

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS

Financial Statements

June 30, 2013



AXIOM

*Certified Public Accountants
and Business Advisors LLC*

INTRODUCTORY SECTION

	<u>Exhibit</u>	<u>Page</u>
INTRODUCTORY SECTION		
Table of contents		1
Official Roster		4
FINANCIAL SECTION		
Independent Auditors' Report		
Basic Financial Statements		5
Government-wide Financial Statements:		
Statement of Net Position	A-1	8
Statement of Activities	A-2	10
Fund Financial Statements:		
Balance Sheet - Governmental Funds	B-1	12
Reconciliation of the Balance Sheet to the Statement of Net Assets		14
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	B-2	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities		17
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual – Operational Fund	C-1	18
Transportation Fund	C-2	19
Instructional Materials Fund	C-3	20
Title I- IASA	C-4	21
Statement of Fiduciary Assets and Liabilities - Agency Funds	D-1	22
Notes to the Financial Statements		23
	<u>Statement/ Schedule</u>	<u>Page</u>
SUPPLEMENTARY INFORMATION		
Combining and Individual Fund Statements and Schedules:		
Combining Balance Sheet – Nonmajor Governmental Funds	A-1	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	A-2	59
Special Revenue Fund Descriptions		60
Combining Balance Sheet – Nonmajor Special Revenue Funds	B-1	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	B-2	74
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Food Services Special Revenue Fund	B-3	84
Athletics Special Revenue Fund	B-4	85
IDEA-B Entitlement Special Revenue Fund	B-5	86
IDEA-B Discretionary Special Revenue Fund	B-6	87
IDEA-B Preschool Special Revenue Fund	B-7	88
Fresh Fruits and Vegetables USDA Special Revenue Fund	B-8	89
21st Century Community Learning Centers Special Revenue Fund	B-9	90
“Risk Pool” IDEA-B Special Revenue Fund	B-10	91
Title I – 1003g Grant Special Revenue Fund	B-11	92

Learn & Serve Special Revenue Fund	B-12	93
Partnerships in Charter Education Special Revenue Fund	B-13	94
Comprehensive School Reform Special Revenue Fund	B-14	95
Idea B (Non Title 1) Special Revenue Fund	B-15	96
ELL Title III Incentive Awards Special Revenue Fund	B-16	97
Title V-Part A Innovative Special Revenue Fund	B-17	98
English Language Acquisition Special Revenue Fund	B-18	99
Teacher/Principal Training Special Revenue Fund	B-19	100
Title IV-A Safe & Drug Free Schools & Communities Special Revenue Fund	B-20	101
Rural & Low-income Schools Special Revenue Fund	B-21	102
Title I School Improvement Special Revenue Fund	B-22	103
Reading First Special Revenue Fund	B-23	104
Carl D. Perkins Secondary Special Revenue Fund	B-24	105
Carl D. Perkins Secondary Redistribution Special Revenue Fund	B-25	106
Carl D. Perkins HSTW Current Special Revenue Fund	B-26	107
Carl D. Perkins HSTW Special Revenue Fund	B-27	108
Entitlement IDEA-B Federal Stimulus Special Revenue Fund	B-28	109
Preschool IDEA-B Federal Stimulus Special Revenue Fund	B-29	110
Title XIX Medicaid 3/2 Special Revenue Fund	B-30	111
Child & Adult Food Program Special Revenue Fund	B-31	112
State Equalization Guarantee Federal Stim Special Revenue Fund	B-32	113
Education Jobs Federal Stimulus Special Revenue Fund	B-33	114
REC/District Fiscal Agent Special Revenue Fund	B-34	115
LANL Foundation Special Revenue Fund	B-35	116
Dual Credit Instructional Materials Special Revenue Fund	B-36	117
2008 Library GO Bond Special Revenue Fund	B-37	118
2010 Library GO Bond Special Revenue Fund	B-38	119
Formative Assessment Laws of 2012 Special Revenue Fund	B-39	120
TANF PED Special Revenue Fund	B-40	121
Technology for Education Special Revenue Fund	B-41	122
Incentives for School Improvement Special Revenue Fund	B-42	123
Beginning Teacher Mentoring Program Special Revenue Fund	B-43	124
Breakfast for Elementary Students Special Revenue Fund	B-44	125
Capital Projects Fund Descriptions		126
Combining Balance Sheet – Nonmajor Capital Projects Funds	C-1	127
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	C-2	128
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Bond Building Capital Projects Fund	C-3	129
Capital Improvements SB-9 Capital Projects Fund	C-4	130
Special Capital Outlay- State Capital Projects Fund	C-5	131
Educational Technology Equip Capital Projects Fund	C-6	132
Debt Service Fund Descriptions		133
Combining Balance Sheet – Nonmajor Debt Service Funds	D-1	134

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds	D-2	135
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual:		
Debt Service Fund	D-3	136
Educational Technology Debt Service Fund	D-4	137

SUPPORTING SCHEDULES

Schedule of Changes in Fiduciary Assets and Liabilities - Agency Funds	I	138
Schedule of Cash and Temporary Investment Accounts	II	139
Schedule of Collateral Pledged by Depository for Public Funds	III	140
Cash Reconciliation	IV	141

COMPLIANCE SECTION

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		145
---	--	-----

FEDERAL FINANCIAL ASSISTANCE

Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133		147
Schedule of Expenditures of Federal Awards	V	150
Schedule of Findings and Questioned Costs	VI	152
Status of Prior Year Audit Findings		169
Exit Conference		170

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2013**

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Gloria Lovato-Pacheco		President
Ernesto Salazar		Vice President
Gabriel V. Lucero		Secretary
Felix Alderete		Member
Luis Ortiz		Member
	<u>School Officials</u>	
Sheryl McNellis-Martinez		Superintendent
Mari Hillis		Director of Finance

FINANCIAL SECTION

INDEPENDENT AUDITOR'S 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

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Las Vegas City School, New Mexico's (the "District"), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's non-major governmental, and the budgetary comparisons for the major capital project funds, debt service funds, and all non-major funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2013, and the respective changes in financial position and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary fund of the District as of June 30, 2013, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project funds, debt service funds, and all non-major funds for the year then ended in accordance with accounting principles generally accepted in the United State of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the Schools financial statements, the Combining and individual fund financial statements, and the budgetary comparisons. The other schedules required by 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare

the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the other schedules required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 6, 2014 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.



Axiom CPAs and Business Advisors, LLC
Albuquerque, New Mexico
October 6, 2014

BASIC
FINANCIAL STATEMENTS

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 STATEMENT OF NET POSITION
 JUNE 30, 2013

Exhibit A-1
 (Page 1 of 2)

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 3,414,811
Accounts receivable	
Taxes	467,298
Due from other governments	977,418
Inventory	17,211
Total current assets	<u>4,876,738</u>
Noncurrent assets:	
Bond issuance costs (net of amortization)	267,983
Capital assets (net of accumulated depreciation):	
Construction in progress	385,438
Land improvements	858,836
Buildings and building improvements	26,029,588
Furniture, fixtures and equipment	5,630,882
Less: accumulated depreciation	<u>(13,823,112)</u>
Total noncurrent assets	<u>19,349,615</u>
Total assets	\$ <u>24,226,353</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 STATEMENT OF NET POSITION
 JUNE 30, 2013

Exhibit A-1
 (Page 2 of 2)

LIABILITIES AND NET POSITION	Governmental Activities
LIABILITIES	
Accounts payable	\$ 1,101,196
Accrued interest	146,862
Accrued expenses	10,847
Current portion of compensated absences	84,888
Current portion of long-term debt	2,395,000
Total current liabilities	<u>3,738,793</u>
Noncurrent liabilities:	
Bond underwriter premiums (net of amortization of \$271,627)	46,208
Bonds due in more than one year	11,750,000
Compensated absences	312,761
Total noncurrent liabilities	<u>12,108,969</u>
Total liabilities	15,847,762
NET POSITION	
Net investment in capital assets	6,562,039
Restricted for:	
Special Revenue fund	169,316
Debt service funds	2,073,847
Capital projects funds	2,496,607
Unrestricted	<u>(2,923,218)</u>
Total net position	<u>8,378,591</u>
Total liabilities and net position	<u>\$ 24,226,353</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2013

Exhibit A-2
 (Page 1 of 2)

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>
		<u>Charges for Service</u>
Primary government		
Governmental activities		
Instruction	\$ 9,973,011	\$
Support Services		
Students	1,759,972	76,805
Instruction	207,776	
General Administration	813,375	
School Administration	1,533,817	
Other Support Services	113,248	
Central Services	610,833	
Operation & Maintenance of Plant	3,189,663	
Student Transportation	753,196	
Food Operations	765,305	48,666
Depreciation-Unallocated	530,559	
Interest on long-term debt	428,332	
Total Primary Government	\$ 20,679,087	\$ 125,471

See Notes to Financial Statements.

<u>Program Revenues</u>		<u>Net (Expenses) Revenues and Changes in Net Assets</u>
<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
\$ 1,750,361	\$	\$ (8,222,650)
		(1,683,167)
		(207,776)
		(813,375)
		(1,533,817)
		(113,248)
		(610,833)
	139,490	(3,050,173)
505,829		(247,367)
571,330		(145,309)
		(530,559)
		(428,332)
<u>\$ 2,827,520</u>	<u>\$ 139,490</u>	(17,586,606)

General Revenues:

Property taxes:		
Levied for general purposes	\$	79,578
Levied for debt service		2,850,898
Levied for capital projects		645,527
State Equalization Guarantee		14,258,554
Unrestricted investment earnings		7,892
Miscellaneous		<u>387,551</u>
Total general revenues		<u>18,230,000</u>
Change in net position		643,394
Net Position - beginning		8,063,823
Restatement - prior period		<u>(328,626)</u>
Net Postion - beginning restated		7,735,197
Net Position - ending	\$	<u><u>8,378,591</u></u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ -	-	72,913
Accounts receivable			
Taxes	2,597	-	-
Due from other governments	233	-	18,252
Interfund receivables	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 2,830</u>	<u>-</u>	<u>91,165</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ 352,606	220	233
Accrued salaries	7,355	4	-
Deferred revenue	-	-	-
Interfund payables	1,066,290	-	-
<i>Total liabilities</i>	<u>1,426,251</u>	<u>224</u>	<u>233</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	-	(224)	90,932
Committed	-	-	-
Assigned	-	-	-
Unassigned	(1,423,421)	-	-
<i>Total fund balance</i>	<u>(1,423,421)</u>	<u>(224)</u>	<u>90,932</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,830</u>	<u>-</u>	<u>91,165</u>

See Notes to Financial Statements.

Title I IASA 24101	Bond Building 31100	Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Primary Government
-	2,044,773	528,955	364,087	404,083	3,414,811
-	-	17,140	73,676	16,247	109,660
405,662	-	146,685	-	406,586	977,418
-	408	-	1,789,224	14,073	1,803,705
-	-	-	-	17,211	17,211
<u>405,662</u>	<u>2,045,181</u>	<u>692,780</u>	<u>2,226,987</u>	<u>858,200</u>	<u>6,322,805</u>
21,934	666,774	32,588	-	26,841	1,101,196
2,235	-	-	-	1,253	10,847
-	-	-	-	-	-
381,493	-	-	-	355,922	1,803,705
<u>405,662</u>	<u>666,774</u>	<u>32,588</u>	<u>-</u>	<u>384,016</u>	<u>2,915,748</u>
-	-	-	-	17,211	17,211
-	1,378,407	660,192	2,226,987	181,631	4,537,925
-	-	-	-	-	-
-	-	-	-	275,342	275,342
-	-	-	-	-	(1,423,421)
<u>-</u>	<u>1,378,407</u>	<u>660,192</u>	<u>2,226,987</u>	<u>474,184</u>	<u>3,407,057</u>
<u>405,662</u>	<u>2,045,181</u>	<u>692,780</u>	<u>2,226,987</u>	<u>858,200</u>	<u>6,322,805</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2013

Exhibit B-1
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net position are different because:	
Fund balances - total governmental funds	\$ 3,407,057
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	19,081,632
Accrued property taxes receivable	357,638
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:	
Bond issuance costs net of related 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	(146,862)
Accrued compensated absences - current portion	(84,888)
Accrued compensated absences - noncurrent portion	(312,761)
General obligation bonds - current portion	(2,395,000)
General obligation bonds - noncurrent portion	<u>(11,750,000)</u>
Net Position-total Governmental Activities	<u>\$ 8,378,591</u>

See Notes to 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, 2013**

	General Fund		
	Operating 11000	Transportation 13000	Instructional Materials 14000
<i>Revenues</i>			
Property taxes	\$ 79,578	-	-
State grants	14,258,554	505,829	134,489
Federal grants	326,667	-	-
Charges for service	-	-	-
Miscellaneous	52,131	-	118
Interest	7,892	-	-
<i>Total revenues</i>	<u>14,724,822</u>	<u>505,829</u>	<u>134,607</u>
<i>Expenditures</i>			
Current			
Instruction	7,214,423	-	58,443
Support Services			
Students	1,512,860	-	-
Instruction	183,274	-	-
General Administration	706,293	-	-
School Administration	1,322,453	-	-
Central Services	609,467	-	-
Operation & Maintenance of Plant	2,669,610	-	-
Student Transportation	190,361	525,023	-
Other Support Services	22,043	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Bond issuance costs	-	-	-
<i>Total expenditures</i>	<u>14,430,784</u>	<u>525,023</u>	<u>58,443</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>294,038</u>	<u>(19,194)</u>	<u>76,164</u>
<i>Other financing sources (uses)</i>			
Transfers	(1,008,989)	-	-
Payments to escrow agents	-	-	-
Proceeds from bond issues	-	-	-
Premium on bonds issued	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,008,989)</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(714,951)</u>	<u>(19,194)</u>	<u>76,164</u>
<i>Fund balances, (deficits) beginning of year</i>	<u>(708,470)</u>	<u>18,970</u>	<u>14,768</u>
<i>Restatement prior period</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, (deficits) - beginning as restated</i>	<u>(708,470)</u>	<u>18,970</u>	<u>14,768</u>
<i>Fund balances, (deficits) end of year</i>	<u>\$ (1,423,421)</u>	<u>(224)</u>	<u>90,932</u>

See Notes to Financial Statements.

Title I IASA 24101	Bond Building 31100	Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
-	-	645,527	2,114,749	378,511	3,218,365
-	-	-	-	179,447	15,078,319
518,240	-	-	-	1,302,338	2,147,245
-	-	-	-	125,471	125,471
-	991	221,855	-	112,456	387,551
-	-	-	-	-	7,892
<u>518,240</u>	<u>991</u>	<u>867,382</u>	<u>2,114,749</u>	<u>2,098,223</u>	<u>20,964,843</u>
609,921	-	-	-	734,669	8,617,456
-	-	-	-	220,571	1,733,431
-	-	-	-	16,079	199,353
41,952	-	6,366	20,963	36,356	811,930
172,636	-	-	-	3,900	1,498,989
-	-	-	-	-	609,467
-	-	-	-	-	2,669,610
-	-	-	-	-	715,384
-	-	-	-	-	22,043
-	-	-	-	752,707	752,707
-	2,137,268	727,417	-	305,481	3,170,166
-	-	-	925,000	600,292	1,525,292
-	-	-	400,856	26,351	427,207
-	-	-	-	-	-
<u>824,509</u>	<u>2,137,268</u>	<u>733,783</u>	<u>1,346,819</u>	<u>2,696,406</u>	<u>22,753,035</u>
<u>(306,269)</u>	<u>(2,136,277)</u>	<u>133,599</u>	<u>767,930</u>	<u>(598,183)</u>	<u>(1,788,192)</u>
306,269	-	-	-	702,720	-
-	-	-	-	-	-
-	3,650,000	-	-	-	3,650,000
-	-	-	-	-	-
<u>306,269</u>	<u>3,650,000</u>	<u>-</u>	<u>-</u>	<u>702,720</u>	<u>3,650,000</u>
-	1,513,723	133,599	767,930	104,537	1,861,808
-	(135,316)	526,593	1,459,057	698,273	1,873,875
-	-	-	-	(328,626)	(328,626)
-	(135,316)	526,593	1,459,057	369,647	1,545,249
-	1,378,407	660,192	2,226,987	474,184	3,407,057

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

Exhibit B-2
(Page 2 of 2)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net Change in fund balances - total governmental funds	\$ 1,861,808
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.	
Depreciation expense	(1,417,228)
Capital Outlays	2,138,596
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:	
Increase in accrued interest payable	(1,125)
Increase in accrued compensated absences	(171,295)
Increase in property taxes receivable	357,638
Bond proceeds	(3,650,000)
Principal payments on bonds	<u>1,525,000</u>
Change in Net Position-total Governmental Activities	<u>\$ 643,394</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
OPERATIONAL FUND
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Exhibit C-1

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	74,045	74,045	77,449	3,404
State Grants	13,950,714	14,162,843	14,258,554	95,711
Federal Grants	318,676	640,823	326,667	
Miscellaneous	48,200	48,200	52,131	3,931
Interest	25,000	25,000	7,892	(17,108)
<i>Total revenues</i>	<u>14,416,635</u>	<u>14,950,911</u>	<u>14,722,693</u>	<u>85,938</u>
<i>Expenditures</i>				
Current:				
Instruction	8,185,156	8,049,536	7,214,423	835,113
Support Services				
Students	1,391,597	1,561,787	1,512,860	48,927
Instruction	225,071	187,207	183,274	3,933
General Administration	563,754	646,699	614,070	32,629
School Administration	1,542,949	1,351,309	1,322,453	28,856
Central Services	470,313	652,396	609,467	42,929
Operation & Maintenance of Plant	2,410,639	2,709,884	2,669,610	40,274
Student Transportation	30,600	195,537	190,361	5,176
Other Support Services	40,114	40,114	22,043	18,071
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>14,860,193</u>	<u>15,394,469</u>	<u>14,338,561</u>	<u>1,055,908</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(443,558)</u>	<u>(443,558)</u>	<u>384,132</u>	<u>1,141,846</u>
<i>Other financing sources (uses):</i>				
Designated cash	443,558	443,558	-	(443,558)
Operating transfers	-	-	(1,008,989)	(1,008,989)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>443,558</u>	<u>443,558</u>	<u>(1,008,989)</u>	<u>(1,452,547)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(624,857)</u>	<u>(310,701)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(708,470)</u>	<u>(708,470)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>-</u>	<u>(1,333,327)</u>	<u>(1,019,171)</u>
<i>Reconciliation to GAAP Basis</i>				
Revenue accruals			2,129	
Expenditure accruals			92,223	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (714,951)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TRANSPORTATION FUND
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit C-2

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State Grants	602,488	553,230	505,829	(47,401)
Federal Grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>602,488</u>	<u>553,230</u>	<u>505,829</u>	<u>(47,401)</u>
<i>Expenditures</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	602,488	553,230	524,803	28,427
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>602,488</u>	<u>553,230</u>	<u>524,803</u>	<u>28,427</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(18,974)</u>	<u>(18,974)</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>(18,974)</u>	<u>(18,974)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>18,970</u>	<u>18,970</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>-</u>	<u>(4)</u>	<u>(4)</u>
<i>Reconciliation to GAAP Basis</i>				
Revenue accruals			-	
Expenditure accruals			220	
Net change in fund balance (GAAP Basis)			<u>\$ (19,194)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit C-3

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State Grants	118,914	131,004	116,237	(14,767)
Federal Grants	-	-	-	-
Miscellaneous	-	-	118	118
Interest	-	-	-	-
<i>Total revenues</i>	<u>118,914</u>	<u>131,004</u>	<u>116,355</u>	<u>(14,649)</u>
<i>Expenditures</i>				
Current:				
Instruction	118,914	131,004	58,210	72,794
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>118,914</u>	<u>131,004</u>	<u>58,210</u>	<u>72,794</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>58,145</u>	<u>58,145</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>58,145</u>	<u>58,145</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,768</u>	<u>14,768</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>-</u>	<u>72,913</u>	<u>72,913</u>
<i>Reconciliation to GAAP Basis</i>				
Revenue accruals			18,252	
Expenditure accruals			<u>233</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 76,164</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE I - IASA SPECIAL REVENUE FUND
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit C-4

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State Grants	-	-	-	-
Federal Grants	684,698	864,156	744,134	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>684,698</u>	<u>864,156</u>	<u>744,134</u>	<u>-</u>
<i>Expenditures</i>				
Current:				
Instruction	508,929	635,816	590,987	44,829
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	45,128	41,952	3,176
School Administration	175,769	183,212	172,636	10,576
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>684,698</u>	<u>864,156</u>	<u>805,575</u>	<u>58,581</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(61,441)</u>	<u>58,581</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	306,269	306,269
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>306,269</u>	<u>306,269</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>244,828</u>	<u>364,850</u>
<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>244,828</u>	<u>364,850</u>
<i>Reconciliation to GAAP Basis</i>				
Revenue accruals			(225,894)	
Expenditure accruals			18,934	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
JUNE 30, 2013

Exhibit D-1

	Agency Funds
ASSETS	
<i>Current Assets</i>	
Cash	\$ <u>420,214</u>
<i>Total assets</i>	\$ <u><u>420,214</u></u>
LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	\$ <u>420,214</u>
<i>Total liabilities</i>	\$ <u><u>420,214</u></u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
June 30, 2013**

NOTE 1. NATURE OF ORGANIZATION

The Las Vegas City School District (the "District") has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local Board of Education – Superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

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 received 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 Board of Education provides transportation and school food services for the students.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of the District's management that is responsible for the financial statements. The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. 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. The more significant of the District's accounting policies are described below.

During the year ended June 30, 2013, the District adopted Governmental Accounting Standards Board (GASB) Statements No. 60 through 63. GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements. The District does not have any Service Concession Arrangements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In November 2010, the Governmental Accounting Standards Board (GASB) issued Statement No. 61, *The Financial Reporting Entity: Omnibus*. This statement, which is effective for financial statements for periods beginning after June 15, 2012, provides, among other things, additional guidance to primary governments that are business-type activities reporting financial information in a single column. New guidance, which includes reporting a blended component unit, allows users to better distinguish between the primary government and its component unit by requiring condensed combining information in the notes to the financial statements. The District adopted GASB Statement No. 61 during fiscal year 2013, with no effect to the District's financial statements.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This statement, which is effective for financial statements for periods beginning after December 15, 2011, supersedes GASB Statement No. 20. The District adopted GASB Statement No. 62 during fiscal year 2013, and its provisions were applied retroactively for all periods presented. Adoption of GASB Statement No. 62 did not materially affect the District's financial statements.

In June 2012, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which establishes standards for reporting deferred outflows and deferred inflows of resources and net position. The statement requires reporting of deferred outflows of resources (consumption of net position applicable to future periods) and deferred inflows of resources (acquisition of net position applicable to future periods) in separate sections of the balance sheet following assets and liabilities. The difference between assets plus deferred outflows of resources less liabilities plus deferred inflows of resources equals net position and net position should be displayed in three components as: net investment in capital assets, restricted and unrestricted. GASB Statement No. 63 is effective for financial statement periods beginning after December 13, 2011. The District adopted the provisions of the statement in fiscal year 2013. The adoption of GASB Statement No. 63 did not materially affect the District's financial statements. At June 30, 2013, the District has no items meeting the criteria of "deferred outflows" or "deferred inflows".

A. Financial Reporting Entity

GASB Statement No. 14 established criteria for determining the government reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, The District is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. AS used in GASB Statement No. 14, fiscally independent means that the

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Financial Reporting Entity (Continued)

District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issued bonded debt. The District also has no *component units*, as defined by GASB Statement No. 14 and/or GASB Statement No. 39 and/or GASB Statement No. 61, as there are no other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship. The basic but not the only criterion for including a potential component unity within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is the 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 significant of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

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

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities and changes in net position) 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 relay to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

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

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-wide and Fund Financial Statements (Continued)

purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segments and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segments. Taxes and other items not properly included amount 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 levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Ad valorem taxes (property taxes), franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. 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, subject to the availability criterion.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Expenditures-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 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.

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 No.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, which include funds that were not required to be presented as major but were at the discretion of management:

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

The *Operational Fund (11000)* is the primary operating fund of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

The *Transportation Fund (13000)* is used to account transportation fund 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 Section 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.

Bond Building Capital Projects Fund (31100) to 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 OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Capital Improvement 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.

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 FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. 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 Position 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.

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

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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Equity (Continued)

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 District the following month. Under the modified accrual method of accounting, the amount remitted by the San Miguel County Treasurer in July and August 2013 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2013. Period of availability is deemed to be sixty days subsequent to year-end.

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

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

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 District receives cash draw-downs, or transfer to the seventy percent account for requisition of material from the adopted list.

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 consist 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. No deferred revenue was recorded for unused commodity inventory as of June 30, 2013.

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 costs of more than \$5,000 per Section 12-6-10 NMSA 1978, and an estimated useful life in excess of one year. Such assets are recorded at

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Equity (Continued)

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. However, infrastructure assets have not been included in the June 30, 2013 financial statements of Las Vegas City Schools District, since the District did not own any infrastructure assets as of June 30, 2013. Information technology equipment, including software, is being capitalized and included in furniture and equipment as the District did not maintain internally developed software in accordance with NMAC 2.20.1.9 C (5). The District expenses the cost of library books when purchased. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Construction projects paid for by the Public School Capital Outlay Council are included in the District's capital assets. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2013.

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

Deferred Revenue: There are two sets of circumstances in which the District accrued deferred revenue.

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

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Equity (Continued)

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

Compensated Absences: 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 position.

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

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

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

Accrued Payroll: In the fund financial statements, governmental fund types recognize the accrual of unpaid wages and benefits that employees have earned at the close of each fiscal year. The amount

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Equity (Continued)

recognized in the fund financial statements represents amounts not paid by year-end and checks that were held at year-end in relation to employee's summer payroll.

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 position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or the straight-line method if the difference from the effective interest method is minimal. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Net Position or 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 which is presented in Note 17.

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

Net Investment in Capital Assets: Consists of assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position: Consists of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Legally enforceable means that a government can be completed 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

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities and Net Position or Equity (Continued)

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 any reduction for resources used for purposes not stipulated by the enabling legislation. Descriptions for the related restrictions for net position are restricted for "debt service or capital projects."

Unrestricted Net Position: All other net position that do not meet the definition of "restricted" of "net investment in capital assets."

The Government-wide Statement of Net Position reports \$4,739,770 of restricted net position of which \$4,570,454 is restricted by enabling legislation.

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

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.

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

Estimates: The preparation of the 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 depreciation on assets over their estimated useful lives and the current portion of accrued compensated absences.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues

State Equalization Guarantee: School districts in the State of New Mexico receive a 'state equalization guarantee distribution' which is defined as "that amount of money distributed to each 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 \$14,258,554 in state equalization guarantee distributions during the year ended June 30, 2013.

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 \$3,218,365 in tax revenues during the year ended June 30, 2013. 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 as an enforceable lien on property as of January 1. Tax notices are sent to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. 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.

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 \$553,230 in transportation distributions during the year ended June 30, 2013.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues (Continued)

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, 2013 totaled \$137,166.

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 estimate 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 \$0 in state SM-9 matching during the year ended June 30, 2013.

Public School Capital Outlay: Under the provisions of Chapter 22, Article 24, NMSA 1978, 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 per Section 22-24-4(B); core administrative functions of the public school facilities authority and for project management expenses upon approval of the council per Section 22-24-4(G); and for the purpose of demolishing abandoned school district facilities, upon application by a school district to the council, per Section 22-24-4(L).

The 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;

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues (Continued)

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.

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, 2013, the District received no school capital outlay funds.

Federal Grants: The District received 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 received 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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 3. 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. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as restricted fund balance.

Actual expenditures may not exceed the budget 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 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 (PED) by the District shall contain headings and details as described by law and have been approved by the PED.
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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

3. The school board meeting, which 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 accepted in the United States (U.S. GAAP). Encumbrances are treated the same way for U.S. GAAP purposes and for budget purposes.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

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 function.

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

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.

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, 2013 is presented under each budgetary statement.

NOTE 4. 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, 2013.

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 of the United States or are backed by the full faith and credit of those governments.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

The collateral pledged is listed on Schedule III 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 as limited by Section 6-10-16, NMSA 1978.

By operation of federal law, beginning January 1, 2013, funds deposited in a noninterest-bearing transaction account no longer will receive unlimited deposit insurance coverage by the Federal Deposit Insurance Corporation (FDIC). Beginning January 1, 2013, all of the District's accounts at an insured depository institution, including all noninterest-bearing transaction accounts, will be insured by the FDIC up to the standard maximum deposit insurance amount of \$250,000, however, time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the SAME STATE will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

Deposits

New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt to be issued, to the District for at 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.

	Southwest Capital Bank	Total
Total amount of deposits	\$ 4,643,091	\$ 4,643,091
FDIC coverage	(250,000)	(250,000)
Total uninsured public funds	<u>4,393,091</u>	<u>4,393,091</u>
Collateralized by securities held by pledging institutions or by its trust department or agent in other than the District's name	<u>2,437,729</u>	<u>2,437,729</u>
Uninsured and uncollateralized	<u>\$ 1,955,362</u>	<u>\$ 1,955,362</u>
Collateral requirement (50% of uninsured public funds)	\$ 2,196,546	\$ 2,196,546
Pledged security	<u>2,437,729</u>	<u>2,437,729</u>
Total over (under) collateralized	<u>\$ 241,183</u>	<u>\$ 241,183</u>

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2013

NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2013, \$4,393,091 of the District’s bank balances of \$4,643,091 were exposed to custodial credit risk. \$2,437,729 was uninsured and collateralized by collateral held by the pledging bank’s trust department not in the District’s name, and \$1,955,362 was uninsured and uncollateralized. At June 30, 2013, the carrying amount of these deposits was \$3,834,155.

Reconciliation of Cash and Cash Equivalents

Reconciliation to Statement of Net Assets

Governmental Funds – Balance Sheet	
Cash and cash equivalents Exhibit A-1	\$ 3,414,811
Statement of Fiduciary Net Assets – cash per Exhibit D-1	420,214
Total per financial statements	<u>3,835,025</u>
Add outstanding checks and other reconciling items	889,927
Less certificates of deposits	<u>(81,861)</u>
Bank balance of deposits	<u>\$ 4,643,091</u>

The District utilizes internal pooled accounts for some of their programs and funds. Negative cash balances in individual funds that were part of the pooled account were reclassified as due to/from accounts in the combining balance sheet as of June 30, 2013. Funds 24101 through 25254 are federal funds and 27106 through 27171 are nonfederal funds. The following individual funds had negative cash balances as of June 30, 2013:

General Fund	\$ (1,066,290)
Title I	(381,493)
IDEA-B Entitlement	(126,037)
IDEA-B Preschool	(402)
IDEA-B Risk Pool	(2,735)
English Language Acquisition	(11,504)
Teacher/Principal Training	(114,837)
Rural & Low Income Schools	(2,828)
Title I School Improvement	<u>(97,579)</u>
Total	<u>\$ (1,803,705)</u>

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2013

NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

Investments

As of June 30, 2013, the District did not have any investment balances.

NOTE 5. RECEIVABLES

Receivables as of June 30, 2013, are as follows:

	Property Taxes	Intergovernmental	Totals
Operational	\$ 2,597	\$ 233	\$ 2,830
Instructional Materials	-	18,252	18,252
Title I IASA	-	405,662	405,662
Capital Improvements SB-9	17,140	146,685	163,825
Debt Service	73,676	-	73,676
Other Governmental Funds	16,247	405,586	422,833
Totals	\$ 109,660	\$ 977,418	\$ 1,087,078

The above receivables are deemed 100% collectible.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2013

NOTE 6. INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES

The District records temporary Interfund receivables and payables to enable the funds to operate until grant monies are received. The composition of Interfund balances as of June 30, 2013 are as follows:

Governmental Activities:	Interfund Receivables	Interfund Payables
Major Funds:		
Operational	\$	\$ 1,066,290
Title I – IASA		381,493
Bond Building	408	
Debt Service	1,789,224	
Nonmajor Special Revenue Funds		
Food Service	14,073	
Entitlement IDEA-B		126,037
Preschool IDEA-B		402
IDEA-B Risk Pool		2,735
English Language Acquisition		11,504
Teacher Principal Training		114,837
Rural & Low-income Schools		2,828
Title I School Improvement		97,579
Total governmental funds	\$ 1,803,705	\$ 1,803,705

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 6. INTERFUND TRANSFERS, RECEIVABLES AND PAYABLES (CONTINUED)

Interfund transfers for the year ended June 30, 2013 consisted of the following:

<u>Transfers In</u>	<u>Amount</u>	<u>Transfers Out</u>	<u>Amount</u>
Major Governmental Funds:		Major Governmental Funds:	
Special Revenue Fund		General Fund	
Title I IASA	\$ 306,269	Operating Fund	\$ 1,008,989
Total Major Governmental Funds	<u>306,269</u>	Total Major Governmental Funds	<u>1,008,989</u>
 Nonmajor Governmental Funds:		 Nonmajor Governmental Funds:	
Food Service	29,334	21 st Century Comm. Learning Ctr.	207
IDEA-B Entitlement	79,905	Child & Adult Food Program	15,261
IDEA-B Preschool	1,719	State Equalization Guarantee	32,027
Fresh Fruit & Vegetable	316	REC/District Fiscal Agent	4,832
IDEA-B Risk Pool	10,315	LANL Foundation	869
Title I 1003g	1,749	Technology for Education	73
English Language Acquisition	11,399		
Teacher/Principal Training	59,845		
Rural & Low-income	22,920		
IDEA-B Entitlement Fed. Stimulus	336,259		
IDEA-B Preschool Fed. Stimulus	10,954		
2008 Library GO Bonds	669		
Special Capital Outlay - State	190,605		
Total Nonmajor Governmental Funds	<u>755,989</u>	Total Nonmajor Governmental Funds	<u>\$ 53,269</u>
 Grand Total	 <u>\$ 1,062,258</u>	 Grand Total	 <u>\$ 1,062,258</u>

All Interfund balances are intended to be repaid within one year.

NOTE 7. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2013, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and construction in progress are not subject to depreciation.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 7. CAPITAL ASSETS (CONTINUED)

Capital assets, net of accumulated depreciation, at June 30, 2013 appear in the Statement of Net Position as follows:

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
Capital Assets used in Governmental Activities:				
Non-depreciable				
Construction in Progress	\$ 2,027,181	\$ 385,438	\$ (2,027,181)	\$ 385,438
Land Improvements	835,535	23,301		858,836
Depreciable				
Buildings and Improvements	22,894,580	3,135,008		26,029,588
Furniture, Fixtures & Equipment	8,577,812	753,930	(3,700,860)	5,630,882
Total assets	\$ 34,335,108	\$ 4,297,677	\$ (5,728,041)	\$ 32,904,744
Less Accumulated Depreciation:				
Land Improvements	\$ (618,641)			\$ (618,641)
Buildings and Improvements	(8,644,768)	(1,110,034)		(9,754,802)
Furniture, Fixtures & Equipment	(6,711,435)	(307,194)	3,568,960	(3,449,669)
Total Accumulated Depreciation	\$ (15,974,844)	\$ (1,417,228)	\$ 3,568,960	\$ (13,823,112)
Net Capital Assets	\$ 18,360,264	\$ 2,880,449	\$ (2,159,081)	\$ 19,081,632

Depreciation expense for the year ended June 30, 2013 was charged to governmental activities as follows:

Instruction	\$ 683,249
Support Services – Students	26,249
Support Services – Instruction	8,423
Support Services – General Administration	1,445
Support Services – School Administration	34,828
Central services	1,366
Operation & maintenance of plant	520,053
Student transportation	37,812
Food services operations	12,598
Technology	91,205
Total	<u>\$ 1,417,228</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 8. LONG-TERM DEBT

During the year ended June 30, 2013, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013	Due Within One Year
General Obligation Bonds	\$ 11,170,000	\$ 3,650,000	\$ 925,000	\$ 13,895,000	\$ 2,270,000
Education Technology Bonds	850,000		600,000	250,000	125,000
Compensated Absences	226,354	242,545	71,250	397,649	84,888
Total	\$ 12,246,354	\$ 3,892,545	\$ 1,596,250	\$ 14,542,649	\$ 2,479,888

Interest expense paid on long-term debt totaled \$427,206 on the Statement of Activities for the year ended June 30, 2013.

The District's general obligation bonds were issued for the purposes of erecting, remodeling, making additions to and furnishing school buildings, purchasing or improving school grounds, purchasing computer software and hardware for student use in public school grounds, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act, or any combination of these purposes 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, August 15 and August 17. Interest rates on the bonds range from 1.6% to 4.5%. Principal payments in varying amounts are due annually on January 15, May 1, July 1, August 15, and November 1 through 2018.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 8. LONG-TERM DEBT (CONTINUED)

The annual requirements to amortize the General Obligation Bonds and Education Technology Bonds as of June 30, 2013, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 2,395,000	\$ 389,970	\$ 2,784,970
2015	1,565,000	327,251	1,892,251
2016	1,050,000	268,540	1,318,540
2017	1,560,000	222,755	1,782,755
2018	1,020,000	184,408	1,204,408
2019-2028	6,555,000	522,462	7,077,462
Totals	\$ 14,145,000	\$ 1,915,386	\$ 16,060,386

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 ended June 30, 2013, compensated absences increased \$171,295 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, 2013 was \$111,130.

NOTE 9. 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 year, unless such excess revenues are requested to be returned to the grantor.

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error omissions; and natural disasters, for which the District is a member of the New Mexico Public School Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the Risk Management Program are Boiler, Machinery and Student Accident Insurance.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 10. RISK MANAGEMENT (CONTINUED)

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

In case the NMPSIA's assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2013, there have been no claims that have exceeded insurance coverage.

NOTE 11. 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, 2013:

Major Funds:		
General Fund	\$	(1,361,827)
Transportation		(224)
Total	\$	<u>(1,423,645)</u>

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

Plan Description. Substantially all of the District's full-time employees participate in an educational 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, other employees of state public school districts, college and universities, and some state agency

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

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

employees) and beneficiaries. ERB issues a separate publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at www.nmerb.org.

Funding Policy.

Member Contributions

Plan members earning \$20,000 or less are required by statute to contribute 7.9% of their gross salary. Plan members whose annual salary is over \$20,000 are required to make the following contributions to the Plan: 9.40% of their gross salary in fiscal year 2013, 10.1% of their gross salary in fiscal year 2014; and 10.7% of their gross salary in fiscal year 2015 and thereafter.

Employer Contributions

In fiscal year 2013, the District was required to contribute 12.4% of the gross covered salary for employees whose annual salary is \$20,000 or less, and 10.9% of the gross covered salary for employees whose annual salary is more than \$20,000.

In the future, the District will contribute the following percentages of the gross covered salary of employees: 13.15% of gross covered salary in fiscal year 2014 and 13.9% of gross covered salary in fiscal year 2015.

The contribution requirements of plan members and the District are established in State Statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ended June 30, 2013, 2012, and 2011 were \$1,077,202, \$1,005,163, and \$1,195,463, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 13. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

Plan Description. The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

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

Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, visions, supplemental life insurance, and long-term care policies.

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

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

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

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

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

The District contribution to the RHCA for the years ended June 30, 2013, 2012, and 2011 were \$195,228, \$195,969, and \$178,692, respectively, which equal the required contributions for each year.

NOTE 14. CONTINGENT LIABILITIES

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

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

NOTE 15. COMMITMENTS

The District contracts with outside vendors for construction and renovation of various facilities. At June 30, 2013, the total amount of contracts outstanding for capital projects could not be determined by the District.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 16. CONCENTRATIONS

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

NOTE 17. 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: Consists 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: Consists 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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 17. GOVERNMENTAL FUND BALANCE (CONTINUED)

Detail relating to the fund balance classifications is displayed below:

Fund Balance	Operational	Transportation	Instructional Materials	Bond Building	Capital SB-9 Improvements	Debt Service	Other Govt. Funds	Total Primary Government
Nonspendable								
Inventory	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,211	\$ 17,211
Restricted	-	-	-	-	-	-	-	-
Title XIX Medicaid	-	-	-	-	-	-	100,328	100,328
Child & Food Program	-	-	-	-	-	-	36,699	36,699
Incentives for Sch Prgm	-	-	-	-	-	-	2,936	2,936
Beg Teacher Men.	-	-	-	-	-	-	1,602	1,602
Breakfast for Elem.	-	-	-	-	-	-	4,818	4,818
Capital Projects	-	-	-	1,378,407	660,192	-	35,248	2,073,847
Debt service	-	-	-	-	-	2,226,987	-	2,226,987
Student Transportation	-	(224)	-	-	-	-	-	(224)
Committed	-	-	90,932	-	-	-	-	90,932
Assigned	-	-	-	-	-	-	275,342	275,342
Unassigned	(1,423,421)	-	-	-	-	-	-	(1,423,421)
Total Fund Balance	\$ (1,423,421)	\$ (224)	\$ 90,932	\$ 1,378,407	\$ 660,192	\$ 2,226,987	\$ 474,184	\$ 3,407,057

NOTE 18. SUBSEQUENT EVENTS

On June 13, 2014 the District closed on the sale of Las Vegas City School District No. 2 General Obligation Bonds to the New Mexico Finance Authority in the amount of \$2,800,000.

The date to which events occurring after June 30, 2013, the date of the most recent statement of net position, have been evaluated for possible adjustment to the financial statements or disclosures is October 6, 2014 which is the date on which the financial statements were issued.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 19. SUBSEQUENT ACCOUNTING PRONOUNCEMENTS

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

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

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

In June 2012, GASB Statement No. 68 *Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27*, Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2014. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2015.

In January 2013, GASB Statement No. 69 *Government Combinations and Disposals of Government Operations*, Effective Date: The provisions of this Statement are effective for government combinations and disposals of government operations occurring in financial reporting periods beginning after December 15, 2013. Earlier application is encouraged. The provisions of this Statement generally are required to be applied prospectively. The District is still evaluating how this standard will affect the District.

In April 2013, GASB Statement No. 70 *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, Effective Date: The provisions of this Statement are effective for reporting periods beginning after June 15, 2013. Earlier application is encouraged. Except for disclosures related to cumulative amounts paid or received in relation to a financial guarantee, the provisions of this Statement are required to be applied retroactively. Disclosures related to cumulative amounts paid or received in relation to a financial guarantee may be applied prospectively. The District is still evaluating how this reporting standard will affect the District.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013**

NOTE 20. PRIOR PERIOD ADJUSTMENT

Correction of an Error in Single Period Financial Statements

Certain errors resulting in an overstatement of previously reported accounts receivable amounts that should have been written off in prior years were discovered during the current year. Accordingly, an adjustment of \$328,626 was made during 2013 to write down intergovernmental accounts receivables as of the beginning of the year. A corresponding entry was made to reduce previously reported fund balance by \$328,000.

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2013

Statement A-1

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 115,462	35,248	253,373	404,083
Accounts receivable				
Taxes	-	-	16,247	16,247
Due from other governments	406,586	-	-	406,586
Interfund receivables	14,073	-	-	14,073
Inventory	17,211	-	-	17,211
<i>Total assets</i>	<u>\$ 553,332</u>	<u>35,248</u>	<u>269,620</u>	<u>858,200</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ 26,841	-	-	26,841
Accrued payroll liabilities	1,253	-	-	1,253
Deferred revenue	-	-	-	-
Interfund payables	355,922	-	-	355,922
<i>Total liabilities</i>	<u>384,016</u>	<u>-</u>	<u>-</u>	<u>384,016</u>
<i>Fund balances</i>				
Fund Balance				
Nonspendable	17,211	-	-	17,211
Restricted	146,383	35,248	-	181,631
Committed	-	-	-	-
Assigned	5,722	-	269,620	275,342
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>169,316</u>	<u>35,248</u>	<u>269,620</u>	<u>474,184</u>
<i>Total liabilities and fund balance</i>	<u>\$ 553,332</u>	<u>35,248</u>	<u>269,620</u>	<u>858,200</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

Statement A-2

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL
<i>Revenues</i>				
Property taxes	\$ -	-	378,511	378,511
State grants	39,957	139,490	-	179,447
Federal grants	1,302,338	-	-	1,302,338
Charges for service	125,471	-	-	125,471
Miscellaneous	112,456	-	-	112,456
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,580,222</u>	<u>139,490</u>	<u>378,511</u>	<u>2,098,223</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	734,669	-	-	734,669
Support Services				
Students	220,571	-	-	220,571
Instruction	16,079	-	-	16,079
General Administration	36,356	-	-	36,356
School Administration	217	-	3,683	3,900
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	752,707	-	-	752,707
Capital outlay	-	305,481	-	305,481
Debt service				
Principal	-	-	600,292	600,292
Interest	-	-	26,351	26,351
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>1,760,599</u>	<u>305,481</u>	<u>630,326</u>	<u>2,696,406</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(180,377)</u>	<u>(165,991)</u>	<u>(251,815)</u>	<u>(598,183)</u>
<i>Other financing sources (uses)</i>				
Operating transfers	512,115	190,605	-	702,720
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>512,115</u>	<u>190,605</u>	<u>-</u>	<u>702,720</u>
<i>Net change in fund balances</i>	<u>331,738</u>	<u>24,614</u>	<u>(251,815)</u>	<u>104,537</u>
<i>Fund balances, beginning of year</i>	166,204	10,634	521,435	698,273
<i>Prior Period Adjustment</i>	<u>(328,626)</u>	<u>-</u>	<u>-</u>	<u>(328,626)</u>
<i>Fund balances, (deficits) - restated</i>	(162,422)	10,634	521,435	369,647
<i>Fund balances, end of year</i>	<u>\$ 169,316</u>	<u>35,248</u>	<u>269,620</u>	<u>474,184</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2013**

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 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, Section 611, as amended, 20 U.S.C. 1411.

IDEA-B Preschool (24109 and 24209) – The objective of the Assistance to States for the Education for 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 vegetable 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.

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.

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2013**

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 to 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 II – 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.

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).

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2013**

Title I School Improvement (24162 and 24262) – 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 Unliquidated 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.

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.

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).

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2013**

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.

Library GO Bonds 2009-2011 (27106) – 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.

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 and 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 meals and also the grant can help your district fund the tactics of your district wellness policy.

Private Direct 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, 2013

	Food Service 21000	Athletics 22000	Entitlement IDEA-B 24106	Discretionary IDEA-B 24107
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	5,722	-	-
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	126,084	-
Interfund receivables	14,073	-	-	-
Inventory	17,211	-	-	-
<i>Total assets</i>	<u>\$ 31,284</u>	<u>5,722</u>	<u>126,084</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ 14,073	-	47	-
Accrued payroll liabilities	-	-	-	-
Interfund payables	-	-	126,037	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>14,073</u>	<u>-</u>	<u>126,084</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Reserved:				
Nonspendable	17,211			
Restricted	-		-	-
Committed				
Assigned		5,722		
Unassigned				
<i>Total fund balance</i>	<u>17,211</u>	<u>5,722</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 31,284</u>	<u>5,722</u>	<u>126,084</u>	<u>-</u>

See Notes to Financial Statements.

Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	21st Century Community Learning Centers 24119	IDEA-B "Risk Pool" 24120	Title I 1003g Grand 24124	Learn & Serve 24126
-	-	-	-	-	-
-	-	-	-	-	-
402	-	-	2,735	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>402</u>	<u>-</u>	<u>-</u>	<u>2,735</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
402	-	-	2,735	-	-
-	-	-	-	-	-
<u>402</u>	<u>-</u>	<u>-</u>	<u>2,735</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>402</u>	<u>-</u>	<u>-</u>	<u>2,735</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013

	Partnerships in Charter Education 24129	Comprehensive School Reform 24135	IDEA B Results Plan Non Title I School 24138	ELL Title III Incentive 24143
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	-	-	-
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ -	-	-	-
Accrued payroll liabilities	-	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Reserved:				
Nonspendable				
Restricted	-	-	-	-
Committed				
Assigned				
Unassigned				
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Title V Part A Innovative 24150	English Language Acquisition 24153	Teacher/ Principal Training 24154	Title IV - A Safe & Drug Free Schools 24157	Rural & Low-income Schools 24160	Title I School Improvement 24162	Reading First 24167
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	13,539	114,837	-	2,828	97,579	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	13,539	114,837	-	2,828	97,579	-
-	2,035	-	-	-	-	-
-	-	-	-	-	-	-
-	11,504	114,837	-	2,828	97,579	-
-	-	-	-	-	-	-
-	13,539	114,837	-	2,828	97,579	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	13,539	114,837	-	2,828	97,579	-

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013

	Carl D Perkins Secondary 24174	Carl D Perkins Secondary PY Unliq. Oblig. 24175	Carl D Perkins Secondary Redistribution 24176	Carl D Perkins HSTW Current 24180
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	-	-	-
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ -	-	-	-
Accrued payroll liabilities	-	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Reserved:				
Nonspendable				
Restricted	-	-	-	-
Committed				
Assigned				
Unassigned				
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Carl D Perkins HSTW Prior Year UO 24181	Entitlement IDEA-B Federal Stimulus 24206	Preschool IDEA-B Federal Stimulus 24209	Title I School Improvement Federal Stimulus 24262	Title XIX Medicaid 3/21 Years 25153
-	-	-	-	74,893
-	-	-	-	-
-	-	-	-	25,435
-	-	-	-	-
-	-	-	-	-
-	-	-	-	100,328
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	100,328
-	-	-	-	-
-	-	-	-	100,328
-	-	-	-	-
-	-	-	-	100,328

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013

	Child & Adult Food Program 25171	State Equalization Guarantee Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	REC/District Fiscal Agent 26107
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 28,469	-	-	-
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	19,300	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 47,769</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ 9,817	-	-	-
Accrued payroll liabilities	1,253	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>11,070</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Reserved:				
Nonspendable				
Restricted	36,699	-	-	-
Committed				
Assigned				
Unassigned				
<i>Total fund balance</i>	<u>36,699</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 47,769</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

LANL Foundation 26113	Intel Foundation 26116	PNM Foundation 26123	NM Community Foundation 26176	Dual Credit Instructional Materials 27103	2008 Library Go Bonds 27105
869	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
869	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013

	2010 Library Go Bonds 27106	Formative Assessment Laws of 2012 27111	TANF PED 27115	Technology for Education 27117
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	-	-	-
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ -	-	-	-
Accrued payroll liabilities	-	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Reserved:				
Nonspendable				
Restricted	-	-	-	-
Committed				
Assigned				
Unassigned				
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Physical Education Class 27121	Incentives for School Improvements 27138	Beg Teacher Mentoring Program 27154	Breakfast For Elementary Students 27155	2008 Library Book 27549	Private Direct Grant 29102	Total
-	2,936	1,602	971	-	-	115,462
-	-	-	-	-	-	-
-	-	-	3,847	-	-	406,586
-	-	-	-	-	-	14,073
-	-	-	-	-	-	17,211
-	2,936	1,602	4,818	-	-	553,332
-	-	-	-	-	-	26,841
-	-	-	-	-	-	1,253
-	-	-	-	-	-	355,922
-	-	-	-	-	-	-
-	-	-	-	-	-	384,016
-	2,936	1,602	4,818	-	-	17,211
-	2,936	1,602	4,818	-	-	146,383
-	-	-	-	-	-	-
-	-	-	-	-	-	5,722
-	2,936	1,602	4,818	-	-	169,316
-	2,936	1,602	4,818	-	-	553,332

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 ENDED JUNE 30, 2013

	Food Service 21000	Athletics 22000	Entitlement IDEA-B 24106	Discretionary IDEA-B 24107
<i>Revenues</i>				
Charges for service	\$ 48,666	76,805	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	523,692	-	309,116	-
Miscellaneous	-	23,102	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>572,358</u>	<u>99,907</u>	<u>309,116</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	127,686	251,270	-
Support Services				
Students	-	-	117,273	-
Instruction	-	-	-	-
General Administration	-	-	20,478	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	657,490	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>657,490</u>	<u>127,686</u>	<u>389,021</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(85,132)</u>	<u>(27,779)</u>	<u>(79,905)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers	29,334	-	79,905	-
<i>Total other financing sources (uses)</i>	<u>29,334</u>	<u>-</u>	<u>79,905</u>	<u>-</u>
<i>Net change in fund balances</i>	(55,798)	(27,779)	-	-
<i>Fund balances, beginning of year</i>	73,009	33,501	-	-
<i>Prior Period Adjustment</i>	-	-	-	-
<i>Fund balances, (deficits) - restated</i>	<u>73,009</u>	<u>33,501</u>	<u>-</u>	<u>-</u>
<i>Fund balances, end of year</i>	<u>\$ 17,211</u>	<u>\$ 5,722</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	21st Century Community Learning Centers 24119	IDEA-B "Risk Pool" 24120	Title I 1003g Grand 24124	Learn & Serve 24126
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,763	47,638	-	-	-	-
-	-	207	-	-	-
-	-	-	-	-	-
<u>6,763</u>	<u>47,638</u>	<u>207</u>	<u>-</u>	<u>-</u>	<u>-</u>
8,080	-	-	2,735	1,749	-
-	-	-	-	-	-
-	-	-	-	-	-
402	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	47,954	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,482</u>	<u>47,954</u>	<u>-</u>	<u>2,735</u>	<u>1,749</u>	<u>-</u>
<u>(1,719)</u>	<u>(316)</u>	<u>207</u>	<u>(2,735)</u>	<u>(1,749)</u>	<u>-</u>
<u>1,719</u>	<u>316</u>	<u>(207)</u>	<u>10,315</u>	<u>1,749</u>	<u>-</u>
<u>1,719</u>	<u>316</u>	<u>(207)</u>	<u>10,315</u>	<u>1,749</u>	<u>-</u>
-	-	-	7,580	-	-
-	-	-	-	-	-
-	-	-	<u>(7,580)</u>	<u>-</u>	<u>-</u>
-	-	-	<u>(7,580)</u>	<u>-</u>	<u>-</u>
-	-	-	<u>-</u>	<u>-</u>	<u>-</u>

**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 ENDED JUNE 30, 2013**

	Partnerships in Charter Education 24129	Comprehensive School Reform 24135	IDEA B Results Plan Non Title I School 24138	ELL Title III Incentive 24143
<i>Revenues</i>				
Charges for service	\$ -	-	-	-
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	-	-	-	-
Community Service	-	-	-	-
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>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Prior Period Adjustment</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, (deficits) - restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Title V Part A Innovative 24150	English Language Acquisition 24153	Teacher/ Principal Training 24154	Title IV - A Safe & Drug Free Schools 24157	Rural & Low-income Schools 24160	Title I School Improvement 24162	Reading First 24167
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,148	93,964	-	11,598	102,945	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,148	93,964	-	11,598	102,945	-
-	15,065	145,777	-	32,715	97,569	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	265	8,032	-	1,803	5,376	-
-	217	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	15,547	153,809	-	34,518	102,945	-
-	(11,399)	(59,845)	-	(22,920)	-	-
-	11,399	59,845	-	22,920	-	-
-	11,399	59,845	-	22,920	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-

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 ENDED JUNE 30, 2013

	Carl D Perkins Secondary 24174	Carl D Perkins Secondary PY Unliq. Oblig. 24175	Carl D Perkins Secondary Redistribution 24176	Carl D Perkins HSTW Current 24180
<i>Revenues</i>				
Charges for service	\$ -	-	-	-
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	-	-	-	-
Community Service	-	-	-	-
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>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Prior Period Adjustment</i>	-	-	-	-
<i>Fund balances, (deficits) - restated</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	-	-

See Notes to Financial Statements.

Carl D Perkins HSTW Prior Year UO 24181	Entitlement IDEA-B Federal Stimulus 24206	Preschool IDEA-B Federal Stimulus 24209	Title I School Improvement Federal Stimulus 24262	Title XIX Medicaid 3/21 Years 25153
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	159,058
-	-	-	-	-
-	-	-	-	-
-	-	-	-	159,058
-	26,167	-	-	-
-	-	-	-	103,298
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	26,167	-	-	103,298
-	(26,167)	-	-	55,760
-	336,259	10,954	-	-
-	336,259	10,954	-	-
-	310,092	10,954	-	55,760
-	-	-	-	44,568
-	(310,092)	(10,954)	-	-
-	(310,092)	(10,954)	-	44,568
-	-	-	-	100,328

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 ENDED JUNE 30, 2013

	Child & Adult Food Program 25171	State Equalization Guarantee Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	REC/District Fiscal Agent 26107
<i>Revenues</i>				
Charges for service	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	43,416	-	-	-
Miscellaneous	51,960	32,027	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>95,376</u>	<u>32,027</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	43,416	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>43,416</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>51,960</u>	<u>32,027</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Operating transfers	(15,261)	(32,027)	-	(4,832)
<i>Total other financing sources (uses)</i>	<u>(15,261)</u>	<u>(32,027)</u>	<u>-</u>	<u>(4,832)</u>
<i>Net change in fund balances</i>	36,699	-	-	(4,832)
<i>Fund balances, beginning of year</i>	-	-	-	4,832
<i>Prior Period Adjustment</i>	-	-	-	-
<i>Fund balances, (deficits) - restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,832</u>
<i>Fund balances, end of year</i>	<u>\$ 36,699</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

LANL Foundation 26113	Intel Foundation 26116	PNM Foundation 26123	NM Community Foundation 26176	Dual Credit Instructional Materials 27103	2008 Library Go Bonds 27105
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	6,032	-
-	-	-	-	-	-
5,160	-	-	-	-	-
-	-	-	-	-	-
<u>5,160</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,032</u>	<u>-</u>
7,211	-	-	-	4,646	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,211</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,646</u>	<u>-</u>
<u>(2,051)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,386</u>	<u>-</u>
<u>(869)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>669</u>
<u>(869)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>669</u>
<u>(2,920)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,386</u>	<u>669</u>
<u>2,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,386)</u>	<u>(669)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,920</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,386)</u>	<u>(669)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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 ENDED JUNE 30, 2013

	2010 Library Go Bonds 27106	Formative Assessment Laws of 2012 27111	TANF PED 27115	Technology for Education 27117
<i>Revenues</i>				
Charges for service	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	2,528	13,551	13,999	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,528</u>	<u>13,551</u>	<u>13,999</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	13,999	-
Support Services				
Students	-	-	-	-
Instruction	2,528	13,551	-	-
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>2,528</u>	<u>13,551</u>	<u>13,999</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>				
Operating transfers	-	-	-	(73)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(73)</u>
<i>Net change in fund balances</i>	-	-	-	(73)
<i>Fund balances, beginning of year</i>	-	-	-	73
<i>Prior Period Adjustment</i>	-	-	-	-
<i>Fund balances, (deficits) - restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

Physical Education Class 27121	Incentives for School Improvements 27138	Beg Teacher Mentoring Program 27154	Breakfast For Elementary Students 27155	2008 Library Book 27549	Private Direct Grant 29102	Total
-	-	-	-	-	-	125,471
-	-	-	-	-	-	-
-	-	-	3,847	-	-	39,957
-	-	-	-	-	-	1,302,338
-	-	-	-	-	-	112,456
-	-	-	-	-	-	-
-	-	-	3,847	-	-	1,580,222
-	-	-	-	-	-	734,669
-	-	-	-	-	-	220,571
-	-	-	-	-	-	16,079
-	-	-	-	-	-	36,356
-	-	-	-	-	-	217
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	3,847	-	-	752,707
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	3,847	-	-	1,760,599
-	-	-	-	-	-	(180,377)
-	-	-	-	-	-	512,115
-	-	-	-	-	-	512,115
-	-	-	-	-	-	331,738
-	2,936	1,602	4,818	-	-	166,204
-	-	-	-	-	-	(328,626)
-	2,936	1,602	4,818	-	-	(162,422)
-	2,936	1,602	4,818	-	-	169,316

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
FOOD SERVICE SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-3

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ 52,500	52,500	48,666	(3,834)
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	571,100	571,100	523,692	(47,408)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>623,600</u>	<u>623,600</u>	<u>572,358</u>	<u>(51,242)</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	622,600	623,600	643,417	(19,817)
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>622,600</u>	<u>623,600</u>	<u>643,417</u>	<u>(19,817)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,000</u>	<u>-</u>	<u>(71,059)</u>	<u>(71,059)</u>
<i>Other financing sources (uses)</i>				
Donated Commodities	-	-	-	-
Operating transfers	-	-	29,334	29,334
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>29,334</u>	<u>29,334</u>
<i>Net change in fund balances</i>	<u>1,000</u>	<u>-</u>	<u>(41,725)</u>	<u>(41,725)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>73,009</u>	<u>73,009</u>
<i>Fund balances, end of year</i>	<u>\$ 1,000</u>	<u>-</u>	<u>31,284</u>	<u>31,284</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			14,073	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (55,798)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ATHLETICS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ 50,000	50,000	76,805	26,805
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	23,102	23,102
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>50,000</u>	<u>99,907</u>	<u>49,907</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	71,568	94,670	127,686	(33,016)
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>71,568</u>	<u>94,670</u>	<u>127,686</u>	<u>(33,016)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(21,568)</u>	<u>(44,670)</u>	<u>(27,779)</u>	<u>16,891</u>
<i>Other financing sources (uses)</i>				
Designated cash	21,568	21,568	-	(21,568)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>21,568</u>	<u>21,568</u>	<u>-</u>	<u>(21,568)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(23,102)</u>	<u>(27,779)</u>	<u>(4,677)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>33,501</u>	<u>33,501</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>(23,102)</u>	<u>5,722</u>	<u>28,824</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (27,779)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-5

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	446,595	243,348	(203,247)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	446,595	243,348	(203,247)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	254,273	251,223	3,050
Support Services				-
Students	-	169,000	117,273	51,727
Instruction	-	-	-	-
General Administration	-	23,322	20,477	2,845
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>	-	446,595	388,973	57,622
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(145,625)	(145,625)
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	79,904	79,904
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	79,904	79,904
<i>Net change in fund balances</i>	-	-	(65,721)	(65,721)
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	(65,721)	(65,721)
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			65,768	
Expenditure accruals			47	
<i>Net change in fund balance (GAAP Basis)</i>			\$ -	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DISCRETIONARY IDEA-B SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-6

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
PRESCHOOL IDEA-B SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-7

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	8,626	10,748	2,122
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	8,626	10,748	2,122
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	8,224	8,080	144
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	402	402	-
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>	-	8,626	8,482	144
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,266	2,266
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	1,719	1,719
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	1,719	1,719
<i>Net change in fund balances</i>	-	-	3,985	3,985
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	3,985	3,985
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(3,985)	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			\$ -	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
FRESH FRUIT & VEGETABLE USDA SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-8

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	49,164	47,935	(1,229)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	49,164	47,935	(1,229)
<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	-	49,164	47,954	1,210
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	49,164	47,954	1,210
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(19)	(19)
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	316	316
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	316	316
<i>Net change in fund balances</i>	-	-	297	297
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	297	297
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(297)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			\$ -	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
21ST CENTURY COMMUNITY LEARNING CENTERS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-9

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	471,720	471,720
Federal grants	-	-	-	-
Miscellaneous	-	-	207	207
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>471,927</u>	<u>471,927</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	-	-	-	-
Community Service	-	-	-	-
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>471,927</u>	<u>471,927</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	(207)	(207)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(207)</u>	<u>(207)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>471,720</u>	<u>471,720</u>
<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>471,720</u>	<u>471,720</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(471,720)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA-B "RISK POOL" SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-10

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	2,735	7,580	4,845
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,735</u>	<u>7,580</u>	<u>4,845</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	2,735	2,735	-
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>2,735</u>	<u>2,735</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,845</u>	<u>4,845</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	10,315	10,315
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>10,315</u>	<u>10,315</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>15,160</u>	<u>15,160</u>
<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>15,160</u>	<u>15,160</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(7,580)	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 7,580</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE I 1003g GRANT SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-11

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	1,749	1,749
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,749</u>	<u>1,749</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	1,749	(1,749)
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>1,749</u>	<u>(1,749)</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	-	-	1,749	1,749
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>1,749</u>	<u>1,749</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,749</u>	<u>1,749</u>
<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>1,749</u>	<u>1,749</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(1,749)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
LEARN & SERVE SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-12

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	73,443	73,443
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>73,443</u>	<u>73,443</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	-	-	-	-
Community Service	-	-	-	-
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>73,443</u>	<u>73,443</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>73,443</u>	<u>73,443</u>
<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>73,443</u>	<u>73,443</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(73,443)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
PARTNERSHIPS IN CHARTER EDUCATION SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-13

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	19,726	19,726
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>19,726</u>	<u>19,726</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	-	-	-	-
Community Service	-	-	-	-
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>19,726</u>	<u>19,726</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>19,726</u>	<u>19,726</u>
<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>19,726</u>	<u>19,726</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(19,726)	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMPREHENSIVE SCHOOL REFORM SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-14

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	931	931
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>931</u>	<u>931</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	-	-	-	-
Community Service	-	-	-	-
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>931</u>	<u>931</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>931</u>	<u>931</u>
<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>931</u>	<u>931</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(931)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA B (NON TITLE I) SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-15

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	84,732	-	(84,732)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	84,732	-	(84,732)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	81,732	-	81,732
Support Services				-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	3,000	-	3,000
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>	-	84,732	-	84,732
<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 change in fund balances</i>	-	-	-	-
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	-	-
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			\$ -	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ELL TITLE III INCENTIVE AWARDS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-16

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	637	637
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>637</u>	<u>637</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	-	-	-	-
Community Service	-	-	-	-
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>637</u>	<u>637</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>637</u>	<u>637</u>
<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>637</u>	<u>637</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(637)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE V - PART A INNOVATIVE SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-17

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	1,363	1,363
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,363</u>	<u>1,363</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	-	-	-	-
Community Service	-	-	-	-
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>1,363</u>	<u>1,363</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,363</u>	<u>1,363</u>
<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>1,363</u>	<u>1,363</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(1,363)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-18

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	18,163	26,224	(165)	(26,389)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>18,163</u>	<u>26,224</u>	<u>(165)</u>	<u>(26,389)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	15,662	23,723	13,030	10,693
Support Services				-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,001	1,001	265	736
School Administration	1,500	1,500	217	1,283
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>18,163</u>	<u>26,224</u>	<u>13,512</u>	<u>12,712</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(13,677)</u>	<u>(13,677)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	11,399	11,399
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>11,399</u>	<u>11,399</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,278)</u>	<u>(2,278)</u>
<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>(2,278)</u>	<u>(2,278)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			4,313	
Expenditure accruals			<u>2,035</u>	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TEACHER/PRINCIPAL TRAINING SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-19

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	118,876	195,434	87,718	(107,716)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>118,876</u>	<u>195,434</u>	<u>87,718</u>	<u>(107,716)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	118,876	179,666	145,777	33,889
Support Services				-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	10,768	8,032	2,736
School Administration	-	5,000	-	5,000
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>118,876</u>	<u>195,434</u>	<u>153,809</u>	<u>41,625</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(66,091)</u>	<u>(66,091)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	59,845	59,845
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>59,845</u>	<u>59,845</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,246)</u>	<u>(6,246)</u>
<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>(6,246)</u>	<u>(6,246)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			6,246	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE IV - A SAFE & DRUG FREE SCHOOLS AND COMMUNITIES SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-20

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	11,278	11,278
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>11,278</u>	<u>11,278</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	-	-	-	-
Community Service	-	-	-	-
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>11,278</u>	<u>11,278</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>11,278</u>	<u>11,278</u>
<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>11,278</u>	<u>11,278</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(11,278)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
RURAL & LOW-INCOME SCHOOL YEARS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-21

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	31,133	39,432	50,960	11,528
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>31,133</u>	<u>39,432</u>	<u>50,960</u>	<u>11,528</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	29,530	37,372	32,715	4,657
Support Services				-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,603	2,060	1,803	257
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>31,133</u>	<u>39,432</u>	<u>34,518</u>	<u>4,914</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>16,442</u>	<u>16,442</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	22,920	22,920
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>22,920</u>	<u>22,920</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>39,362</u>	<u>39,362</u>
<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>39,362</u>	<u>39,362</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(39,362)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-22

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	115,310	14,399	(100,911)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>115,310</u>	<u>14,399</u>	<u>(100,911)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	109,131	97,569	11,562
Support Services				-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	6,179	5,376	803
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>115,310</u>	<u>102,945</u>	<u>12,365</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(88,546)</u>	<u>(88,546)</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(88,546)</u>	<u>(88,546)</u>
<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>(88,546)</u>	<u>(88,546)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			88,546	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
READING FIRST SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CARL D PERKINS - SECONDARY SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-24

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CARL D PERKINS SECONDARY REDISTRIBUTION SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CARL D PERKINS HSTW CURRENT SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-27

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	73	73
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>73</u>	<u>73</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	-	-	-	-
Community Service	-	-	-	-
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>73</u>	<u>73</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>73</u>	<u>73</u>
<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>73</u>	<u>73</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(73)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CARL D PERKINS HSTW PY SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-28

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	78	78
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>78</u>	<u>78</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	-	-	-	-
Community Service	-	-	-	-
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>78</u>	<u>78</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>78</u>	<u>78</u>
<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>78</u>	<u>78</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(78)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ENTITLEMENT IDEA-B FEDERAL STIMULUS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-29

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	336,259	336,259
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>336,259</u>	<u>336,259</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	26,167	(26,167)
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>26,167</u>	<u>(26,167)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>310,092</u>	<u>310,092</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	336,259	336,259
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>336,259</u>	<u>336,259</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>646,351</u>	<u>646,351</u>
<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>646,351</u>	<u>646,351</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(336,259)	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 310,092</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
PRESCHOOL IDEA-B FEDERAL STIMULUS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-29

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	11,755	11,755
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>11,755</u>	<u>11,755</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	-	-	-	-
Community Service	-	-	-	-
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>11,755</u>	<u>11,755</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	10,954	10,954
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>10,954</u>	<u>10,954</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>22,709</u>	<u>22,709</u>
<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>22,709</u>	<u>22,709</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(11,755)	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 10,954</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE XIX MEDICAID 3/21 YEARS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-30

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	120,000	120,000	154,044	34,044
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>120,000</u>	<u>120,000</u>	<u>154,044</u>	<u>34,044</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	120,000	120,000	103,298	16,702
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>120,000</u>	<u>120,000</u>	<u>103,298</u>	<u>16,702</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>50,746</u>	<u>50,746</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>50,746</u>	<u>50,746</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>44,568</u>	<u>44,568</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>95,314</u>	<u>95,314</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			5,014	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 55,760</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CHILD & ADULT FOOD PROGRAM SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-31

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	33,125	33,125	54,148	21,023
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>33,125</u>	<u>33,125</u>	<u>54,148</u>	<u>21,023</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	33,125	83,144	39,807	43,337
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>33,125</u>	<u>83,144</u>	<u>39,807</u>	<u>43,337</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(50,019)</u>	<u>14,341</u>	<u>64,360</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	(15,261)	(15,261)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(15,261)</u>	<u>(15,261)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(50,019)</u>	<u>(920)</u>	<u>49,099</u>
<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>(50,019)</u>	<u>(920)</u>	<u>49,099</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(10,732)	
Expenditure accruals			3,609	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (15,261)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
STATE EQUILIZATION GUARANTEE FEDERAL STIMULUS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-32

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	32,027	32,027
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>32,027</u>	<u>32,027</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	-	-	-	-
Community Service	-	-	-	-
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>32,027</u>	<u>32,027</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	(32,027)	(32,027)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(32,027)</u>	<u>(32,027)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EDUCATION JOBS FEDERAL STIMULUS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
REC/DISTRICT FISCAL AGENT SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-34

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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	-	-	(4,832)	(4,832)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(4,832)</u>	<u>(4,832)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,832)</u>	<u>(4,832)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,832</u>	<u>4,832</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ (4,832)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
LANL FOUNDATION SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-35

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	5,160	5,160
Interest	-	-	-	-
<i>Total revenues</i>	-	-	5,160	5,160
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	8,080	6,342	1,738
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>	-	8,080	6,342	1,738
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(8,080)	(1,182)	3,422
<i>Other financing sources (uses)</i>				
Designated cash	481	481	-	(481)
Operating transfers	-	-	(869)	(869)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	481	481	(869)	(1,350)
<i>Net change in fund balances</i>	481	(7,599)	(2,051)	(9,650)
<i>Fund balances, beginning of year</i>	-	-	2,920	2,920
<i>Fund balances, end of year</i>	\$ 481	(7,599)	869	(6,730)
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			869	
Net change in fund balance (GAAP Basis)			\$ (2,920)	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DUAL CREDIT INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-36

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	4,646	6,032	1,386
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,646</u>	<u>6,032</u>	<u>1,386</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	4,646	4,646	-
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>4,646</u>	<u>4,646</u>	<u>-</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 change 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>	<u>-</u>	<u>(1,386)</u>	<u>(1,386)</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 1,386</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
2008 LIBRARY GO BOND SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-37

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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	-	-	669	669
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>669</u>	<u>669</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>669</u>	<u>669</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(669)</u>	<u>(669)</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ 669</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
2010 LIBRARY GO BOND SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-38

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	17,652	17,652	2,528	(15,124)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,652</u>	<u>17,652</u>	<u>2,528</u>	<u>(15,124)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services	-	-	-	-
Students	-	-	-	-
Instruction	17,652	17,652	2,528	15,124
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>17,652</u>	<u>17,652</u>	<u>2,528</u>	<u>15,124</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
FORMATIVE ASSESSMENT LAWS OF 2012 SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-39

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	13,551	13,551	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	13,551	13,551	-
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	13,551	13,551	-
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>	-	13,551	13,551	-
<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 change in fund balances</i>	-	-	-	-
<i>Fund balances, beginning of year</i>	-	-	-	-
<i>Fund balances, end of year</i>	\$ -	-	-	-
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			\$ -	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TANF PED SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-40

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	14,000	13,999	(1)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>14,000</u>	<u>13,999</u>	<u>(1)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	14,000	13,999	1
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>14,000</u>	<u>13,999</u>	<u>1</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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<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>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TECHNOLOGY FOR EDUCATION SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement B-41

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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	-	-	(73)	(73)
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(73)</u>	<u>(73)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(73)</u>	<u>(73)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>73</u>	<u>73</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ (73)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
INCENTIVES FOR SCHOOL IMPROVEMENTS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-42

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,936</u>	<u>2,936</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>2,936</u>	<u>2,936</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BEGINNING TEACHER MENTORING PROGRAM SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-43

	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>				
<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	-	-	-	-
Community Service	-	-	-	-
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 change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,602</u>	<u>1,602</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>1,602</u>	<u>1,602</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement B-44

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	5,595	-	(5,595)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,595	-	(5,595)
<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	0	5,595	3,847	1,748
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	5,595	3,847	1,748
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,847)	(3,847)
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	-	-	(3,847)	(3,847)
<i>Fund balances, beginning of year</i>	-	-	4,818	4,818
<i>Fund balances, end of year</i>	\$ -	-	971	971
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			3,847	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			\$ -	

See Notes to Financial Statements.

CAPITAL PROJECTS FUNDS

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF CAPITAL PROJECTS FUNDS
JUNE 30, 2013**

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:

Public School Capital Projects Fund (32100) - to 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 from 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 advanced technologies in education settings, 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, 2013

Statement C-1

	Special Capital Outlay - State 31400	Educational Technology Equipment Act 31900	Public School Capital Outlay 32100	Total
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	35,248	-	35,248
Accounts receivable				
Taxes	-	-	-	-
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>35,248</u>	<u>-</u>	<u>35,248</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ -	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance				
Nonspendable	-	-	-	-
Restricted	-	35,248	-	35,248
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>35,248</u>	<u>-</u>	<u>35,248</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>35,248</u>	<u>-</u>	<u>35,248</u>

See Notes to 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 ENDED JUNE 30, 2013**

Statement C-2

	Special Capital Outlay - State 31400	Educational Technology Equipment Act 31900	Public School Capital Outlay 32100	Total
<i>Revenues</i>				
Property taxes	\$ -	-	-	-
State grants	139,490	-	-	139,490
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>139,490</u>	<u>-</u>	<u>-</u>	<u>139,490</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	141,453	164,028	-	305,481
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>141,453</u>	<u>164,028</u>	<u>-</u>	<u>305,481</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,963)</u>	<u>(164,028)</u>	<u>-</u>	<u>(165,991)</u>
<i>Other financing sources (uses)</i>				
Operating transfers	190,605	-	-	190,605
<i>Total other financing sources (uses)</i>	<u>190,605</u>	<u>-</u>	<u>-</u>	<u>190,605</u>
<i>Net change in fund balances</i>	188,642	(164,028)	-	24,614
<i>Fund balances, beginning of year</i>	<u>(188,642)</u>	<u>199,276</u>	<u>-</u>	<u>10,634</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>35,248</u>	<u>-</u>	<u>35,248</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BOND BUILDING CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement C-3

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	991	991
Interest	2,500	2,500	-	(2,500)
<i>Total revenues</i>	<u>2,500</u>	<u>2,500</u>	<u>991</u>	<u>(1,509)</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	4,123,402	4,123,402	1,470,494	2,652,908
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
<i>Total expenditures</i>	<u>4,123,402</u>	<u>4,123,402</u>	<u>1,470,494</u>	<u>2,652,908</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(4,120,902)</u>	<u>(4,120,902)</u>	<u>(1,469,503)</u>	<u>2,651,399</u>
<i>Other financing sources (uses)</i>				
Designated cash	470,902	470,902	-	(470,902)
Proceeds from bond issues	3,650,000	3,650,000	3,650,000	-
Premium on Bond Issuance	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>4,120,902</u>	<u>4,120,902</u>	<u>3,650,000</u>	<u>(470,902)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,180,497</u>	<u>2,180,497</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(135,316)</u>	<u>(135,316)</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>2,045,181</u>	<u>\$ 2,045,181</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			(666,774)	
Net change in fund balance (GAAP Basis)			<u>\$ 1,513,723</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement C-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 484,767	\$ 484,767	\$ 633,001	\$ 148,234
State grants	86,277	86,277	-	(86,277)
Federal grants	-	-	-	-
Miscellaneous	-	-	75,170	75,170
Interest	-	-	-	-
<i>Total revenues</i>	<u>571,044</u>	<u>571,044</u>	<u>708,171</u>	<u>137,127</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	4,848	4,848	6,366	(1,518)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	1,263,798	1,263,798	760,005	503,793
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,268,646</u>	<u>1,268,646</u>	<u>766,371</u>	<u>502,275</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(697,602)</u>	<u>(697,602)</u>	<u>(58,200)</u>	<u>639,402</u>
<i>Other financing sources (uses)</i>				
Designated cash	697,602	697,602	-	(697,602)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>697,602</u>	<u>697,602</u>	<u>-</u>	<u>(697,602)</u>
Premium on Bond Issuance	-	-	-	-
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(58,200)</u>	<u>(58,200)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>526,593</u>	<u>526,593</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>468,393</u>	<u>\$ 468,393</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			159,211	
Adjustments to expenditures			(32,588)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 133,599</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement C-5

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	139,490	139,490
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>139,490</u>	<u>139,490</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	-	-	141,453	(141,453)
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>141,453</u>	<u>(141,453)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,963)</u>	<u>(1,963)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	190,605	190,605
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>190,605</u>	<u>190,605</u>
Premium on Bond Issuance	-	-	-	-
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>188,642</u>	<u>188,642</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(188,642)</u>	<u>(188,642)</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
Net change in fund balance (GAAP Basis)			<u>\$ 188,642</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EDUCATIONAL TECHNOLOGY CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

Statement C-6

	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	-	123,139	164,028	(40,889)
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>123,139</u>	<u>164,028</u>	<u>(40,889)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(123,139)</u>	<u>(164,028)</u>	<u>(40,889)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(123,139)</u>	<u>(164,028)</u>	<u>(40,889)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>199,276</u>	<u>199,276</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ (123,139)</u>	<u>\$ 35,248</u>	<u>\$ 158,387</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (164,028)</u>	

See Notes to Financial Statements.

DEBT SERVICE FUNDS

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF DEBT SERVICE FUNDS
JUNE 30, 2013**

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

The District has the following separate funds classified as Debt Service Funds:

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

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2013**

Statement D-1

	Educational Technology Debt Service 43000	Total
	<u>43000</u>	<u>Total</u>
ASSETS		
<i>Current Assets</i>		
Cash and temporary investments	\$ 253,373	253,373
Accounts receivable		
Taxes	16,247	16,247
Due from other governments	-	-
Interfund receivables	-	-
Inventory	-	-
<i>Total assets</i>	<u>\$ 269,620</u>	<u>269,620</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts payable	\$ -	-
Interfund payables	-	-
Deferred revenue - other	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>
<i>Fund balances</i>		
Fund Balance		
Nonspendable	-	-
Restricted	-	-
Committed	-	-
Assigned	269,620	269,620
Unassigned	-	-
<i>Total fund balance</i>	<u>269,620</u>	<u>269,620</u>
<i>Total liabilities and fund balance</i>	<u>\$ 269,620</u>	<u>269,620</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

Statement D-2

	Educational Technology Debt Service 43000	Total
	<u>43000</u>	<u>Total</u>
<i>Revenues</i>		
Property taxes	\$ 378,511	\$ 378,511
State grants	-	-
Federal grants	-	-
Charges for service	-	-
Miscellaneous	-	-
Interest	-	-
	<u>378,511</u>	<u>378,511</u>
<i>Total revenues</i>		
<i>Expenditures</i>		
Current		
Instruction	-	-
Support Services		
Students	-	-
Instruction	-	-
General Administration	3,683	3,683
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Capital outlay	-	-
Debt service		
Principal	600,292	600,292
Interest	26,351	26,351
	<u>630,326</u>	<u>630,326</u>
<i>Total expenditures</i>		
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(251,815)</u>	<u>(251,815)</u>
<i>Other financing sources (uses)</i>		
Operating transfers	-	-
	<u>-</u>	<u>-</u>
<i>Total other financing sources (uses)</i>		
<i>Net change in fund balances</i>	(251,815)	(251,815)
<i>Fund balances, beginning of year</i>	<u>521,435</u>	<u>521,435</u>
<i>Fund balances, end of year</i>	<u>\$ 269,620</u>	<u>\$ 269,620</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement D-3

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 1,347,328	\$ 1,347,328	\$ 2,057,364	\$ 710,036
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,347,328</u>	<u>1,347,328</u>	<u>2,057,364</u>	<u>710,036</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	13,473	13,473	20,963	(7,490)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service Reserve	695,865	695,865	-	695,865
Debt service Principal	975,000	975,000	925,000	50,000
Debt service Interest	515,487	515,487	400,856	114,631
Debt service Bond Issuance Costs	-	-	-	-
<i>Total expenditures</i>	<u>2,199,825</u>	<u>2,199,825</u>	<u>1,346,819</u>	<u>853,006</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(852,497)</u>	<u>(852,497)</u>	<u>710,545</u>	<u>1,563,042</u>
<i>Other financing sources (uses)</i>				
Designated cash	852,497	852,497	-	(852,497)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>852,497</u>	<u>852,497</u>	<u>-</u>	<u>(852,497)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>710,545</u>	<u>710,545</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,459,057</u>	<u>1,459,057</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,169,602</u>	<u>\$ 2,169,602</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			57,385	
Adjustments to expenditures			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 767,930</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EDUCATION TECHNOLOGY DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

Statement D-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 626,218	\$ 626,218	\$ 365,338	\$ (260,880)
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>626,218</u>	<u>626,218</u>	<u>365,338</u>	<u>(260,880)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	6,262	6,262	3,683	2,579
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service Reserve	349,925	349,499	-	349,499
Debt service Principal	600,000	600,292	600,292	-
Debt service Interest	26,218	26,352	26,351	1
Debt service Bond Issuance Costs	-	-	-	-
<i>Total expenditures</i>	<u>982,405</u>	<u>982,405</u>	<u>630,326</u>	<u>352,079</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(356,187)</u>	<u>(356,187)</u>	<u>(264,988)</u>	<u>91,199</u>
<i>Other financing sources (uses)</i>				
Designated cash	356,187	356,187	-	(356,187)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>356,187</u>	<u>356,187</u>	<u>-</u>	<u>(356,187)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(264,988)</u>	<u>(264,988)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>521,435</u>	<u>521,435</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 256,447</u>	<u>\$ 256,447</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			13,173	
Adjustments to expenditures			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ (251,815)</u>	

See Notes to Financial Statements.

SUPPORTING SCHEDULES

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
AGENCY FUNDS
SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2013**

Schedule I

	Balance June 30, 2012	Additions	Deletions	Transfers	Balance June 30, 2013
Robertson High School	\$ 146,931	\$ 197,187	\$ (172,678)	\$ (11,564)	\$ 159,876
Central Office	159,284	59,670	(25,476)	(35,473)	158,005
Legion Park School	9,395	4,424	(12,866)		953
Sierra Vista School	14,900	22,409	(19,701)		17,608
Los Ninos School	8,159	27,538	(18,121)		17,576
Middle School	26,011	70,641	(60,111)	11,680	48,221
Paul D. Henry School	9,948	11,544	(9,185)		12,307
Mike Mateo School	7,005	8,481	(11,960)	428	3,954
Early Childhood Care	4,124	9,839	(12,249)		1,714
Total All Schools	\$ <u>385,757</u>	<u>411,733</u>	<u>(342,347)</u>	<u>(34,929)</u>	\$ <u>420,214</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
FOR THE YEAR ENDED JUNE 30, 2013**

Schedule II

Bank Account Type	Bank Balance	Reconciling Items	Reconciled Balance
Southwest Capital Bank			
General Account - Checking	\$ 4,296,855	\$ (882,043)	\$ 3,414,812
Activity Account - Checking	346,236	(7,884)	338,352
RHS Arturo Tenorio Scholarship - Certificate of Deposit	11,342	-	11,342
Total Southwest Capital Bank	4,654,433	(889,927)	3,764,506
Wells Fargo Bank, N.A.			
Certificate of Deposit	70,519	-	70,519
Total Wells Fargo Bank, N.A.			
Total All Banks	<u>\$ 4,724,952</u>	<u>\$ (889,927)</u>	<u>\$ 3,835,025</u>
Cash per financial statements			
Governmental Activities Exhibit A-1			3,414,811
Fiduciary Funds Exhibit D-1			420,214
Cash per financial statements			<u>3,835,025</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR THE YEAR ENDED JUNE 30, 2013**

Schedule III

**Southwest
Capital Bank**

Funds on Deposit			
Interest bearing deposits	\$	4,643,091	
Non-interest bearing deposits			
Certificates of deposit			
<i>Total on deposit:</i>		4,643,091	
Less: FDIC insurance		250,000	
<i>Total uninsured public funds:</i>	\$	4,393,091	
Pledged Collateral Required:			
50% on deposits	\$	2,196,546	
<i>Pledged Collateral Required:</i>			
Pledged Collateral at June 30, 2013		2,437,730	
<i>Excess (Deficiency):</i>	\$	241,184	

Pledged Collateral

Name of Depository	Description of Pledged Collateral	Maturity	CUSIP Number	Fair Market Value June 30, 2013
Southwest Capital	\$1,000,000 FHLMC 2.00% Bond	1/30/2019	3134G3KD1	\$ 996,449
Southwest Capital	\$500,000 FHLMC 1.25% Bond	2/15/2019	3134G3B82	485,150
Southwest Capital	\$500,000 FHLC 1.70% Bond	8/13/2019	3133824C4	492,721
Southwest Capital	\$750,000 MBS 4.00% Bond	11/1/2025	31417YT80	463,410
				\$ 2,437,730

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CASH RECONCILIATION
JUNE 30, 2013**

	<u>Operational 11000</u>	<u>Transportation 13000</u>	<u>Instructional Materials 14000</u>	<u>Food Services 21000</u>
Cash, June 30, 2012	\$ (59,538)	18,974	14,768	67,167
Add:				
2012-13 revenues	<u>14,724,822</u>	<u>505,829</u>	<u>134,607</u>	<u>572,306</u>
Total cash available	14,665,284	524,803	149,375	639,473
Less:				
2012-13 expenditures	(14,430,784)	(525,023)	(58,443)	(657,490)
Transfers to/from other funds	(1,008,989)	-	-	29,334
Proceeds from bond issues	-	-	-	-
Modified accrual adjustments	<u>(291,801)</u>	<u>220</u>	<u>(18,019)</u>	<u>2,756</u>
Cash, June 30, 2013	(1,066,290)	-	72,913	14,073
Loans to/from other funds	<u>1,066,290</u>	<u>-</u>	<u>-</u>	<u>(14,073)</u>
Cash per books	<u>\$ -</u>	<u>-</u>	<u>72,913</u>	<u>-</u>

See Notes to Financial Statements.

Athletics 22000	Impact Aid Federal Flowthrough 24000	Impact Aid Federal Direct 25000	Local Grants 26000	Title XIX State Flowthrough 27000
33,501	(1,803,164)	95,935	7,752	(18,880)
76,805	1,094,619	286,461	5,160	39,957
110,306	(708,545)	382,396	12,912	21,077
(127,686)	(1,607,435)	(172,881)	(4,646)	(38,571)
23,102	841,802	(47,288)	(2,851)	669
-	-	-	-	-
-	736,763	(58,865)	(4,546)	22,334
5,722	(737,415)	103,362	869	5,509
-	737,415	-	-	-
5,722	- \$		869	5,509

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CASH RECONCILIATION
JUNE 30, 2013**

	<u>Bond Building Account 31100</u>	<u>Special Capital Outlay State 31400</u>	<u>Capital Improvement SB9 31700</u>	<u>Ed. Tech Equipment 31900</u>
Cash, June 30, 2012	\$ 30,197	(213,499)	547,410	199,276
Add:				
2012-13 revenues	<u>991</u>	<u>138,490</u>	<u>867,382</u>	<u>-</u>
Total cash available	31,188	(75,009)	1,414,792	199,276
Less:				
2012-13 expenditures	(2,137,268)	(141,453)	(733,783)	(164,028)
Transfers to/from other funds	-	190,605	-	-
Proceeds from bond issues	3,650,000	-	-	-
Modified accrual adjustments	<u>501,261</u>	<u>25,857</u>	<u>(152,054)</u>	<u>-</u>
Cash, June 30, 2013	2,045,181	-	528,955	35,248
Loans to/from other funds	<u>(408)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per books	<u>\$ 2,044,773</u>	<u>-</u>	<u>528,955</u>	<u>35,248</u>

See Notes to Financial Statements.

Schedule IV

Debt Service Fund 41000	Ed. Tech Debt Service Fund 43000	Total
1,442,766	515,361	878,026
<u>2,114,749</u>	<u>378,511</u>	<u>20,940,689</u>
3,557,515	893,872	21,818,715
(1,346,819)	(630,326)	(22,776,636)
-	-	26,384
-	-	3,650,000
<u>(57,385)</u>	<u>(10,173)</u>	<u>696,348</u>
2,153,311	253,373	3,414,811
<u>(1,789,224)</u>	<u>-</u>	<u>-</u>
<u><u>364,087</u></u>	<u><u>253,373</u></u>	<u><u>3,414,811</u></u>

COMPLIANCE SECTION

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

Hector H. Balderas
New Mexico State Auditor
To the Board of Education
Las Vegas City Schools
Las Vegas, New Mexico

Independent Auditor's Report

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparison of the general fund and major special revenue funds of Las Vegas City Schools, New Mexico (the "District") as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and related budgetary comparison of the District, presented as supplemental information, and have issued our report thereon dated October 6, 2014.

Internal Control Over Financial Reporting

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

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses: 2009-003, 2013-001, and 2013-005.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weaknesses, 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: 2006-001, 2007-002, 2007-003, 2009-002, 2009-008, 2011-001, 2012-002, 2012-005, 2013-003, and 2013-004.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items: 2006-001, 2007-003, and 2013-002.

The District's Responses to Findings

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

Purpose of This Report

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

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

Axiom CPAs and Business Advisors, LLC
Albuquerque, New Mexico
October 6, 2014

FEDERAL FINANCIAL ASSISTANCE

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY 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

Report on Compliance for Each Major Federal Program

We have audited Las Vegas City School, New Mexico's (the "District") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2013. 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.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items: 2006-002. Our opinion on each major federal program is not modified with respect to these matters.

The District's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The District's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and accordingly, we express no opinion on the response.

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



Axiom CPAs and Business Advisors, LLC
Albuquerque, New Mexico
October 6, 2014

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2013**

Schedule IV

Federal Grantor or Pass-Through Grantor/Program Title	Passthrough Number	Federal CFDA	Federal Expenditures
U.S. Department of Education			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I-IASA (1)**	24101	84.010	\$ 824,509
Entitlement IDEA B*	24106	84.027	389,021
Preschool IDEA-B*	24109	84.173	8,482
IDEA-B Risk Pool*	24120	84.027	2,735
English Language Acquisition	24153	84.365A	15,548
Teacher/Principal Training & Recruiting	24154	84.367A	153,809
Rural & Low-Income Schools	24160	84.358B	34,518
Title I School Improvement	24162	84.377	<u>102,945</u>
<i>Total - Passthrough State of New Mexico Department of Education</i>			<u>1,531,567</u>
Total U.S. Department of Education			<u>1,531,567</u>
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program	21000	10.555	635,027
Fresh Fruits & Vegetables	24118	10.582	<u>47,953</u>
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>682,980</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	35,000
Child & Adult Food Program	25171	10.558	<u>43,416</u>
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>78,416</u>
<i>Direct U.S. Department of Agriculture</i>			
Forest Reserve	11000	10.672	<u>76,779</u>
<i>Subtotal - Direct U.S. Department of Agriculture</i>			<u>76,779</u>
Total U.S. Department of Agriculture			<u>838,175</u>
Total Federal Financial Assistance			<u>\$ 2,369,742</u>

* Denotes Special Education Cluster (IDEA) and Major Federal Financial Assistance Program

** Major Federal Financial Assistance Program

See Notes to Financial Statements.

**STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 JUNE 30, 2013**

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 present 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, 2013 was \$35,000 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDS 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 expenditures funded by other sources	\$ 2,369,742
Total Federal revenues per Statement of Revenue, Expenditures and Changes in Fund Balance	<u>20,383,293</u>
Exhibit B-2 page 16	<u><u>\$ 22,753,035</u></u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2013**

Section A - Summary of Audit Results

Financial Statements:

- | | |
|---|------------|
| 1. Type of auditors' report issued | Unmodified |
| 2. Internal control over financial reporting | |
| a. Material weaknesses identified? | Yes |
| b. Control deficiency identified not considered to be a significant deficiency? | Yes |
| c. Noncompliance material to financial statements noted? | No |

Federal Awards:

- | | |
|--|------------|
| 1. Internal control over major programs: | |
| a. Material weakness identified? | No |
| b. Significant deficiencies identified not considered to be material weaknesses? | No |
| c. Control Deficiencies identified not considered to be significant deficiencies? | No |
| 2. Type of auditors' report issued on compliance for major programs | Unmodified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 | Yes |
| 4. Identificaiton of major programs: | |

CFDA Number	Federal Program
84.010	Title I
84.027, 84.173	IDEA-B Cluster

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$300,000 |
| 6. Auditee qualified as low-risk auditee? | No |

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS

2006-001 Late Audit Report (Significant Deficiency)

CONDITION: The audit report was submitted to the Office of the State Auditor after the required deadline of November 15, 2013.

CRITERIA: Per New Mexico Administrative Code (NMAC) 2.2.2.9(1)(d), school district audits are to be submitted to the Office of the State Auditor by November 15th of the year ending June 30.

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: There was a delay in completing the prior audit due to various issues at the school including that several reconciliations had not been completed in a timely manner to allow the audit to be conducted and completed by the due date.

RECOMMENDATION: We recommend the District ensure all information is reconciled and prepared timely to allow for the completion of the audit within the prescribed deadlines of the NMAC.

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. Improvement processes currently in place include a 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, pledged collateral letters and other financial reports as requested by the committee. This finding will be repeated in the 2013-14 audit until the District becomes current.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2007-002 Bank Reconciliations (Significant Deficiency)

CONDITION: During our cash test work we noted the following internal control procedures regarding bank reconciliations that were not being properly performed:

- The preparer of the bank reconciliations did not signify completion and accuracy through signature; and
- The reconciliation did not indicate a review of the reconciliations.

CRITERIA: In accordance with 1978 NMSA 6-10-2, all public monies are to be recorded in a cash record and balance on a daily basis. Good accounting practices and internal control procedures require that the preparer of the bank reconciliation and the reviewer of the bank reconciliation signify the completion, accuracy, and review of the bank reconciliation, by documenting the performance of these control procedures through their signatures.

EFFECT: Without the proper signatures on the bank reconciliation as evidence that internal control procedures over cash are being performed, the District may not be able to detect in a timely manner when these controls are not being performed. The District is more at risk and more susceptible to errors and fraudulent activity.

CAUSE: The District was not aware of the importance of documenting and providing audit evidence to demonstrate their compliance with internal control procedures.

RECOMMENDATION: We recommend the District ensure that the bank reconciliation is signed off to as the preparer along with the reviewer to demonstrate compliance proper internal control procedures.

MANAGEMENT RESPONSE: The District has included a procedure which includes initialing the bank statements by the preparer and the reviewer to signify completion and accuracy of monthly bank reconciliations. All bank reconciliations are also reviewed monthly by the Finance Committee.

**STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2007-003 Budget Violations (Significant Deficiency)

CONDITION: The District has expenditures functions in which actual expenditures exceeded budgetary authority in the amount of \$272,099 as follows:

Major Funds:	
Debt Service	\$ (7,490)
Capital Improvement SB-9	(1,518)
Non-Major Funds:	
Food Service	(19,817)
Title I 1003g	(1,749)
Entitlement IDEA B	(26,167)
Special Capital Outlay	(141,453)
Athletics	(33,016)
Education Technical Capital	(40,889)
Total Budget Overage	\$ <u>(272,099)</u>

CRITERIA: Sound financial management and state regulations 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.

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 District did not make the appropriated budgetary adjustment requests and transfers to alleviate possible over-expenditures within functions prior to the year-end.

RECOMMENDATION: The District should establish a policy of budgetary review at year-end and make the necessary budget adjustment.

MANAGEMENT RESPONSE: The District hired a consultant in January 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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2009-02 Cash Receipts (Significant Deficiency)

CONDITION: During our test work of internal controls for receipts we noted that for 1 out of 14 deposits tested , that the monies raised (\$5,070) at a Student Activity fundraiser event were not turned over to the business office within twenty four hours of the date of the fundraiser event.

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.

EFFECT: Non-adherence to state statutes places the District 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.

RECOMMENDATION: 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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2009-003 Deficiencies in Internal Control Structure Design (Material Weakness)

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

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.

EFFECT: The District 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 District has not formally written all internal control policies and procedures in accordance with NMAC 6.20.2. The District 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.

RECOMMENDATION: It is recommended the District update and complete its documentation of the comprehensive internal control structure (including policies and procedures) and ensure that it is followed.

MANAGEMENT RESPONSE: The District has formalized the internal control processes for the all 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 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. The District may continue to have this finding until the policy and procedures manual is completed.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2009-008 Cash Management (Significant Deficiency)

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 2013 were not implemented sufficiently and cash deficits within the program funds did occur. For the year ended June 30, 2013 the General Fund did not maintain enough cash balance to cover program overages of \$74,512.

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.”

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: This was a prior problem that was caused by turnover in the business manager position during which time the cash balance in the General Fund was not monitored closely and the District has not been able to restore and resolve the entire deficit cash balance in the General Fund yet.

RECOMMENDATION: It is recommended that Las Vegas City Schools implement policies and procedures to ensure that 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 RESPONSE: The District is working to ensure that cash management procedures are in place to ensure proper management 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, budget versus actual revenue and expenditures reports and several other reports as requested by the Committee. This audit will continue to be a finding in subsequent audits until a reserve is established which will ensure Debt Service funds are not required to meet operational needs of the district.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2011-01 Payroll Documentation (Significant Deficiency)

CONDITION: During our payroll testwork, we noted that in 3 out of 40 payroll transactions tested there was not an authorized leave form for the leave taken by the employee.

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 District is not in compliance with NMAC 6.20.2.18

CAUSE: The District financial department did not ensure that there was a proper leave authorization form prior to processing payroll.

RECOMMENDATION: We recommend the District comply with NMAC 6.20.2.18 and obtain all required authorized leave forms prior to processing the employee's payroll.

MANAGEMENT RESPONSE: The District is working to ensure leave forms are properly completed and reviewed by supervisors and the Superintendent. The District does require leave forms to be completed and filled out for all staff who take leave. These reports are submitted automatically via our software and link directly to our payroll system. We will work to ensure the leave forms are kept and maintained in our payroll files so that they are available for review by the auditors and other oversight agencies.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-02 Purchase Orders and Documentation (Significant Deficiency)

CONDITION: During our testing of cash disbursements we noted that in 4 invoices totaling \$613 out of a sample of 40 disbursements tested, the Purchase Order date was subsequent to the invoice date.

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.

EFFECT: Not being in compliance with state purchasing requirements places the District 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.

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-005 Payment of Compensatory Time (Significant Deficiency)

CONDITION: The District does not have a formal policy for providing compensatory time to employees. During 2013 employees were provided the option to accumulate compensatory time rather than be paid time and a half.

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

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

CAUSE: The District disbursed funds for payment without a formal policy being implemented for compensatory time.

RECOMMENDATION: We recommend the District implement and enforce policies and procedures that are set in place by its own Board Policy.

MANAGEMENT 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 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 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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-001 Inadequate Segregation of Duties (Material Weakness)

CONDITION: During our testing of internal controls and as part of our documentation of the District's internal controls we identified the following lack of segregation of duties relating to specific employee job functions:

- An employee in accounts payable can initiate the purchase order, approved the purchase order, and issued the payment.
- An employee in payroll has the ability to enter employee pay rates, process payroll, and print/authorize payroll checks and direct deposits; and
- An employee responsible for preparing and processing payables also has administrator privileges on the system and can change passwords and reset them.

CRITERIA: Segregation of duties is a necessary attribute to safeguard an entity's assets. Section 6-5-2 C NMSA, 1978 states: Entities shall implement accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

EFFECT: The lack of segregation of duties increases the risk of the misappropriation of public funds.

CAUSE: The District is understaffed in the finance department and did not have an adequate segregation of duties.

RECOMMENDATION: The District should implement controls that restrict employee access to or underlying capability to perform certain functions that are incompatible from a segregation of duties viewpoint with their current job duties.

MANAGEMENT RESPONSE: The District will work with staff to review and evaluate existing procedures in order to mitigate the risks outlined above. As we work on our procedures manual, The District will include mitigating controls in order to prevent misappropriation of funds.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-002 Procurement Code Violation (Other Matter)

CONDITION: During our procurement test work on Request for Bid No. 1-1 to 6-30-13, the bid was not published ten days prior to the bid opening date. The bid was published on 12/3/2012 and the bid opening date was 12/10/2012.

CRITERIA: Section 13-1-104 NMSA, 1978 Request for Bids of the State Procurement Code states in part that the invitation to bid or to submit proposals must be published not less than ten calendar days prior to the date set forth for the opening bids.

EFFECT: Not properly complying with how services are procured can allow for the misuse of public funds and could expose the District's procurement process to protest and legal challenges.

CAUSE: The District personnel managing the Request for Bid process may not have aware of the ten day requirement.

RECOMMENDATION: We recommend that the District's train its procurement staff on the requirements of the State procurement relating to the solicitation of bids or request for proposals.

MANAGEMENT RESPONSE: The District has implemented a process to review the advertisement for bid to ensure the 10 day requirement is met. District personnel have been notified of the 10 day requirement.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-003 Journal Entry Process (Significant Deficiency)

CONDITION: It was noted during our review of internal controls in regards to the JE process that there is no formal approval process in place for entering manual journal entries into the financial accounting system.

CRITERIA: Good internal controls require that journal entries be reviewed and approved prior to posting by someone other than the preparer.

EFFECT: Journal entries that are incorrect could be recorded potentially causing material misstatements in the financial statements. Additionally, an unmonitored journal entry weakens internal controls by giving an individual who perpetuates a fraud the ability to cover the accounting trail with a journal entry

CAUSE: The District's accounting staff may not have been aware of good internal control practices for the preparation and posting of manual journal entries.

RECOMMENDATION: We recommend the District institute a policy that all manual journal entries are reviewed and approved by someone other than the preparer and implement controls designed to prevent journal entries from being recorded without this review.

MANAGEMENT RESPONSE: The Business Office staff reviews all journal entries and now all journal entries are being initialed to document review and preparation by staff.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-004 Disaster Recovery Plan (Significant Deficiency)

CONDITION: The District has no disaster recovery plan in place for the potential loss of data.

CRITERIA: Disaster recovery planning is a critical component of a stable Information Technology (IT) environment and represents an effective control to limit the negative impact on IT systems resulting from a disaster or major outage.

EFFECT: The District is more exposed to loss of operating functionality and high recovery cost should a disaster or major outage occur.

CAUSE: Limited resources and focus on other financial problem areas.

RECOMMENDATION: We recommend the District develop a disaster recovery plan for critical Information Technology systems and data bases.

MANAGEMENT RESPONSE: The District is working on a plan to purchase a service for the multiple software systems to be backed up on a regular basis to assure that data is not lost. Discussions have been ongoing with the Superintendent and IT Director to put this plan in place.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-005 Prior Period Adjustment over Financial Reporting (Material Weakness)

CONDITION: The District's internal control structure over Financial Reporting is inadequate. A prior period adjustment was required to correct the District's June 30, 2012 ending financial account balance for accounts receivable in the amount of \$328,626 related to Federal Stimulus grant revenue that was subsequently determined to be uncollectible. The District did not maintain proper oversight or monitoring in regards to financial accounting activities and did not take the proper measures to monitor and mitigate misstatement of financial statements.

CRITERIA: Section 6-5-2 C. NMSA 1978, states Entities shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters. Good internal controls include the monitoring and oversight of accounts receivable amounts for collectability.

EFFECT: Adequate internal controls are not in place to properly safeguard assets and prevent or detect material misstatements in the District's financial statements due to errors or fraud.

CAUSE: The District over the past few years has been allocating staff resources to getting its financial records current. The process of trying to catch up prior year financial records and maintain current operations have affected the timeliness and accuracy of some financial information.

RECOMMENDATION: The District should ensure that a comprehensive internal control structure over financial information pertaining to recording and subsequent collection of accounts receivables tracking is designed, documented and implemented.

MANAGEMENT RESPONSE: The District will work on setting up procedures to ensure accounts receivable reports are prepared and reviewed on a regular basis by the Finance Advisory Committee to determine if any amounts should be deemed uncollectible at year end.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2006-002 Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse

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.

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, 2013.

RECOMMENDATION: We recommend the District submit the Audit Report and Data Collection Form in a timely manner.

MANAGEMENT RESPONSE: The District will submit the required Data Collection Form and audit report as soon as the audit has been accepted by the Office of the State Auditor's office which is scheduled for October 2014.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2013**

D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE, SECTION 12-6-5, NMSA 1978

None

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
JUNE 30, 2013**

STATUS OF PRIOR YEAR AUDIT FINDINGS

2006-001 [FS 06-01]	Late Audit Report – Repeated
2007-002 [FS 07-02]	Bank Reconciliations – Repeated and modified
2007-003 [FS 07-03]	Budget Violations – Repeated and modified
FS 07-04	Preparation of Financial Statements – Resolved
2009-002 [FS 09-02]	Cash Receipts – Repeated and modified
2009-003 [FS 09-03]	Deficiencies in Internal Control Structure Design – Repeated
2009-008 [FS 09-08]	Cash Management – Repeated
2011-001 [FS 11-01]	Payroll Documentation – Repeated and modified
FS 11-02	Control Deficiency – Resolved
FS 12-01	PED Cash Reports – Resolved
2012-002 [FS 12-02]	Purchase Orders and Documentation – Repeated and modified
FS 12-03	Cash Appropriations in Excess of Available Cash Balances – Resolved
FS 12-04	Capital Asset Inventory Count – Resolved
2012-005 [FS 12-05]	Payment of Overtime and Comp Time – Repeated
FS 12-06	Recording of Long-Term Debt – Resolved
2006-002 [FA 06-02]	Late Filed Data Collection Form and Reporting Package to the Federal Clearinghouse - Repeated

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EXIT CONFERENCE
JUNE 30, 2013**

The contents of this report were discussed in the exit conference held on September 29, 2014, in a closed executive session with the following in attendance:

Representing Las Vegas City Schools:

Gabe V. Lucero	Board President
Felix Alderete	Board Vice-President
Gloria Pacheco Lovato	Board Member
Leroy Lujan	Board Member
Gale Cunico	Audit Committee Member
Kathleen Tapia	Audit Committee Member
Dr. Ruben Cordova	Superintendent
Karen Armijo	Assistant Business Manager
Mari Hillis	Finance Director

Representing Axiom:

Chris Garner, CPA	Partner
Greg Stricklin, CPA	Audit Staff

Auditor Prepared Financials:

The financial statements were prepared with the assistance of Axiom Certified Public Accountants & Business Advisors, LLC from the books and records of Las Vegas City Schools. 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.