDA<br/>Number</td> <td style="text-align: center; border-bottom: 1px solid black;">Federal Program</td> </tr> <tr> <td style="text-align: center;">84.010</td> <td style="text-align: center;">Title I</td> </tr> <tr> <td style="text-align: center;">84.027, 84.173</td> <td style="text-align: center;">IDEA-B Cluster</td> </tr> <tr> <td style="text-align: center;">84.287C</td> <td style="text-align: center;">21<sup>st</sup> Century</td> </tr> </table> | CFDA<br>Number           | Federal Program | 84.010 | Title I | 84.027, 84.173 | IDEA-B Cluster | 84.287C | 21 <sup>st</sup> Century |  |
| CFDA<br>Number  | Federal Program          |                 |        |         |                |                |         |                          |  |
| 84.010  | Title I                  |                 |        |         |                |                |         |                          |  |
| 84.027, 84.173  | IDEA-B Cluster           |                 |        |         |                |                |         |                          |  |
| 84.287C   | 21 <sup>st</sup> Century |                 |        |         |                |                |         |                          |  |
| 5. Dollar threshold used to distinguish between type A and type B programs:   | \$300,000                |                 |        |         |                |                |         |                          |  |
| 6. Auditee qualified as low-risk auditee?   | No                       |                 |        |         |                |                |         |                          |  |

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**Section II – Financial Statement Findings**

**FS 06-01 – Late Audit Report (Significant Deficiency) Repeated and Revised**

*Criteria:* Schools audits are to be submitted to the State Auditor by November 15 as required NMAC 2.2.2.9(1)(d).

*Condition:* The audit report was submitted to the State Auditor after the required deadline of November 15, 2012.

*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 reports could have an effect on state and federal funding.

*Cause:* The district could not reconcile their cash in a timely manner.

*Auditor's Recommendation:* The audit shall be filed timely.

*Management Response* The District is continuing to reconcile accounting records, and compile data necessary for submission to our auditors in order to meet the required deadlines in the future beginning with the 2012-13 audit which is due November 15, 2013. Improvement processes currently in place include a district Financial Advisory committee that reviews monthly budget-to-actual financial reports, bank reconciliations for the General Fund and the Student Activity Fund, a summarized budget to actual report for all funds held by the District as well as a monthly and quarterly fixed asset reports. In addition, the Audit Committee has been meeting regularly to monitor the progress of audit reports.

**FS 07-02 Bank Reconciliations (Significant Deficiency) Repeated and Revised**

*Criteria:* In accordance with 1978 NMSA 6-10-2, all public monies are to be recorded in a cash record and balanced on a daily basis.

*Condition:* The District was unable to reconcile the bank statements to the general ledger with the following internal control items throughout the year:

- The preparer of the bank reconciliations did not signify completion and accuracy through signature.
- The reconciliation did not indicate a review of the reconciliations.
- Bank reconciliations were not preformed timely.
- Reconciliations were preformed and indicated variance from general ledger balances in 14 of 24 months.
- No reconciliation was provided for the month of September for the activity account.

*Effect:* Cash that does not reconcile to the bank statements indicates improper cash records and a lack of control over the monies that the District holds and the District is in violation of state statute. Not reconciling bank accounts properly may result in the District being susceptible to continued errors and fraudulent activity.

*Cause:* Client had difficulties with an accounting system change and made strides to correct the problems that had occurred with the bank reconciliations in the past. Many issues related to the correction of past issues.

*Auditor's Recommendation:* We recommend the District reconcile the bank statements every month in a timely matter to ensure that the reconciled balances will reconcile to the bank statements every month. The reconciliation must be reviewed to complete proper internal control procedures.

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*Management's Response:* The District hired a consultant to assist with bank reconciliations beginning in January 2012. The consultant has worked on a variety of accounting duties which include preparing monthly bank reconciliations for existing bank accounts, reconciliation of financial records for all funds, fund balance report review, review and preparation of adjusting journal entries and preparation of cash reports by fund, revenue and expense reports, and tax receipt reports which are required to be submitted to PED for monthly review. In addition, the consultant has provided guidance on procedures and processes necessary for implementing and adhering to strong internal controls to help mitigate risk areas within the District. In August 2012, a Finance Director was hired and the consultant has continued to train and work with both the new *Finance* Director and the Assistant Business Manager on the accounting duties listed above in order to ensure proper training is being provided to ensure the accounting and reconciling of books and records will continue. While we discussed with the auditor the amount recommended as an adjusting journal entry over the past three audits, none was received. Subsequently, the District, with the recommendation of the Finance Committee made the correcting entry.

*Auditor Rebuttal:* District financial transactions are maintained on a cash basis as required by State Statutes, with the exception of payroll liabilities at year end. Adjusting entries for financial statements and entry purposes are provided to the District at the end of each audit as required by audit rule and verified through the management representation letter. The District is responsible for ensuring all transactions and reports are submitted timely and accurately to the oversight agencies and auditors and bank reconciliations agree to the reports and the District's general ledger.

**FS 07-03 Budget Violations (Significant Deficiency) Repeated and Revised**

*Criteria:* Sound financial management and state regulation 6.20.2.9 (A), NMAC and state statutes 22-8-5 through 22-8-12.2, NMSA 1978, require that budgets not be exceeded at the legal level of control. For school districts, the expenditure function is the legal level of control.

*Condition:* The District has expenditure functions in which actual expenditures exceeded budgetary authority in the amount of \$354,416:

Major Funds:	
Operational - Instructional	\$ 49,123
Operational – Support Services	214,178
Operational – Food Services	6,961
21 <sup>st</sup> Century Learning – Instructional	60,043
Debt Service – Support Services	528
Nonmajor Funds:	
IDEA-B – Support Services	19,942
Rural & Low Income – Instruction	1,025
LANL Foundation – Instruction	240
Capital Improvements – SB-9 – Support Services	251
Ed. Tech. Debt Services – Support Services	1,540
<b>Total</b>	<b>\$ 353,831</b>

*Effect:* As a result, the School is in non-compliance with New Mexico state 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:* The School did not make the appropriate budgetary adjustment requests and transfers to alleviate possible over-expenditure within functions prior to the year-end.

*Auditors' Recommendation:* The School should establish a policy of budgetary review at year-end and make the necessary budget adjustments.

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*Management's Response:* The District hired a consultant in January of 2012 to assist with reconciling accounting books and records which includes reviewing and monitoring budgets. Budget reports which include actual amounts and remaining balances are reviewed periodically by accounting staff and the financial advisory committee. Budget adjustment requests will be prepared and submitted to the financial advisory committee for review to ensure that budgetary adjustment requests and transfers are submitted in a timely manner to ensure over-expenditure does not occur in the future. The District does note that the actual funds were not over-expended. The over-expenditure occurred at the function level only.

**FS 07-04 Preparation of Financial Statements (Significant Deficiency) Repeated**

*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.

*Condition:* The individuals responsible for the accounting and reporting functions for the District 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.

*Effect:* The District, 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:* Individuals responsible for the accounting and reporting functions for the District did not have the appropriate resources and have not received training in preparing governmental financial statements in accordance with GASB (Governmental Accounting Standards Board) Statement No 34 and subsequent pronouncements.

*Auditor's Recommendations:* We recommend the District's accounting management receive the training relating to the preparation of the District'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.

*Management Response:* The District is working on ensuring current accounting staff receives the training and required resources to prepare financial statements in accordance with generally accepted accounting principles. In August 2012, a Finance Director was hired who will be provided training to ensure financial statements can be prepared internally by staff for audit years beginning 2013-2014.

**FS 09-02 Cash Receipts (Significant Deficiency) Repeated**

*Criteria:* NMAC 6.20.2.14c states that a School District 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 102, and applicable state and federal laws and regulations.

*Condition:* During our test work of internal controls for receipts we noted 7 out of 25 deposits that were not deposited within 24 hours.

*Effect:* Non-adherence to state statutes places the School in noncompliance and lack of timeliness of deposits could subject the District to a possible occurrence of fraud.

*Cause:* The District did not follow the appropriate controls set in place to ensure deposits are deposited within 24 hours

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*Auditor's Recommendations:* : The District should familiarize responsible employees with the New Mexico Administrative Code relating to Public Schools in order to ensure compliance with regulations and implement pre-numbered receipts into their receipting process. We recommend that the District emphasize the importance of timely deposits of receipts and monitor receipts more closely in order to be compliant with state statutes.

*Management Response:* The District has implemented a policy which notes that daily deposits are required by state statute. The District is continuing to work with all employees to stress the importance of timely deposits of receipts and recording of deposits in order to be in compliance with state statute. Procedures are being implemented which will enhance communication with staff at least quarterly to remind them of the above procedure which is part of the District's current policy.

**FS 09-03 Deficiencies in Internal Control Structure Design (Material Weakness) Repeated**

*Criteria:* NMAC 6.20.2.11 states:

Every school shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

*Condition:* The School does not have a current comprehensive documented internal control structure. We noted the School has not updated procedural manuals on a timely basis, including key internal control procedures entity wide or for daily operating activities.

*Effect:* The School has not maintained a formal policy and procedure manual. The lack of formally written policies and procedures may result in grant noncompliance and/or potential errors and misstatements in times of personnel turnover and personnel reductions.

*Cause:* The School has not formally written all internal control policies and procedures in accordance with NMAC 6.20.2. The School has written some policies and procedures within departments, but has relied on the PED supplement manual for other areas. The PED supplement manual has not been updated in some areas of internal control compliance.

*Auditors' Recommendation:* The School should update and complete its documented comprehensive internal control structure and ensure that it is followed.

*Management's Response:* The District has formalized the internal control processes for all the offices. The District is continually updating the internal control processes and working with staff to ensure procedures are being followed by staff. A policy and procedures manual will be prepared and provided to all staff to familiarize them with the required steps necessary to maintain and adhere to internal control processes. The procedures manual will be the PED recommended manual of procedures with only slight amendments to reflect unique practices at LVCS. The Finance Director will work with the Business Office staff to identify areas of concern and to set up procedures to help mitigate high risk areas.

**FS 09-08 - Cash Management (Significant Deficiency) Repeated and Revised**

*Criteria:* According to NMAC 6.20.2.14 Cash Control Standards - A. "School districts 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" and . NMAC 6.20.2.14 Cash Control Standards – E, "The school district shall verify that there is sufficient cash and budget prior to the disbursement of cash. A revenue ledger is required for each revenue code as approved in the finalized budget, and additional revenue ledgers may be added as necessary."

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*Condition:* The District did not maintain sufficient cash amounts within the general fund to cover operational and program expenditures. Internal controls within the cash management function for 2012 were not implemented sufficiently and cash deficits within the program funds did occur. For the year ending June 30, 2012 the general fund had did not maintain enough cash balance to cover program overages and \$1,569,454 had to be loaned from the Debt Service Fund.

*Effect:* Improper cash management may result in the need to finance normal operations and may potentially result in a going concern issue for the District.

*Cause:* Due to turnover in the business manager position the cash balance in the general fund was not monitored closely.

*Auditor's Recommendation:* Las Vegas City Schools must implement policies and procedures to ensure this situation does not occur in the future. Controls must require the monitoring of cash balances within funds to ensure compliance with state and federal guidelines. Policies and procedures should require the review of budgeted amounts to ensure expenditures do not exceed budgeted amounts and restrictions.

*Management's Response:* The District is working to ensure that cash management procedures are in place to prevent mismanagement of cash. This includes reconciling monthly to ensure accounts are reconciled timely. In addition, the finance advisory committee conducts monthly meetings and reviews bank reconciliations, fund balance reports and budget versus actual revenue and expenditures reports. This audit will continue to be a finding in subsequent audits until a reserve is established which will ensure bond funds are not required to meet operational needs of the district.

**FS 11-01 Payroll Documentation – (Significant Deficiency)**

*Condition:* During our test work of personnel files, GPS noted the following:

- Eleven out of twenty five files tested did have an I-9 properly filled out
- Twelve out of twenty five files tested have an I-9 filled out subsequent to June 30, 2012
- Two out of twenty five files did not have a W-4 on file
- Two out of twenty five files did not have a insurance authorization on file.

*Criteria:* NMAC 6.20.2.18 states the local board shall establish written payroll 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. 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, Educational Retirement Act plan application, and direct deposit authorizations.

*Effect:* The school is not in compliance with NMAC 6.20.2.18. By not properly filling out the documents or having documents on file, it is possible that an employee may be put at risk for possible litigation and/or subject to penalties and fines from the Internal Revenue Service if taxes are not withheld in the proper amounts.

*Cause:* The District misplaced personnel files during the process of moving offices. Files which are missing W-4 and I-9 forms are a result of the administration not obtaining proper documentation within the Human Resource Department. As a result, the district did not follow policies and procedures regarding payroll.

*Auditors' Recommendations:* We recommend the District obtain all required information and retain the necessary documents in the employees' personnel files as well as review all supporting documentation for payroll processed. In the future, the District should make periodic checks to ensure all required information is being maintained.

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*Management's Response:* The District currently ensures all W-4's and I-9's are in place before processing payments to individuals. In the above case, due to the moving of offices, we identified the files as being misplaced. After identifying the misplaced files payroll staff have been working on updating all records to ensure the proper documentation is obtained and maintained in an area which will prevent files from being misplaced in the future. The payroll staff has set up a current procedure to identify all employees and other paid staff and have set up a checklist which will serve as the control to verify that the proper documentation is maintained in our payroll files and available for review by the auditors and other oversight agencies.

**FS 11-02 Control Deficiency – Cash Disbursements (Other Matter)**

*Condition:* The district was unable to provide check image of endorsements on seven out of fifty instances.

*Criteria:* According to NMAC 6.20.2.14 Cash Control Standards – K, “All bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration. The bank statement, deposit slips, and canceled checks shall be made available to the district's auditor during the annual audit.”

*Effect:* The Districts non-compliance with state statute may result in improper and fraudulent endorsement of checks.

*Cause:* Due to the timing of this audit the bank was unable to provide check images for inspection of endorsement.

*Auditors' Recommendation:* The District must ensure that the District's provider of financial services is able to provide all items necessary for audit.

*Management's Response:* The District has provided all requested bank statements, deposit slips and cancelled checks. The District currently receives the front copies of all cancelled checks on a monthly basis included as part of their bank statements. The District will continue to work with the bank to determine if the back images of checks will be available. The District will work with the bank on developing a procedure to determine how we can obtain the back image of checks for filing for future audits.

**FS 12-01-PED Cash Reports – (Significant Deficiency)**

*Criteria:* 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger and must be submitted monthly and annually by July 31.

*Condition:* The District did not submit other reports accurately during the fiscal year. The issue stemmed mainly from the Districts variances related to bank reconciliations and the District not investigating and making necessary adjustments to the general ledger. As a result, variances were illustrated on the PED cash reconciliation report. Reports were subsequently corrected.

*Cause:* The District was not able to maintain a reconciled general ledger and submitted un-reconciled reports to the PED through June 2012. The lack of reconciled general ledger resulted in the submission of inaccurate cash reconciliation reports to the Public Education Department.

*Effect:* Submissions of inaccurate reports to a State or Federal awarding agency may result in the reduction of funding or other disciplinary actions by the awarding agencies and late audit reporting to the State of New Mexico.

*Auditor's Recommendation:* The District must have appropriate personnel complete the PED reports based upon the general ledger timely and accurately. Additionally, an individual should review the report to ensure that the report does match the general ledger.

*Management's Response:* The District submitted PED reports during the fiscal year after January 2012 regularly after all records were reconciled. The reports were submitted after the consultant was able to review and reconcile accounting records for the District. The District has submitted the PED reports on a regular basis and has worked closely with PED on getting accurate reports submitted. All reports are reviewed and reconciled to the general ledger before submission to PED.



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**FS 12-02 Purchase Orders and Documentation (Significant Deficiency)**

*Criteria:* Per the New Mexico Manual of Procedures for Public School Accounting and Budgeting, Supplement 13 – Purchasing, “the preparation and execution of a duly authorized purchase order must precede the placement of any order for goods, services or construction.” Additionally, all receipts should clearly indicate the individual receiving the goods or service and sign on the document that the invoice is proper to pay with the receiver’s name and date.

*Condition:* During our testing of cash disbursements and for individually significant transactions, we identified several instances of a lack of control and adherence to procedures and policy:

- One instance in which the incorrect tax rate was applied and not corrected by the District.
- One of twenty five instances in which the District overpaid for services in the amount of \$14.50.
- One out of twenty five instances in which the invoice was paid late.
- There was one instance of the invoice paid after the due date.
- Eleven instances of the PO being put in place after the invoice date.

*Effect:* Internal control over expenditures and the ability of responsible parties to appropriately monitor budgets for which they bear responsibility may be compromised. Not being in compliance with these requirements places the Board at risk for fraud or misuse of public funds

*Cause:* District personnel have not followed state guidelines or internal procedures in the purchase of items. Policy clearly states that the individual must have an approved purchase order. At times, employees are inputting a purchase order and then purchasing items prior to the purchase order being approved. In other instances, purchases are occurring prior to a purchase order being initiated.

*Auditor’s Recommendation:* We recommend that all personnel be reminded of, or trained in, district and state policy in regards to purchasing of goods, services, or construction. All District personnel should be reminded that initiation of a purchase order is not sufficient for ordering, that an approved purchase order is required per policy and state guidelines.

*Management Response:* The District has been working with all staff to ensure that required purchase orders are put in place prior to ordering of goods and services and that all required approvals are obtained prior to the ordering of the items. As part of the training of district staff, the Business Office will provide updated guidelines from the Manual of Procedures prepared by PED to all staff to ensure that all staff is familiar with the requirements for purchasing.

**FS 12-03 — Cash Appropriations in Excess of Available Cash Balances – (Significant Deficiency)**

*Criteria:* All District funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the Public Education Department for approval. Cash balances re-budgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

*Condition:* The District re-budgeted “cash balance” in excess of available cash balances in the following funds:

	<u>Designated</u> <u>Cash</u>	<u>Available</u> <u>Cash</u>	<u>Cash Appropriation</u> <u>In Excess of Cash</u>
Athletics	\$ 34,740	\$ 33,501	\$ (1,239)
21 <sup>st</sup> Century	22,788	(137,493)	(160,281)
Total	<u>\$ 739,440</u>	<u>\$ 683,006</u>	<u>\$ (55,590)</u>

*Cause:* Inadequate monitoring of ending cash balances and budgeting are the cause of this problem.

*Effect:* The District has budgeted cash balance that does not exist. If the District expends all budgeted expenditures it could incur debt if the budgeted designated cash does not exist.

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*Auditor's Recommendation:* Budget for future years should be reviewed to insure all funds have adequate budget authority for budgeted expenditures. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

*Management Response:* The District will work closely with their Budget Analyst from the Public Education Department to ensure that future budgets are reviewed and that adequate cash balances exist for future budget planning. District staff has worked closely with PED to ensure that the 2013-14 Budget was reflective of actual cash available.

**FS 12-04 – Capital Asset Inventory Count (Significant Deficiency)**

*Condition:* The District did not perform an annual inventory of its fixed assets and was not able to provide an accurate listing to their auditors.

*Criteria:* Per NMAC 2.20.1.16 Annual Inventory, at the end of the fiscal year, each agency shall conduct a physical inventory of its fixed assets consisting of those with a historical cost of one thousand dollars (\$5,000) or more, under the control of the governing authority. In addition, all fixed assets shall be marked with tags. Each tag shall identify the agency owning the asset followed by a unique sequential fixed asset number so that each item may be positively identified. An agency may establish blocks of numbers for its sub-units to improve controls and avoid duplication of numbers.

*Effect:* The District is noncompliant with NMAC 2.20.1.16 and does not have internal controls implemented for safeguarding them and establishing accountability for their custody and use. The capital asset inventory listing was not complete and account balances may potentially be misstated as of June 30, 2013.

*Cause:* During the audit year and subsequent it was discovered that the school had been victim to several frauds over the preceding years. This caused a temporary shutdown of operations and a freezing of accounts. Due to this fraud and subsequent turnover, it was not possible to get an adequate fixed asset listing or proof of inventory.

*Auditor's Recommendations:* The District must implement and formalize a policy relating to capital assets. The policy must be in compliance State Statute, which required tagging of capital assets and requires an annual inventory be performed as well as ensuring capital asset listing, including additions agree to the general ledger.

*Management's Response:* The District maintains a fixed asset listing consisting of all items required to be capitalized during the year. All assets are tagged and recorded in the accounting software for accountability purposes. Inventory observations are conducted throughout the year by the fixed asset clerk and while we did not perform an annual physical inventory as of year-end, we did conduct a physical inventory for the subsequent year and will continue to do so going forward. In addition, during the fiscal year, the District remained open and fully operational and no accounts have ever been frozen.

**FS 12-05 Payment of Overtime and Comp Time (Significant Deficiency)**

*Criteria:* Las Vegas City Schools has a formalized policy regarding overtime; however, the policy does not provide for comp time to employees, exempt or non-exempt.

*Condition:* During 2012 employees were provided the option to accumulate comp time rather than be paid time and a half. Upon further inquiry, the District did not appear to have accumulated schedules of comp time to indicate year end balances. In addition, upon review of timesheets, employees that were paid overtime did not appear to have proper approval documented on the time card as stipulated on in the Districts overtime policy.

*Cause:* The District may disburse funds which were not authorized for payment without a formal policy being implemented for comp time. In addition, non-documented comp time accrual results in a financial liability which should be recorded on the Districts records. With regards to overtime being paid, the District did not follow procedure in documenting approval of overtime in all instances.

*Effect:* Payment of funds for accrued leave or comp time which does not follow Board Policy results in the District being open to potential liability relating to comp time. If individuals are not required to follow District policy, it may result in potential liabilities and litigation.

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*Auditor's Recommendation:* The District must implement and enforce policies and procedures that are set in place by its own Board Policy.

*Management's Response:* While the District does not have a formal policy providing for compensatory time, we followed DOL rules on implementing proper procedure regarding compensatory time options. The option for using compensatory time versus overtime was provided to employees during the fiscal year 2011-12 due to budgetary constraints. Compensatory time does not involve cash payments, so the District has not paid out any unauthorized funds for compensatory time. Regarding overtime, overtime is reflected on timesheets which are approved by supervisory staff and all overtime is documented and properly approved. Regarding accrued leave, the District follows Board policy regarding accrued leave and all individuals are required to follow Board policy. The District will continue to implement, prepare and enforce Board policies and procedure.

*Auditor Rebuttal:* Cash payments are made for compensatory time when the time is taken by the employee. In addition, this creates a legal liability to the District which must be reflected on the Districts general ledger as a current liability. Due to these issues, it is best to have a formal policies in place restricting and limiting compensatory time to best benefit the District and employee rights and needs.

**FS 12-06 Recording of long term debt (Significant Deficiency)**

*Criteria:* Per NMSA 6.20.2.13, "in accordance with GASB 34, school districts shall use a full accrual basis of accounting in preparation of annual financial statements". This includes the recording of bond issuances and refunding of debt.

*Condition:* During audit procedures and inquiries, we noted that District did not record proceeds, Payments to escrow agents and related issuance costs related to the 2011 General Obligation refunding bond.

*Cause:* The District processed and issued the bond but did not record the activity in the debt service account as required by GAAP and 6.20.2.13.

*Effect:* The bond was required to be recorded as a subsequent to year end as discovered by audit procedures. Lack of internal controls which would require the recording of the bonds may result in material misstatements to financial statements.

*Auditor's Recommendation:* The District must implement and enforce policies and procedures that are set in place by its own Board Policy to insure all material transactions are properly recorded.

*Management's Response:* The District will ensure that proceeds and related issuance costs related to future debt issuances will be recorded properly and in accordance with required accounting rules and regulations.

**Section III – Federal Award Findings and Questioned Costs**

**FA 06-02 Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse – Repeated (Significant Deficiency)**

Federal program information:

Funding agency:	All
Title:	All
CFDA number:	All

*Condition:* The Federal Clearinghouse has yet to receive the Data Collection Form.

*Criteria:* OMB Circular A-133;320, states the reporting package is due nine months after the fiscal year end.

*Questioned Costs:* Unable to determine.

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

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

*Cause:* The Data Collection Form could not be filed timely because the audit report was filed after the due date. The State Auditor's Office received the audit report after November 15, 2012.

*Auditor's Recommendation:* The Data Collection Form and Audit Report should be submitted timely.

*Management's Response:* The District will submit the required Data Collection Form and audit reports as soon as requested by the auditor. The process involves steps which involve both the auditor and the District. The audits completed to date (2008-2009, 2009-2010 and this audit, 2010-11) may be submitted in current fiscal year 2013-14. To date, we have not received information which requires us to certify the data collection forms.

**Section IV – Prior Year Audit Findings**

Financial Statement Findings

- FS 06-01 Late Audit Report – Repeated and Revised
- FS 07-02 Bank Reconciliations – Repeated and Revised
- FS 07-03 Budget Violations – Repeated and Revised
- FS 07-04 Preparation of Financial Statements (SAS 112 Compliance) – Repeated and Revised
- FS 09-02 Cash Receipts, Repeated
- FS 09-03 Deficiencies in Internal Control Structure Design, Repeated
- FS 09-08 Cash Management, Repeated and Revised
- FS 10-01 Utility Late Fees, Resolved
- FS 10-03 Pledged Collateral, Resolved
- FS 11-01 Payroll Documentation, Repeated
- FS 11-02 Control Deficiency – Cash Disbursements, Repeated

Federal Award Findings:

- FS 06-02 – Late-Filed Data Collection Form and Reporting Package to the Federal Clearinghouse, Repeated
- FA 09-02 – Possible Cash Shortage - Resolved
- FA 09-03 – Cash Management - Resolved

**Section V – Other Disclosures**

Auditor Prepared Financials

Griego Professional Services, LLC assisted in the preparation of the financial statements presented in this report. The District's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.

Exit Conference

The contents of this report were discussed on August 27, 2013. The following individuals were in attendance.

Las Vegas City Schools

- Gabriel Lucero, Board Member
- Luis Ortiz, Board Member
- Gale Cunico, Audit Committee Member
- Kathleen Tapia, Audit Committee Member
- Sheryl McNellis-Martinez, Superintendent
- Karen Armijo, Assistant Business Manager
- Mari Hillis, Business Manager

Griego Professional Services, LLC

J.J. Griego, CPA