

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS

Financial Statements

June 30, 2016



*Certified Public Accountants
and Business Advisors LLC*

INTRODUCTORY SECTION

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
YEAR ENDED JUNE 30, 2016
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LAS VEGAS CITY SCHOOLS
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**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2016**

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Gabriel Lucero		President
Leroy Lujan		Vice President
Gloria Lovato Pacheco		Secretary
Robert Duran III		Member
Dennis Romero		Member
Anthony Larranaga		Student Representative
	<u>School Officials</u>	
Kelt Cooper		Superintendent
Mari Hillis		Director of Finance

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Mr. Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Board of Education
Las Vegas City Schools
Las Vegas, NM

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 Schools (the "District") as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, fiduciary funds, and the budgetary comparisons for the major capital project funds, debt service funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, 2016, 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 fund and fiduciary of the District as of June 30, 2016, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project fund, debt service fund, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not 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. Accounting principles generally accepted in the United States of America require that the Schedule of the District's Proportionate Share of the Net Pension Liability, and Schedule of District Contributions on pages 51-52, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the District's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the other schedules as required by Section 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2016 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.

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

Albuquerque, New Mexico
October 31, 2016

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 STATEMENT OF NET POSITION
 JUNE 30, 2016

ASSETS	Governmental Activities
Current assets:	
Cash and cash equivalents	\$ 5,816,822
Accounts receivable	
Taxes	362,009
Due from other governments	1,369,035
Inventory	6,914
Total current assets	<u>7,554,780</u>
Noncurrent assets:	
Capital assets (net of accumulated depreciation):	
Land improvements	1,754,973
Buildings and building improvements	28,012,622
Furniture, fixtures and equipment	6,382,316
Less: accumulated depreciation	<u>(18,294,505)</u>
Total noncurrent assets	<u>17,855,406</u>
Total assets	<u>25,410,186</u>
Deferred Outflows	
Pension related	<u>1,885,099</u>
Total deferred outflows	<u>1,885,099</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2016

LIABILITIES AND NET POSITION	<u>Governmental Activities</u>
LIABILITIES	
Accounts payable	185,130
Accrued interest	118,211
Accrued expenses	84,118
Current portion of compensated absences	122,574
Current portion of long-term debt	1,705,000
Total current liabilities	<u>2,215,033</u>
Noncurrent liabilities:	
Bonds due in more than one year	9,940,000
Compensated absences	120,770
Net pension liability	20,280,321
Total noncurrent liabilities	<u>30,341,091</u>
Total liabilities	<u>32,556,124</u>
Deferred inflows	
Pension related	2,467,505
Total deferred inflows	<u>2,467,505</u>
NET POSITION	
Net investment in capital assets	6,210,406
Restricted for:	
Special Revenue fund	273,914
Debt service funds	3,653,805
Capital projects funds	2,603,808
Unrestricted	<u>(20,470,277)</u>
Total net position	<u>\$ (7,728,344)</u>

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See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>
		<u>Charges for Service</u>
Primary government		
Governmental activities		
Instruction	\$ 9,274,907	\$ -
Support Services		
Students	1,879,218	-
Instruction	214,788	-
General Administration	722,707	-
School Administration	1,270,095	-
Central Services	518,877	76,544
Operation & Maintenance of Plant	3,321,932	-
Student Transportation	803,287	-
Other Support Services	17,974	-
Food Operations	949,385	-
Community Service	-	-
Interest on long-term debt	310,694	-
	<hr/>	<hr/>
Total Primary Government	\$ 19,283,864	\$ 76,544

See Notes to Financial Statements.

<u>Program Revenues</u>		<u>Net</u>
<u>Operating</u>	<u>Capital</u>	<u>(Expenses)</u>
<u>Grants and</u>	<u>Grants and</u>	<u>Revenues and</u>
<u>Contributions</u>	<u>Contributions</u>	<u>Changes in</u>
		<u>Net Assets</u>
\$	\$	\$ (9,274,907)
-	-	(1,879,218)
2,789,590	18,707	2,593,509
-	-	(722,707)
-	-	(1,270,095)
-	-	(442,333)
1,389,991	-	(1,931,941)
-	-	(803,287)
-	-	(17,974)
-	-	(949,385)
-	-	(310,694)
<u>\$ 4,179,581</u>	<u>\$ 18,707</u>	(15,009,032)

General Revenues:

Property taxes:		
Levied for general purposes	\$	80,006
Levied for debt service		2,672,475
Levied for capital projects		524,121
State Equalization Guarantee		14,021,257
Unrestricted investment earnings		9,933
Miscellaneous		84,220
		<u>17,392,012</u>
Total general revenues		17,392,012
Change in net position		2,382,980
Net Position - beginning		(10,111,324)
Net Position - ending	\$	<u>(7,728,344)</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

	<u>General Fund</u>		
	Operational 11000	Bond Building 31100	Capital Improvements SB-9 31700
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	1,404,340	1,149,322
Accounts receivable			
Taxes	9,396	-	58,182
Due from other governments	-	-	44,013
Interfund receivables	1,267,054	408	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 1,276,450</u>	<u>1,404,748</u>	<u>1,251,517</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ 97,036	-	-
Accrued payroll liabilities	66,358	-	-
Interfund payables	821,708	-	-
<i>Total liabilities</i>	<u>985,102</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS			
Property taxes	<u>8,578</u>	<u>-</u>	<u>52,457</u>
<i>Total deferred inflows</i>	<u>8,578</u>	<u>-</u>	<u>52,457</u>
<i>Fund balances</i>			
Nonspendable	-	-	-
Restricted	-	1,404,748	1,199,060
Committed	-	-	-
Assigned	-	-	-
Unassigned	<u>282,770</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>282,770</u>	<u>1,404,748</u>	<u>1,199,060</u>
<i>Total liabilities, deferred inflows, and fund balance</i>	<u>\$ 1,276,450</u>	<u>1,404,748</u>	<u>1,251,517</u>

See Notes to Financial Statements.

Debt Service 41000	Other Governmental Funds	Total Primary Government
2,818,761	444,399	5,816,822
293,163	1,268	362,009
-	1,325,022	1,369,035
807,227	14,073	2,088,762
-	6,914	6,914
<u>3,919,151</u>	<u>1,791,676</u>	<u>9,643,542</u>
-	88,094	185,130
-	17,760	84,118
-	1,267,054	2,088,762
<u>-</u>	<u>1,372,908</u>	<u>2,358,010</u>
<u>265,346</u>	<u>295</u>	<u>326,676</u>
<u>265,346</u>	<u>295</u>	<u>326,676</u>
-	-	-
3,653,805	419,273	6,676,886
-	-	-
-	-	-
-	(800)	281,970
<u>3,653,805</u>	<u>418,473</u>	<u>6,958,856</u>
<u>3,919,151</u>	<u>1,791,676</u>	<u>9,643,542</u>

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Funds
	<hr/>
Amounts reported for governmental activities in the statement of net position are different because:	
Fund balances - total governmental funds	\$ 6,958,856
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	17,855,406
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds	1,885,099
Defined benefit pension plan deferred inflows are not financial obligations and, therefore, are not reported in the funds	(2,467,505)
Delinquent ad valorem assessments receivable are not available to pay current year expenditures and, therefore, are reported as deferred inflows in the fund financial statements	326,676
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	(118,211)
Accrued compensated absences - current portion	(122,574)
Accrued compensated absences - noncurrent portion	(120,770)
Net pension liability	(20,280,321)
General obligation bonds - current portion	-
General obligation bonds - noncurrent portion	(11,645,000)
Net Position-total Governmental Activities	\$ <u><u>(7,728,344)</u></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, 2016

	General Fund					Total Governmental Funds
	Operating 11000	Bond Building 31100	Capital Improvements SB-9 31700	Debt Service 41000	Other Governmental Funds	
<i>Revenues</i>						
Charges for service	\$ -	-	-	-	76,544	76,544
Property taxes	80,006	-	524,120	2,627,016	1	3,231,143
State grants	14,021,257	-	44,013	-	1,345,978	15,411,248
Federal grants	81,702	-	-	-	2,707,888	2,789,590
Miscellaneous	4,038	78,409	18,707	-	1,773	102,927
Interest	9,933	-	-	-	-	9,933
<i>Total revenues</i>	<u>14,196,936</u>	<u>78,409</u>	<u>586,840</u>	<u>2,627,016</u>	<u>4,132,184</u>	<u>21,621,385</u>
<i>Expenditures</i>						
<i>Current</i>						
Instruction	6,883,086	-	-	-	1,764,997	8,648,083
Support Services						
Students	1,454,294	-	-	-	300,456	1,754,750
Instruction	174,456	-	-	-	26,106	200,562
General Administration	546,921	-	5,419	27,153	95,346	674,839
School Administration	1,004,825	-	-	-	181,148	1,185,973
Central Services	484,509	-	-	-	-	484,509
Operation & Maintenance of Plant	2,756,601	132,998	210,687	-	1,621	3,101,907
Student Transportation	47,842	-	-	-	702,240	750,082
Other Support Services	16,783	-	-	-	-	16,783
Food Services Operations	-	-	-	-	886,503	886,503
Community Service	-	-	-	-	-	-
Capital outlay	-	438,914	230,731	-	184,984	854,629
Debt service						
Principal	-	-	-	1,340,000	-	1,340,000
Interest	-	-	-	323,579	1	323,580
<i>Total expenditures</i>	<u>13,369,317</u>	<u>571,912</u>	<u>446,837</u>	<u>1,690,732</u>	<u>4,143,402</u>	<u>20,222,200</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>827,619</u>	<u>(493,503)</u>	<u>140,003</u>	<u>936,284</u>	<u>(11,218)</u>	<u>1,399,185</u>
<i>Other financing sources (uses)</i>						
Operating transfers	-	-	-	-	-	-
Proceeds from bond issue	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-	-	-
<i>Net change in fund balances</i>	827,619	(493,503)	140,003	936,284	(11,218)	1,399,185
<i>Fund balances, beginning of year</i>	<u>(544,849)</u>	<u>1,898,251</u>	<u>1,059,057</u>	<u>2,717,521</u>	<u>429,691</u>	<u>5,559,671</u>
<i>Fund balances, (deficits) end of year</i>	<u>\$ 282,770</u>	<u>1,404,748</u>	<u>1,199,060</u>	<u>3,653,805</u>	<u>418,473</u>	<u>6,958,856</u>

See Notes to Financial Statements.

**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, 2016**

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Net Change in fund balances - total governmental funds	\$ 1,399,185
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 position 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	(1,694,090)
Capital Outlays	854,629
Loss on Disposal of assets	(13,398)
(Increase) decrease in Pension expense	414,774
Change in net pension liability	
Revenues that do not provide current financial resources are not reported as revenues in the fund statements but are reported in the Statement of Activities. These are the amounts by which the deferred inflows and outflows of resources changed from the prior year:	
Decrease in deferred inflows from property taxes	45,459
Decrease in deferred inflows related to pension activity	
Increase in deferred outflows related to pension activity	
The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, whereas these amount are deferred and amortized in the statement of activities:	
(Increase) decrease in accrued interest payable	12,886
(Increase) decrease in accrued compensated absences	23,535
Bond proceeds	-
Principal payments on bonds	<u>1,340,000</u>
Change in Net Position-total Governmental Activities	<u>\$ 2,382,980</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
OPERATIONAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	81,254	81,254	79,980	(1,274)
State grants	14,082,878	14,014,688	14,021,257	6,569
Federal grants	83,500	76,000	81,702	5,702
Miscellaneous	-	75,617	99,228	23,611
Interest	7,500	7,500	9,933	2,433
<i>Total revenues</i>	<u>14,255,132</u>	<u>14,255,059</u>	<u>14,292,100</u>	<u>37,041</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	7,548,953	7,325,095	6,890,639	434,456
Support Services				
Students	1,835,077	1,543,077	1,454,294	88,783
Instruction	159,691	177,941	175,897	2,044
General Administration	651,096	505,096	511,419	(6,323)
School Administration	776,886	984,439	989,360	(4,921)
Central Services	588,077	582,577	558,314	24,263
Operation & Maintenance of Plant	2,842,584	3,003,948	2,761,067	242,881
Student Transportation	91,836	80,386	59,524	20,862
Other Support Services	62,120	62,120	16,783	45,337
Food Services Operations	3,500	1,000	-	1,000
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>14,559,820</u>	<u>14,265,679</u>	<u>13,417,297</u>	<u>848,382</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(304,688)</u>	<u>(10,620)</u>	<u>874,803</u>	<u>(811,341)</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>(304,688)</u>	<u>(10,620)</u>	<u>874,803</u>	<u>(811,341)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(95,164)	
Expenditure accruals			47,980	
Net change in fund balance (GAAP Basis)			<u>\$ 827,619</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
BOND BUILDING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	1,700,000	-	78,409	78,409
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,700,000</u>	<u>-</u>	<u>78,409</u>	<u>78,409</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	3,544,968	1,844,968	1,052,665	792,303
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>3,544,968</u>	<u>1,844,968</u>	<u>1,052,665</u>	<u>792,303</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,844,968)</u>	<u>(1,844,968)</u>	<u>(974,256)</u>	<u>(713,894)</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>(1,844,968)</u>	<u>(1,844,968)</u>	<u>(974,256)</u>	<u>(713,894)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals			(480,753)	
Net change in fund balance (GAAP Basis)			<u>\$ (493,503)</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, 2016

	Agency Funds
ASSETS	
<i>Current Assets</i>	
Cash	\$ 381,227
<i>Total assets</i>	\$ 381,227
 LIABILITIES	
<i>Curent Liabilities</i>	
Deposits held in trust for others	\$ 381,227
<i>Total liabilities</i>	\$ 381,227

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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.

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, 2014, the District has recorded uncollected property taxes as "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 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

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Financial Reporting Entity (Continued)

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 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 in 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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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:

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.

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.

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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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, 2016**

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 District. The funds are collected by the District Treasurer and are remitted to the District the following month. Under the modified accrual method of accounting, the amount remitted by the San Miguel District Treasurer in July and August 2016 is considered 'measurable and available' and, accordingly, is recorded as revenue during the year ended June 30, 2016. 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. 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, 2016.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 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, 2016 financial statements of Las Vegas City Schools District, since the District did not own any infrastructure assets as of June 30, 2016. 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, 2016.

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 Inflows – Property taxes: This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District recognizes property taxes as a deferred inflow.

Deferred Inflows - 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 inflows.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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 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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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.

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 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” or “net investment in capital assets.”

The Government-wide Statement of Net Position reports \$6,525,101 of restricted net position, all of which 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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

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 \$14,021,257 in state equalization guarantee and emergency supplemental distributions during the year ended June 30, 2016.

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 \$3,231,143 in tax revenues during the year ended June 30, 2016. 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.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues (Continued)

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 District collects District, 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 \$ 727,979 in transportation distributions during the year ended June 30, 2016.

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, 2016 totaled \$ 116,522.

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 did not receive a match for fiscal year ending June 30, 2016.

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).

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Revenues (Continued)

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

1. A critical need exists requiring action;
2. The residents of the school districts have provided all available resources to the District to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The District is in a District 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, 2016, the District received \$44,013 in 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.

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

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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.
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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

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.

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2016 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, 2016.

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 cash 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.

The collateral pledged is listed on page 113 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.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

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.

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, 2016, \$7,466,797 of the District’s bank balances of \$7,789,625 were exposed to custodial credit risk. \$3,733,399 was uninsured and collateralized by collateral held by the pledging bank’s trust department not in the District’s name, and \$3,733,399 was uninsured and uncollateralized. At June 30, 2016, the carrying amount of these deposits was \$6,198,049.

Reconciliation of Cash and Cash Equivalents

Reconciliation to Statement of Net Position

Governmental Funds – Balance Sheet	
Cash and cash equivalents	\$ 7,370,197
Statement of Fiduciary Assets and Liabilities	419,427
Total per bank	<u>7,789,624</u>
Add outstanding checks and other reconciling items	<u>(1,591,575)</u>
Total per financial statements	\$ 6,198,049
Agency Fund Cash	(381,227)
Total Governmental Funds Cash	<u><u>5,816,822</u></u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 4. CASH AND TEMPORARY INVESTMENTS (CONTINUED)

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, 2016. The following individual funds had negative cash balances as of June 30, 2016:

General Fund:		
Operational - 11000	\$	-
Title I Fund -24101		(412,475)
IDEA B Entitlement Fund - 24106		(339,511)
NM Autism Program Fund - 24108		(8,075)
IDEA B Preschool Fund - 24109		(2,748)
Fresh Fruits and Vegetable Fund - 24118		(2,911)
21 st Century Fund - 24119		(100,314)
IDEA B Risk Pool-24120		(95)
IDEA-B Results Plan		(79,980)
English Language Acquisition-24153		(8,640)
Teacher/Principal Training Fund - 24154		(67,168)
Rural and Low Income Schools Fund - 24160		(28,225)
2012 GO Bond Student Library fund – 27107		(26,106)
NM Reads to Lead - 27114		(30,249)
School Bus – 27178		(83,987)
Capital Outlay State – 31400		(76,570)
	\$	<u>(1,267,054)</u>

Investments

As of June 30, 2016, the District did not have any investment balances.

NOTE 5. RECEIVABLES

Receivables are deemed to be 100% collectible as of June 30, 2016, are as follows:

	Property Taxes	Intergovernmental	Totals
Operational - 13000	\$ 9,396	-	9,396
Bond Building - 31100	-	-	-
Capital Imp. SB-9 - 31700	58,182	44,013	102,195
Debt Service – 41000	293,163	-	293,163
Other Governmental Funds	1,268	1,325,022	1,326,290
Totals	\$ 362,009	1,369,035	1,731,044

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

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, 2016 are as follows:

Governmental Activities:	Interfund Receivables	Interfund Payables
Major Funds:		
General Fund		
Operational - 11000	\$ 1,267,054	(14,481)
Debt Service Fund - 41000		-
Bond Building Fund - 31000	408	-
Total Major Funds	1,267,462	(14,481)
Non-Major Special Revenue Funds:	-	
Title I IASA Fund - 24101	-	(412,475)
IDEA B Entitlement Fund - 24106	-	(339,511)
Food Service Fund - 21000	14,073	
NM Autism Program Fund - 24108	-	(8,075)
IDEA B Preschool Fund - 24109	-	(2,748)
Fresh Fruits and Vegetable Fund - 24118	-	(2,911)
21 st Century Fund - 24119	-	(100,314)
IDEA B Risk Pool - 24120	-	(95)
IDEA B – Results Plan – 24132	-	(79,980)
Title III ELA Fund - 24153	-	(8,640)
Teacher/Principal Training Fund - 24154	-	(67,168)
Rural and Low Income Schools Fund - 24160	-	(28,225)
2012 GO Bond Student Library Fund – 27107	-	(26,106)
NM Reads to Lead - 27114	-	(30,249)
School Bus – 27178	-	(83,987)
Capital Outlay State – 31400	-	(76,570)
Total Non-Major Special Revenue Funds:	14,073	(1,267,054)
Total All Funds	\$ 1,281,535	(1,281,535)

All Interfund balances are intended to be repaid within one year. There were no Interfund transfers for the year ended June 30, 2016.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 7. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2016, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land and construction in progress are not subject to depreciation.

Capital assets, net of accumulated depreciation, at June 30, 2016 appear in the Statement of Net Position as follows:

	Balance June 30, 2015	Additions	Balance June 30, 2016
Capital Assets used in Governmental Activities:			
Non-depreciable			
Construction in Progress	\$ -	-	-
Land Improvements	1,443,900	311,073	1,754,973
Depreciable			
Buildings and Improvements	27,645,266	367,356	28,012,622
Furniture, Fixtures & Equipment	6,219,514	170,468	6,389,982
Total assets	<u>35,308,680</u>	<u>848,896</u>	<u>36,157,577</u>
Less Accumulated Depreciation:			
Land Improvements	(735,245)	(137,736)	(872,981)
Buildings and Improvements	(11,886,907)	(1,222,186)	(13,109,093)
Furniture, Fixtures & Equipment	(3,978,263)	(341,834)	(4,320,097)
Total Accumulated Depreciation	<u>(16,600,415)</u>	<u>(1,701,756)</u>	<u>(18,302,171)</u>
Net Capital Assets	<u>\$ 18,708,265</u>	<u>(852,859)</u>	<u>17,855,406</u>

Depreciation expense for the year ended June 30, 2016 was charged to governmental activities as follows:

Instruction	\$ 7,794
Support Services – Students	45,154
Support Services – Instruction	-
Support Services – General Administration	25,750
Support Services – School Administration	6,741
Central services	17,767
Operation & maintenance of plant	637,783
Student transportation	130,814
Food services operations	18,905
Technology	139,168
Depreciation not allocated	671,880
Total	<u>\$ 1,701,756</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8. LONG-TERM DEBT

During the year ended June 30, 2016, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016	Due Within One Year
General Obligation					
Bonds	\$ 12,985,000	-	(1,340,000)	11,645,000	1,705,000
Compensated					
Absences	266,879	122,677	(146,212)	243,344	122,574
Total	\$ 13,251,879	122,677	(1,486,212)	11,888,344	1,827,574

Interest expense paid on long-term debt totaled \$323,580 on the Statement of Activities for the year ended June 30, 2016.

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 2030.

The annual requirements to amortize the General Obligation Bonds and Education Technology Bonds as of June 30, 2016, including interest payments are as follows:

Fiscal Year Ending		Principal	Interest	Total Debt Service
June 30,				
2017	\$	1,705,000	275,365	1,980,365
2018		1,455,000	232,301	1,687,301
2019		1,650,000	197,336	1,847,336
2020		1,395,000	160,370	1,555,370
2021		1,640,000	121,104	1,761,104
2022-2030		3,800,000	374,921	4,174,921
Totals	\$	11,645,000	1,361,397	13,006,397

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 8. LONG-TERM DEBT (CONTINUED)

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year ended June 30, 2016, compensated absences decreased by \$23,535 from the prior year accrual for the District. See Note 8 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, 2016 was \$97,975.

NOTE 9. UNEARNED 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.

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, 2016, there have been no claims that have exceeded insurance coverage.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016

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, 2016:

Transportation - 13000	\$	(681)
Fresh fruit & Vegetable - 24118		(113)
English Language Acquisition - 24153		(5)
21 st Century Comm. Learning - 24132		(1)
Total	\$	<u>(800)</u>

NOTE 12. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. The contribution requirements of defined benefit plan members and The Masters Program are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For fiscal year ended June 30, 2016 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. The district did not contribute to this plan for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June year ending June 30, 2015, using generally accepted actuarial principles. At June 30, 2016, the district reported a liability of \$20,280,321. The District’s proportion of the net pension liability is based on the employer contributing entity’s percentage of total employer contributions for the fiscal year ended June 30, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, The District’s proportion was 0.31310% percent, which was a decrease of 0.04758% from its proportion measured as of June 30, 2015.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

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

For the year ended June 30, 2016, the District recognized pension expense of \$414,774. At the June 30, 2016, the District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Balance at 6/30/2015	\$ 1,237,515	2,771,483
Change in proportion	-	1,878,887
Less: prior year contributions	(1,237,515)	-
Add: current year contributions	1,187,551	-
Less: current year amortization	(238,886)	(1,045,991)
Change in assumption	936,434	-
Difference between expected and actual	-	271,528
Difference between projected and actual	-	(1,408,402)
Balance at 6/30/2016	\$ <u>1,885,099</u>	<u>2,467,505</u>

Deferred outflows of resources of \$1,187,551 related to pensions resulting from the District’s contributions subsequent to the measurement date June 30, 2015, will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2017	816,529
2018	771,001
2019	458,100
2020	(281,674)
2021	-
Thereafter	-

Actuarial assumptions. As described above, the total ERB pension liability and net pension liability are based on an actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2014. Specifically, the liabilities measured as of June 30, 2014 incorporate the following assumptions:

1. All members with an annual salary of more than \$20,000 will contribute 10.70% during the fiscal year ending June 30, 2015 and thereafter.
2. Members hired after June 30, 2013 will have an actuarially reduced retirement benefit if they retire before age 55, and their COLA will be deferred until age 67.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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

3. COLAs for most retirees are reduced until NMERB attains a 100% funded status.
4. These assumptions were adopted by Board on June 12, 2015 in conjunction with the six-year experience study period ending June 30, 2014, and
5. For purposes of projecting future benefits, it is assumed that the full COLA is paid in all future years.

The Board of Trustees approved the following economic and demographic assumptions used in the fiscal year 2015 actuarial calculation of the total pension liability on June 12, 2015:

1. Lower wage inflation from 4.25% to 3.75%
2. Update the mortality tables to incorporate generational improvements
3. Update demographic assumptions to use currently published tables, which may result in minor calculation changes
4. Maintain in current 3.00% inflation assumption
5. Retain net 4.75% real return assumption
6. Retain 7.75% nominal return assumption
7. No change to COLA assumption of 3.50%
8. Maintain experience-based rates for members who joined NMERB by June 30, 2010
9. Remove population growth assumption for projections
10. Lower population growth from .50% to zero (no impact on valuation results)

The actuarial methods and assumptions used to determine contribution rates included in the measurement are as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Remaining Period	Amortized – closed 30 years from June 30, 2012 to June 30, 2042
Asset Valuation Method	5 year smoothed market for funding valuation (fair value for financial valuation)
Inflation	3.00%
Salary Increases	Composition: 3% inflation, plus 1.25% productivity increase rate, plus step rate promotional increases for members with less than 10 years of service
Investment Rate of Return	7.75%
Retirement Age	Experience based table of age and service rates
Mortality	90% of RP-2000 Combined Mortality Table with White Collar Adjustment projected to 2014 using Scale AA (one year setback for females)

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016

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

Rate of Return: The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.).

Sensitivity of the District’s proportionate share of the net pension liability to changes in the discount rate: The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2016. In particular, the table presents the (employer’s) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
The District’s proportionate share of the net pension liability	\$ 27,288,526	20,280,321	14,392,698

Pension plan fiduciary net position

Detailed information about the ERB’s fiduciary net position is available in the separately issued audited financial statements as of and for June 30, 2015 and 2014, which are publicly available at www.nmerb.org.

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

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

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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

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

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board. The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees.

For employees that were 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 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2016, the statutes 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, 2016, 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's contributions to the RHCA for the years ended June 30, 2016, 2015, and 2014 were \$174,457, \$177,202 and \$190,182, respectively, which equal the required contributions for each year.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

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, 2016, the total amount of contracts outstanding for capital projects could not be determined by the District.

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 17. GOVERNMENTAL FUND BALANCE (CONTINUED)

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.

NOTE 18. SUBSEQUENT EVENTS

The date to which events occurring after June 30, 2016, the date of the most recent statement of net position, has been evaluated for possible adjustment to the financial statements or disclosures is October 31, 2016 which is the date on which the financial statements were issued.

NOTE 19. RECENT ACCOUNTING PRONOUNCEMENTS

In February 2015, the GASB issued statement No. 72, Fair Value Measurement and Application. This Statement provides guidance for determining the fair value and applying the fair value to certain investments and note disclosures. GASB Statement No. 72 was effective for periods ending after June 15, 2016. The adoption of GASB Statement No. 72 did not have any effect on the District's Financial Statements.

In June 2015, the GASB issued statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements No. 67 and 68. This Statement establishes requirements for defined benefit pension plans and other pension plans not addressed under GASB Statement No. 68. This Statement also amends some requirements of GASB Statement No. 67 and GASB Statement No. 68. GASB Statement No. 73 clarifies requirements of GASB Statements No. 67 and 68 regarding the information that must be presented as notes to the required supplemental 10 year schedules, accounting and financial reporting for certain liabilities for individual employers and non-employer contributing entities, and the revenue recognition for non-employer contributing entities that are not in a special funding situation. This statement requires that all pensions under GASB Statement No. 68 that are not administered through trusts and meet the requirements of GASB Statement No. 68 not be classified as pension plan assets. The implementation of GASB No. 73 did not have an impact on the District's Financial Statements.

In June 2015, the GASB issued Statement No. 76, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. Statement No. 76, which supersedes Statement No. 55, aims to identify, in the context of the current governmental financial reporting environment, the hierarchy of U.S. GAAP, which consists of the sources of accounting principles used to prepare the financial statements of state and local governments entities in conformity with U.S. GAAP, as well as the framework for selecting those principles. The District adopted GASB Statement No. 76 during fiscal year 2016, with no significant impact to the District's financial statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016**

NOTE 19. RECENT ACCOUNTING PRONOUNCEMENTS (CONTINUED)

In December 2015, the GASB issued Statement No. 79, Certain External Investment Pools and Pool Participants. This Statement establishes criteria that must be met for an external investment pool to be permitted to measure its investments at the amortized cost for financial reporting purposes. This Statement also requires that the pool participants of external investment pools that meet the criteria also report their investments at the amortized cost for financial reporting purposes. External Investment Pools that not meet the requirement are required to follow paragraph 16 of GASB Statement No. 31. GASB Statement No. 79 requires additional note disclosures to be made in qualifying external investment pools financial statements. The additional note disclosures are also required to be made in the pool participants financial statements. The adoption of GASB Statement No. 79 did not have a significant impact on the District's financial statements.

NOTE 20. NEW ACCOUNTING PRONOUNCEMENTS

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2016.

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*

GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*

GASB Statement No. 77, *Tax Abatement Disclosures*

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*

GASB Statement No. 80, *Blending Requirements for Certain Units – an amendment to GASB Statement No. 14*

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*

GASB Statement No. 82, *Pension Issues (an Amendment of GASB Statements No. 67, No. 68, and No. 73)*

The District will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The District believes that the above listed new GASB pronouncements will not have a significant financial impact to the District or in issuing its financial statements.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 21. 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. The following funds exceeded approved budgetary authority for the year ended June 30, 2016:

<u>Fund - Function</u>	<u>Excess over Budget</u>
31700-General Administration	25
41000-General Administration	1,266
24101-Instruction	11,882
24106-Support services	16,587
24108-Support services	562
24119-Instruction	13,590
24154-Support services	4,250
25153-Operation & Maint. Of Plant	282

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF THE DISTRICT'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2016

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's Proportion of the Net Pension Liability (Asset)	0.35%	0.31%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate Share of Net Pension Liability (Asset)	\$ 19,744	20,280	-	-	-	-	-	-	-	-
Districts's Covered-Employee Payroll	\$ 9,538	8,549	-	-	-	-	-	-	-	-
Districts's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.00%	237.22%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	76.99%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF DISTRICT CONTRIBUTIONS
June 30, 2016

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 1,254	1,412	-	-	-	-	-	-	-	-
Contributions in Relation to the	1,254	1,237	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	\$ -	175	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	\$ 3,008	5		673	673	672	631	359				
2015	1,764	5			817	771	458	(282)	-			
2016	-	5				-	-	-	-	-		
2017	-	5				-	-	-	-	-	-	
2018	-	5				-	-	-	-	-	-	-
2019	-	5				-	-	-	-	-	-	-
2020	-	5				-	-	-	-	-	-	-
2021	-	5				-	-	-	-	-	-	-
2022	-	5				-	-	-	-	-	-	-
2023	-	5				-	-	-	-	-	-	-
	<u>\$ 4,772</u>			<u>\$ 673</u>	<u>\$ 1,490</u>	<u>\$ 1,443</u>	<u>\$ 1,089</u>	<u>\$ 77</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NOTES TO PENSION REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016**

Changes of Benefit Terms. The PERA and COLA and retirement eligibility benefits changes in recent years are described in Note 1 (pages 48-50). This report is available at:

<http://www.nmpera.org/assets/uploads/downloads/comprehensive-annual-financial-reports/CAFR-2015.pdf>

Assumptions. The Public Employees Retirement Association (PERA) of New Mexico Annual Actuarial Valuation as of June 30, 2015 report is available at:

<http://www.nmpera.org/assets/uploads/downloads/retirement-fund-valuation-reports/6-30-2015-PERA-Valuation-Report-FINAL.pdf>

The assumptions can be found in Appendix B on page 53 of the report.

Other. The pension schedules in the required supplementary information are intended to show information for ten years. Additional information will be presented as it becomes available.

SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2016**

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:

Transportation (13000) – This fund is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school age children.

Instructional Materials (14000) – This fund is used to account for the monies received from the State Department of Education for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

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.

Title 1 IASA (24101) – This fund is used to account for the major objectives of the Title 1 program, to provide supplemental educational opportunities for academically disadvantage children. Authority for creation of this fund is Part A of Chapter 1 of Title 1 of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

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.

New Mexico Autism Project (24108) – To support the District's implementation of NMAP and to improve the outcomes for students with Autism Spectrum Disorders (ASD).

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.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2016**

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.

IDEA-B Results Plan Non-Title I Schools (24132) – To improve growth rates in the areas of reading and math for students with disabilities.

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).

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.

Reading First (24167) – This program is used for the development of Career-Focused Student Learning System at secondary level using the Career Cluster Framework.

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 revenues and expenditures for program to provide for healthier schools by providing a health center at the schools. Funding is provided by the New Mexico Department of Health.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2016**

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

Dual Credit Instructional Materials (27103) – A one-time appropriation for schools for dual credit materials.

Library GO Bonds 2009-2011 (27107) – To acquire library books, equipment, and library resources for public school and state-supported school libraries statewide.

NM Reads to Lead K-3 (27114) – To support implementation of K-3 reading initiative activities.

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.

Teacher/School Leader Stipends Serving At-Risk & Advanced Placement (27122) – To fund a stipend for a teacher moving from A/B to D/F Schools.

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.

Kindergarten 3 Plus Program (27166) – To provide services for a summer program for Kindergarten – 3rd grade.

New Mexico Grow Fresh Fruit (27183) – To account for New Mexico grown fresh fruits and vegetables for school meal programs.

School Bus (27178) – To account for a program, funding by the New Mexico Public Education Department, to purchase school buses statewide. Funding is authorized by the Laws of 2013, SB-60, Section 53.

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 GOVERNMENTAL FUNDS
JUNE 30, 2016

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL
ASSETS				
<i>Current Assets</i>				
Cash and cash equivalents	\$ 300,013	250	144,136	444,399
Accounts receivable		-		
Taxes	-	-	1,268	1,268
Due from other governments	1,248,452	76,570	-	1,325,022
Interfund receivables	14,073	-	-	14,073
Other receivables		-		
Inventory	6,914	-	-	6,914
<i>Total assets</i>	<u>\$ 1,569,452</u>	<u>76,820</u>	<u>145,404</u>	<u>1,791,676</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts payable	\$ 88,094	-	-	88,094
Accrued payroll liabilities	17,760	-	-	17,760
Interfund payables	1,190,484	76,570	-	1,267,054
<i>Total liabilities</i>	<u>1,296,338</u>	<u>76,570</u>	<u>-</u>	<u>1,372,908</u>
DEFERRED INFLOWS				
Property taxes	-	-	295	295
<i>Total deferred inflows</i>	-	-	295	295
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	273,914	250	145,109	419,273
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(800)	-	-	(800)
<i>Total fund balance</i>	<u>273,114</u>	<u>250</u>	<u>145,109</u>	<u>418,473</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,569,452</u>	<u>76,820</u>	<u>145,404</u>	<u>1,791,676</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, 2016**

	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	TOTAL
<i>Revenues</i>				
Charges for Services	\$ 60,709	-	15,835	76,544
Property taxes	-	-	1	1
State grants	1,269,408	76,570	-	1,345,978
Federal grants	2,707,888	-	-	2,707,888
Miscellaneous	1,773	-	-	1,773
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,039,778</u>	<u>76,570</u>	<u>15,836</u>	<u>4,132,184</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,764,997	-	-	1,764,997
Support Services		-		
Students	300,456	-	-	300,456
Instruction	26,106	-	-	26,106
General Administration	95,189	-	157	95,346
School Administration	181,148	-	-	181,148
Central Services	-	-	-	-
Operation & Maintenance of Plant	282	1,339	-	1,621
Student Transportation	702,240	-	-	702,240
Other Support Services	-	-	-	-
Food Services Operations	886,503	-	-	886,503
Capital outlay	108,414	76,570	-	184,984
Debt service		-		
Principal	-	-	-	-
Interest	-	-	1	1
<i>Total expenditures</i>	<u>4,065,335</u>	<u>77,909</u>	<u>158</u>	<u>4,143,402</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(25,557)</u>	<u>(1,339)</u>	<u>15,678</u>	<u>(11,218)</u>
<i>Other financing sources (uses)</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(25,557)</u>	<u>(1,339)</u>	<u>15,678</u>	<u>(11,218)</u>
<i>Fund balances, beginning of year</i>	<u>298,671</u>	<u>1,589</u>	<u>129,431</u>	<u>429,691</u>
<i>Fund balances, end of year</i>	<u>\$ 273,114</u>	<u>250</u>	<u>145,109</u>	<u>418,473</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	Transportation 13000	Instructional Materials 14000	Food Service 21000	Athletics 22000	Title I IASA 24101	Entitlement IDEA-B 24106
ASSETS						
<i>Current Assets</i>						
Cash and cash equivalents	\$ 497	73,035	79,353	8,389	-	-
Accounts receivable						
Taxes	-	-	-	-	-	-
Due from other governments	-	-	-	-	412,922	351,066
Interfund receivables	-	-	14,073	-	-	-
Other receivables	-	-	-	-	-	-
Inventory	-	-	6,914	-	-	-
<i>Total assets</i>	<u>\$ 497</u>	<u>73,035</u>	<u>100,340</u>	<u>8,389</u>	<u>412,922</u>	<u>351,066</u>
LIABILITIES AND FUND BALANCES						
<i>Current Liabilities</i>						
Accounts payable	\$ 25	-	27,331	-	-	-
Accrued payroll liabilities	1,153	-	2,869	-	447	11,555
Interfund payables	-	-	-	-	412,475	339,511
<i>Total liabilities</i>	<u>1,178</u>	<u>-</u>	<u>30,200</u>	<u>-</u>	<u>412,922</u>	<u>351,066</u>
DEFERRED INFLOWS						
Property taxes			-	-		
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	-
Restricted	-	73,035	70,140	8,389	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	(681)	-	-	-	-	-
<i>Total fund balance</i>	<u>(681)</u>	<u>73,035</u>	<u>70,140</u>	<u>8,389</u>	<u>-</u>	<u>-</u>
<i>Total liabilities, deferred inflows, and fund balance</i>	<u>\$ 497</u>	<u>73,035</u>	<u>100,340</u>	<u>8,389</u>	<u>412,922</u>	<u>351,066</u>

See Notes to Financial Statements.

Competitive IDEA-B 24108	Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	21st Century Community Learning Centers 24119	IDEA-B "Risk Pool" 24120	IDEA B Results Plan 24132
-	-	-	-	-	-
-	-	-	-	-	-
8,075	2,748	2,798	145,352	95	79,979
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>8,075</u>	<u>2,748</u>	<u>2,798</u>	<u>145,352</u>	<u>95</u>	<u>79,979</u>
-	-	-	45,038	-	-
-	-	-	-	-	-
8,075	2,748	2,911	100,314	95	79,980
<u>8,075</u>	<u>2,748</u>	<u>2,911</u>	<u>145,352</u>	<u>95</u>	<u>79,980</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(113)	-	-	(1)
-	-	(113)	-	-	(1)
<u>8,075</u>	<u>2,748</u>	<u>2,798</u>	<u>145,352</u>	<u>95</u>	<u>79,979</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	ELL Title III Incentive 24143	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
ASSETS						
<i>Current Assets</i>						
Cash and cash equivalents	\$ -	-	-	-	-	-
Accounts receivable						
Taxes	-	-	-	-	-	-
Due from other governments	-	-	9,682	67,168	-	28,225
Interfund receivables	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>-</u>	<u>9,682</u>	<u>67,168</u>	<u>-</u>	<u>28,225</u>
LIABILITIES AND FUND BALANCES						
<i>Current Liabilities</i>						
Accounts payable	\$ -	-	-	-	-	-
Accrued payroll liabilities	-	-	1,047	-	-	-
Interfund payables	-	-	8,640	67,168	-	28,225
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>9,687</u>	<u>67,168</u>	<u>-</u>	<u>28,225</u>
DEFERRED INFLOWS						
Property taxes						
<i>Total deferred inflows</i>	-	-	-	-	-	-
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	(5)	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>(5)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities, deferred inflows, and fund balance</i>	<u>\$ -</u>	<u>-</u>	<u>9,682</u>	<u>67,168</u>	<u>-</u>	<u>28,225</u>

See Notes to Financial Statements.

Title I School Improvement 24162	Reading First 24167	Title XIX Medicaid 3/21 Years 25153	Child & Adult Food Program 25171	LANL Foundation 26113	Dual Credit Instructional Materials 27103
7,733	-	63,944	56,793	913	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,733</u>	<u>-</u>	<u>63,944</u>	<u>56,793</u>	<u>913</u>	<u>-</u>
-	-	-	15,700	-	-
-	-	-	689	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>16,389</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
7,733	-	63,944	40,404	913	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,733</u>	<u>-</u>	<u>63,944</u>	<u>40,404</u>	<u>913</u>	<u>-</u>
<u>7,733</u>	<u>-</u>	<u>63,944</u>	<u>56,793</u>	<u>913</u>	<u>-</u>

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	2012 Library Go Bonds 27107	NM Reads to Lead 27114	Project Lead 27122	Incentives for School Improvements 27138	Beg Teacher Mentoring Program 27154
ASSETS					
<i>Current Assets</i>					
Cash and cash equivalents	\$ -	-	-	2,936	1,602
Accounts receivable					
Taxes	-	-	-	-	-
Due from other governments	26,106	30,249	-	-	-
Interfund receivables	-	-	-	-	-
Other receivables	-	-	-	-	-
Inventory	-	-	-	-	-
<i>Total assets</i>	<u>\$ 26,106</u>	<u>30,249</u>	<u>-</u>	<u>2,936</u>	<u>1,602</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities</i>					
Accounts payable	\$ -	-	-	-	-
Accrued payroll liabilities	-	-	-	-	-
Interfund payables	26,106	30,249	-	-	-
<i>Total liabilities</i>	<u>26,106</u>	<u>30,249</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS					
Property taxes	-	-	-	-	-
<i>Total deferred inflows</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	2,936	1,602
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,936</u>	<u>1,602</u>
<i>Total liabilities, deferred inflows, and fund balances</i>	<u>\$ 26,106</u>	<u>30,249</u>	<u>-</u>	<u>2,936</u>	<u>1,602</u>

See Notes to Financial Statements.

Breakfast For Elementary Students 27155	K-3 Plus State Grant 27166	School Bus 27178	NM Grown Fresh Fruit 27183	Total
4,818	-	-	-	300,013
-	-	-	-	-
-	-	83,987	-	1,248,452
-	-	-	-	14,073
-	-	-	-	-
-	-	-	-	6,914
<u>4,818</u>	<u>-</u>	<u>83,987</u>	<u>-</u>	<u>1,569,452</u>
-	-	-	-	88,094
-	-	-	-	17,760
-	-	83,987	-	1,190,484
<u>-</u>	<u>-</u>	<u>83,987</u>	<u>-</u>	<u>1,296,338</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
4,818	-	-	-	273,914
-	-	-	-	-
-	-	-	-	-
-	-	-	-	(800)
<u>4,818</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>273,114</u>
<u>4,818</u>	<u>-</u>	<u>83,987</u>	<u>-</u>	<u>1,569,452</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, 2016

	Transportation 13000	Instructional Materials 14000	Food Service 21000	Athletics 22000	Title I IASA 24101	Entitlement IDEA-B 24106
<i>Revenues</i>						
Charges for service	\$ -	-	8,461	52,248	-	-
Property taxes	-	-	-	-	-	-
State grants	727,979	116,522	-	-	-	-
Federal grants	-	-	715,388	-	776,649	419,578
Miscellaneous	286	547	-	940	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>728,265</u>	<u>117,069</u>	<u>723,849</u>	<u>53,188</u>	<u>776,649</u>	<u>419,578</u>
<i>Expenditures</i>						
<i>Current</i>						
Instruction	-	133,313	-	57,493	616,063	206,619
Support Services						
Students	-	-	-	-	-	181,710
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	46,450	24,436
School Administration	-	-	-	-	114,136	6,813
Central Services	-	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-	-
Student Transportation	702,240	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Food Services Operations	-	-	715,392	-	-	-
Community Service	-	-	-	-	-	-
Capital outlay	24,427	-	-	-	-	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total expenditures</i>	<u>726,667</u>	<u>133,313</u>	<u>715,392</u>	<u>57,493</u>	<u>776,649</u>	<u>419,578</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,598</u>	<u>(16,244)</u>	<u>8,457</u>	<u>(4,305)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>						
Operating transfers						
Proceeds from bond issue	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>1,598</u>	<u>(16,244)</u>	<u>8,457</u>	<u>(4,305)</u>	<u>-</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>(2,279)</u>	<u>89,279</u>	<u>61,683</u>	<u>12,694</u>	<u>-</u>	<u>-</u>
<i>Fund balances, (deficits) end of year</i>	<u>\$ (681)</u>	<u>73,035</u>	<u>70,140</u>	<u>8,389</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

	Competitive IDEA-B 24108	Preschool IDEA-B 24109	Fresh Fruit & Vegetable 24118	21st Century Community Learning Centers 24119	IDEA-B "Risk Pool" 24120	IDEA B Results Plan 24132	IDEA-B Non Title I 24138
\$	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	8,075	5,099	43,049	281,627	95	79,979	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<u>8,075</u>	<u>5,099</u>	<u>43,049</u>	<u>281,627</u>	<u>95</u>	<u>79,979</u>	<u>-</u>
	6,263	4,794	-	185,948	-	79,648	-
	1,812	-	-	-	95	-	-
	-	-	-	-	-	-	-
	-	305	-	14,181	-	-	-
	-	-	-	36,667	-	332	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	43,049	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<u>8,075</u>	<u>5,099</u>	<u>43,049</u>	<u>236,796</u>	<u>95</u>	<u>79,980</u>	<u>-</u>
	-	-	-	44,831	-	(1)	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	44,831	-	(1)	-
	-	-	(113)	(44,831)	-	-	-
\$	<u>-</u>	<u>-</u>	<u>(113)</u>	<u>-</u>	<u>-</u>	<u>(1)</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, 2016

	ELL Title III Incentive 24143	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
<i>Revenues</i>						
Charges for service	\$ -	-	-	-	-	-
Property taxes	-	-	-	-	-	-
State grants	-	-	-	-	-	-
Federal grants	-	-	11,022	132,370	-	28,225
Miscellaneous	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>11,022</u>	<u>132,370</u>	<u>-</u>	<u>28,225</u>
<i>Expenditures</i>						
<i>Current</i>						
Instruction	-	-	10,240	117,129	-	26,535
Support Services						
Students	-	-	-	-	-	-
Instruction	-	-	-	-	-	-
General Administration	-	-	195	7,932	-	1,690
School Administration	-	-	592	7,396	-	-
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>11,027</u>	<u>132,457</u>	<u>-</u>	<u>28,225</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5)</u>	<u>(87)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>						
Operating transfers	-	-	-	-	-	-
Proceeds from bond issue						
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	-	-	(5)	(87)	-	-
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>87</u>	<u>-</u>	<u>-</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>-</u>	<u>(5)</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements.

	Title I School Improvement 24162	Reading First 24183	Title XIX Medicaid 3/21 Years 25153	Child & Adult Food Program 25171	LANL Foundation 26113	Dual Credit Instructional Materials 27103
\$	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	2,488
	-	-	110,882	95,850	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	110,882	95,850	-	2,488
	-	-	43,209	-	-	2,488
	-	-	116,839	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	7	-	-	-
	-	-	-	-	-	-
	-	-	282	-	-	-
	-	-	-	-	-	-
	-	-	-	106,196	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	160,337	106,196	-	2,488
	-	-	(49,455)	(10,346)	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	(49,455)	(10,346)	-	-
	7,733	-	113,399	50,750	913	-
\$	7,733	-	63,944	40,404	913	-

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, 2016

	2012 Library Go Bonds 27106	2012 GO Bonds Library Fund 27107	NM Reads to Lead 27114	Project Lead 27122	Incentives for School Improvements 27138
<i>Revenues</i>					
Charges for service	\$ -	-	-	-	-
Property taxes	-	-	-	-	-
State grants	-	26,106	96,535	-	-
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	-	26,106	96,535	-	-
<i>Expenditures</i>					
<i>Current</i>					
Instruction	-	-	96,535	-	-
Support Services					
Students	-	-	-	-	-
Instruction	-	26,106	-	-	-
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>	-	26,106	96,535	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-	-
<i>Other financing sources (uses)</i>					
Operating transfers					
Proceeds from bond issue	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-	-
<i>Net change in fund balances</i>	-	-	-	-	-
<i>Fund balances, beginning of year</i>	-	-	-	-	2,936
<i>Fund balances, end of year</i>	\$ -	-	-	-	2,936

See Notes to Financial Statements.

Beg Teacher Mentoring Program 27154	Breakfast For Elementary Students 27155	K-3 Plus State Grant 27166	School Bus 27178	NM Grown Fresh Fruit 27183	Total
-	-	-	-	-	60,709
-	-	-	-	-	-
-	20,116	193,925	83,987	1,750	1,269,408
-	-	-	-	-	2,707,888
-	-	-	-	-	1,773
-	-	-	-	-	-
-	20,116	193,925	83,987	1,750	4,039,778
-	-	178,720	-	-	1,764,997
-	-	-	-	-	-
-	-	-	-	-	300,456
-	-	-	-	-	26,106
-	-	-	-	-	95,189
-	-	15,205	-	-	181,148
-	-	-	-	-	-
-	-	-	-	-	282
-	-	-	-	-	702,240
-	-	-	-	-	-
-	20,116	-	-	1,750	886,503
-	-	-	-	-	-
-	-	-	83,987	-	108,414
-	-	-	-	-	-
-	-	-	-	-	-
-	20,116	193,925	83,987	1,750	4,065,335
-	-	-	-	-	(25,557)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(25,557)
1,602	4,818	-	-	-	298,671
1,602	4,818	-	-	-	273,114

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	713,363	727,978	727,979	1
Federal grants	-	-	-	-
Miscellaneous	-	-	286	286
Interest	-	-	-	-
<i>Total revenues</i>	<u>713,363</u>	<u>727,978</u>	<u>728,265</u>	<u>287</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	713,363	727,978	727,766	212
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>713,363</u>	<u>727,978</u>	<u>727,766</u>	<u>212</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	499	75
<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>	-	-	499	75
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals			(1,099)	
Net change in fund balance (GAAP Basis)			<u>\$ 1,598</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 BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	93,112	93,112	116,522	23,410
Federal grants	-	-	-	-
Miscellaneous	-	-	547	547
Interest	-	-	-	-
<i>Total revenues</i>	<u>93,112</u>	<u>93,112</u>	<u>117,069</u>	<u>23,957</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	93,112	182,391	133,313	49,078
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>93,112</u>	<u>182,391</u>	<u>133,313</u>	<u>49,078</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(89,279)</u>	<u>(16,244)</u>	<u>(25,121)</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>(89,279)</u>	<u>(16,244)</u>	<u>(25,121)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ (16,244)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
FOOD SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ 33,800	6,191	8,461	2,270
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	651,200	651,200	671,740	20,540
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>685,000</u>	<u>657,391</u>	<u>680,201</u>	<u>22,810</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	707,809	680,200	638,099	42,101
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>707,809</u>	<u>680,200</u>	<u>638,099</u>	<u>42,101</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(22,809)</u>	<u>(22,809)</u>	<u>42,102</u>	<u>(19,291)</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>(22,809)</u>	<u>(22,809)</u>	<u>42,102</u>	<u>(19,291)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			43,648	
Expenditure accruals			(77,293)	
Net change in fund balance (GAAP Basis)			<u>\$ 8,457</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
ATHLETICS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ 55,000	55,000	52,248	(2,752)
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	940	940
Interest	-	-	-	-
<i>Total revenues</i>	<u>55,000</u>	<u>55,000</u>	<u>53,188</u>	<u>(1,812)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	66,008	66,008	60,861	5,147
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>66,008</u>	<u>66,008</u>	<u>60,861</u>	<u>5,147</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(11,008)</u>	<u>(11,008)</u>	<u>(7,673)</u>	<u>(6,959)</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>(11,008)</u>	<u>(11,008)</u>	<u>(7,673)</u>	<u>(6,959)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals			(3,368)	
Net change in fund balance (GAAP Basis)			<u>\$ (4,305)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE 1 IASA FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	728,810	953,410	667,773	(285,637)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>728,810</u>	<u>953,410</u>	<u>667,773</u>	<u>(285,637)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	498,396	603,734	615,616	(11,882)
<i>Support Services</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	42,747	56,909	46,450	10,459
School Administration	187,667	292,767	114,136	178,631
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>728,810</u>	<u>953,410</u>	<u>776,202</u>	<u>177,208</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(108,429)</u>	<u>(462,845)</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>(108,429)</u>	<u>(462,845)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			108,876	
Expenditure accruals			447	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA-B ENTITLEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	366,290	447,703	218,848	(228,855)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>366,290</u>	<u>447,703</u>	<u>218,848</u>	<u>(228,855)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	219,669	245,210	206,618	38,592
Support Services				
Students	124,288	166,988	187,709	(20,721)
Instruction	-	-	-	-
General Administration	22,333	27,208	24,436	2,772
School Administration	-	8,177	6,815	1,362
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	120	-	120
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>366,290</u>	<u>447,703</u>	<u>425,578</u>	<u>22,125</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(206,730)</u>	<u>(206,730)</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>(206,730)</u>	<u>(206,730)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			200,730	
Expenditure accruals			6,000	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NEW MEXICO AUTISM PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	8,170	7,676	(494)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,170</u>	<u>7,676</u>	<u>(494)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	6,920	6,263	657
Support Services				
Students	-	500	1,812	(1,312)
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	750	-	750
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>8,170</u>	<u>8,075</u>	<u>95</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(399)</u>	<u>(589)</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>(399)</u>	<u>(589)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			399	
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 PRESCHOOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	7,927	7,927	9,896	1,969
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,927</u>	<u>7,927</u>	<u>9,896</u>	<u>1,969</u>
<i>Expenditures</i>				
Current				
Instruction	7,422	7,422	4,794	2,628
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	505	505	305	200
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>7,927</u>	<u>7,927</u>	<u>5,099</u>	<u>2,828</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	(859)
<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>	-	-	4,797	(859)
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(4,797)	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
FRESH FRUIT AND VEGETABLE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	43,052	52,694	9,642
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>43,052</u>	<u>52,694</u>	<u>9,642</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	-	43,052	43,049	3
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>43,052</u>	<u>43,049</u>	<u>3</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,645</u>	<u>9,639</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>9,645</u>	<u>9,639</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(9,645)	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
21ST CENTURY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	418,775	342,235	(76,540)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	418,775	342,235	(76,540)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	172,358	185,948	(13,590)
<i>Support Services</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	25,078	14,181	10,897
School Administration	-	44,302	36,667	7,635
Central Services	-	2,000	-	2,000
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	175,037	-	175,037
Capital outlay	-	-	-	-
Debt service	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	418,775	236,796	181,979
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	105,439	(258,519)
<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>	-	-	105,439	(258,519)
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(60,608)	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			\$ 44,831	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA-B RISK POOL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	-	363	114,880	114,517
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>363</u>	<u>114,880</u>	<u>114,517</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	363	96	267
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>363</u>	<u>96</u>	<u>267</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>114,784</u>	<u>114,250</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>114,784</u>	<u>114,250</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(114,785)	
Expenditure accruals			(1)	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA-B RESULTS PLAN FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	80,000	80,000	-	(80,000)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>80,000</u>	<u>80,000</u>	<u>-</u>	<u>(80,000)</u>
<i>Expenditures</i>				
Current				
Instruction	80,000	80,000	80,000	-
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>80,000</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(80,000)</u>	<u>(80,000)</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>(80,000)</u>	<u>(80,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			79,999	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ (1)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
IDEA-B RESULTS PLAN NON-TITLE I SCHOOLS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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>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
TITLE III ENGLISH LANGUAGE ACQUISITION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	13,900	15,620	4,515	(11,105)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>13,900</u>	<u>15,620</u>	<u>4,515</u>	<u>(11,105)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	9,109	10,829	9,193	1,636
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	223	223	195	28
School Administration	4,568	4,568	593	3,975
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>13,900</u>	<u>15,620</u>	<u>9,981</u>	<u>5,639</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,466)</u>	<u>(16,744)</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>(5,466)</u>	<u>(16,744)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			6,507	
Expenditure accruals			(1,046)	
Net change in fund balance (GAAP Basis)			<u>\$ (5)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
TITLE IIA TEACHER/PRINCIPAL TRAINING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	103,235	143,241	104,001	(39,240)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>103,235</u>	<u>143,241</u>	<u>104,001</u>	<u>(39,240)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	94,553	132,163	117,129	15,034
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	6,182	8,578	7,932	646
School Administration	2,500	2,500	7,396	(4,896)
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>103,235</u>	<u>143,241</u>	<u>132,457</u>	<u>10,784</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(28,456)</u>	<u>(50,024)</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>(28,456)</u>	<u>(50,024)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			28,369	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ (87)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
RURAL AND LOW INCOME SCHOOLS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	28,235	28,395	15,066	(13,329)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>28,235</u>	<u>28,395</u>	<u>15,066</u>	<u>(13,329)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	22,495	26,695	26,535	160
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,700	1,700	1,690	10
School Administration	4,200	-	-	-
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>28,395</u>	<u>28,395</u>	<u>28,225</u>	<u>170</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(160)</u>	<u>-</u>	<u>(13,159)</u>	<u>(13,499)</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>(160)</u>	<u>-</u>	<u>(13,159)</u>	<u>(13,499)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			13,159	
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 FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	12,188	-	(12,188)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	12,188	-	(12,188)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	11,458	-	11,458
<i>Support Services</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	730	-	730
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>	-	12,188	-	12,188
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	(24,376)
<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>	-	-	-	(24,376)
<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
USDA 2010 EQUIPMENT GRANT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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>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
TITLE XIX MEDICAID 3/21 YEARS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	-	-	-
Federal grants	149,000	99,000	110,882	11,882
Miscellaneous	1,000	1,000	-	(1,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>150,000</u>	<u>100,000</u>	<u>110,882</u>	<u>10,882</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	44,303	43,209	1,094
Support Services				
Students	150,000	125,697	116,846	8,851
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	282	(282)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>150,000</u>	<u>170,000</u>	<u>160,337</u>	<u>9,663</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(70,000)</u>	<u>(49,455)</u>	<u>1,219</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>(70,000)</u>	<u>(49,455)</u>	<u>1,219</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ (49,455)</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CHILD & ADULT FOOD PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	68,929	-	(68,929)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	68,929	-	(68,929)
<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	-	111,404	105,481	5,923
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	111,404	105,481	5,923
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(42,475)	(105,481)	(74,852)
<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>	-	(42,475)	(105,481)	(74,852)
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			95,850	
Expenditure accruals			715	
Net change in fund balance (GAAP Basis)			\$ (10,346)	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
LANL FOUNDATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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>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
DUAL CREDIT INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	2,927	2,488	(439)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,927	2,488	(439)
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	2,927	2,488	439
<i>Support Services</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt service</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	2,927	2,488	439
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	(878)
<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>	-	-	-	(878)
<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
2012 GO BONDS LIBRARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	54,745	54,745	26,106	(28,639)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>54,745</u>	<u>54,745</u>	<u>26,106</u>	<u>(28,639)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	54,745	54,745	26,106	28,639
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>54,745</u>	<u>54,745</u>	<u>26,106</u>	<u>28,639</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(57,278)</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>-</u>	<u>(57,278)</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
NM READS TO LEAD K-3 FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	97,500	97,500	94,219	(3,281)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>97,500</u>	<u>97,500</u>	<u>94,219</u>	<u>(3,281)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	96,535	96,535	96,535	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	965	965	-	965
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>97,500</u>	<u>97,500</u>	<u>96,535</u>	<u>965</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,316)</u>	<u>(4,246)</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>(2,316)</u>	<u>(4,246)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			2,316	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
INCENTIVES FOR SCHOOL IMPROVEMENT ACT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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>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
BEGINNING TEACHER MENTORING PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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>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 FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	20,116	27,771	7,655
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,116</u>	<u>27,771</u>	<u>7,655</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	-	20,116	20,116	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>20,116</u>	<u>20,116</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,655</u>	<u>7,655</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>7,655</u>	<u>7,655</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(7,655)	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
KINDERGARTEN 3 PLUS PROGRAM FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	243,217	193,925	200,606	6,681
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>243,217</u>	<u>193,925</u>	<u>200,606</u>	<u>6,681</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	228,652	178,720	178,720	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	14,565	-	-	-
School Administration	-	15,205	15,205	-
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>243,217</u>	<u>193,925</u>	<u>193,925</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,681</u>	<u>6,681</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>6,681</u>	<u>6,681</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(6,681)	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
2013 SCHOOL BUS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	83,987	-	(83,987)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>83,987</u>	<u>-</u>	<u>(83,987)</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	-	83,987	83,987	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>83,987</u>	<u>83,987</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(83,987)</u>	<u>(83,987)</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>(83,987)</u>	<u>(83,987)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			83,987	
Expenditure accruals				
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
NEW MEXICO GROW FRESH FRUIT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	-	1,781	3,949	2,168
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,781</u>	<u>3,949</u>	<u>2,168</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	-	1,781	1,750	31
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,781</u>	<u>1,750</u>	<u>31</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,199</u>	<u>2,137</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>2,199</u>	<u>2,137</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			(2,199)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

CAPITAL PROJECTS FUNDS

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF CAPITAL PROJECTS FUNDS
JUNE 30, 2016**

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:

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, 2016

	Educational Technology Equipment Act 31400	Educational Tech Equip Act 31900	Total
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	250	250
Accounts receivable			-
Taxes	-	-	-
Due from other governments	76,570	-	76,570
Other receivables	-	-	-
Interfund receivables	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 76,570</u>	<u>250</u>	<u>76,820</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts payable	\$ -	-	-
Accrued payroll liabilities	-	-	-
Interfund payables	76,570	-	76,570
<i>Total liabilities</i>	76,570	-	76,570
DEFERRED INFLOWS			
Property taxes			-
<i>Total deferred inflows</i>	-	-	-
<i>Fund balances</i>			
Nonspendable	-	-	-
Restricted	-	250	250
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	<u>\$ -</u>	<u>250</u>	<u>250</u>
<i>Total liabilities, deferred inflows, and fund balances</i>	<u>76,570</u>	<u>250</u>	<u>76,820</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, 2016**

	Educational Technology Equipment Act 31400	Educational Tech Equip Act 31900	Total
<i>Revenues</i>			
Charges for service	\$ -	-	-
Property taxes	-	-	-
State grants	76,570	-	76,570
Federal grants	-	-	-
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>76,570</u>	<u>-</u>	<u>76,570</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	-	-	-
Support Services			-
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	1,339	1,339
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	76,570	-	76,570
Debt service			-
Principal	-	-	-
Interest	-	-	-
<i>Total expenditures</i>	<u>76,570</u>	<u>1,339</u>	<u>77,909</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,339)</u>	<u>(1,339)</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
Proceeds from bond issue	-	-	-
<i>Total other financing sources (uses)</i>			
<i>Net change in fund balances</i>	-	(1,339)	(1,339)
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>1,589</u>	<u>1,589</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>250</u>	<u>250</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CAPITAL IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	524,026	524,026
Property taxes	521,546	521,546	43,837	(477,709)
State grants	-	44,013	-	(44,013)
Federal grants	-	-	-	-
Miscellaneous	-	-	18,707	18,707
Interest	-	-	-	-
<i>Total revenues</i>	<u>521,546</u>	<u>565,559</u>	<u>586,570</u>	<u>21,011</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	5,215	5,215	5,240	(25)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	14,757,415	1,519,758	532,575	987,183
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>14,762,630</u>	<u>1,524,973</u>	<u>537,815</u>	<u>987,158</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(14,241,084)</u>	<u>(959,414)</u>	<u>48,755</u>	<u>(966,147)</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>(14,241,084)</u>	<u>(959,414)</u>	<u>48,755</u>	<u>(966,147)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			270	
Expenditure accruals			90,978	
Net change in fund balance (GAAP Basis)			<u>\$ 140,003</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
STATE CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	-	-
State grants	188,000	233,350	-	(233,350)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>188,000</u>	<u>233,350</u>	<u>-</u>	<u>(233,350)</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	188,000	233,350	76,570	156,780
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>188,000</u>	<u>233,350</u>	<u>76,570</u>	<u>156,780</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(76,570)</u>	<u>(390,130)</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>(76,570)</u>	<u>(390,130)</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>(76,570)</u>	<u>(390,130)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			-	
Expenditure accruals			76,570	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EDUCATIONAL TECHNOLOGY EQUIPMENT ACT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2016

	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	1,339	1,339	1,339	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,339</u>	<u>1,339</u>	<u>1,339</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,339)</u>	<u>(1,339)</u>	<u>(1,339)</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>(1,339)</u>	<u>(1,339)</u>	<u>(1,339)</u>	<u>-</u>
<i>Fund balances, beginning of year</i>			<u>34,807</u>	<u>34,807</u>
<i>Fund balances, end of year</i>	\$ <u>(1,339)</u>	\$ <u>(1,339)</u>	<u>33,468</u>	<u>34,807</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals				
Expenditure accruals				
Net change in fund balance (GAAP Basis)			\$ <u>(1,339)</u>	

See Notes to Financial Statements.

DEBT SERVICE FUNDS

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
DESCRIPTION OF DEBT SERVICE FUNDS
JUNE 30, 2016**

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 District Assessor and collected and remitted to the District by the District Treasurer.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2016**

	Educational Technology Debt Service 43000	Total
	<u>43000</u>	<u>Total</u>
ASSETS		
<i>Current Assets</i>		
Cash and temporary investments	\$ 144,136	144,136
Accounts receivable		
Taxes	1,268	1,268
Due from other governments	-	-
Interfund receivables	-	-
Inventory	-	-
	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 145,404</u>	<u>145,404</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts payable	\$ -	-
Interfund payables	-	-
Deferred revenue - other	-	-
	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS		
Property taxes	295	295
	<u>295</u>	<u>295</u>
<i>Total deferred inflows</i>	<u>295</u>	<u>295</u>
<i>Fund balances</i>		
Nonspendable	-	-
Restricted	145,109	145,109
Committed	-	-
Assigned	-	-
Unassigned	-	-
	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>145,109</u>	<u>145,109</u>
	<u>-</u>	<u>-</u>
<i>Total liabilities, deferred inflows, and fund balances</i>	<u>\$ 145,404</u>	<u>145,404</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, 2016**

	Educational Technology Debt Service 43000	Total
<i>Revenues</i>		
Property taxes	\$ 15,835	15,835
State grants	-	-
Federal grants	-	-
Charges for service	-	-
Miscellaneous	-	-
Interest	-	-
	<hr/>	<hr/>
<i>Total revenues</i>	15,835	15,835
	<hr/>	<hr/>
<i>Expenditures</i>		
Current		
Instruction	-	-
Support Services		
Students	-	-
Instruction	-	-
General Administration	157	157
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Community Service	-	-
Capital outlay	-	-
Debt service		
Principal	-	-
Interest	-	-
	<hr/>	<hr/>
<i>Total expenditures</i>	157	157
	<hr/>	<hr/>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	15,678	15,678
	<hr/>	<hr/>
<i>Other financing sources (uses)</i>		
Operating transfers		
Proceeds from bond issue	-	-
	<hr/>	<hr/>
<i>Total other financing sources (uses)</i>	-	-
	<hr/>	<hr/>
<i>Net change in fund balances</i>	15,678	15,678
	<hr/>	<hr/>
<i>Fund balances, beginning of year</i>	129,431	129,431
	<hr/>	<hr/>
<i>Fund balances, end of year</i>	\$ 145,109	145,109
	<hr/> <hr/>	<hr/> <hr/>

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, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	1,687,156	1,687,156	2,626,563	939,407
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,687,156</u>	<u>1,687,156</u>	<u>2,626,563</u>	<u>939,407</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	18,000	25,000	26,266	(1,266)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	3,374,461	3,374,461	1,340,000	2,034,461
Interest	347,156	340,156	323,579	16,577
<i>Total expenditures</i>	<u>3,739,617</u>	<u>3,739,617</u>	<u>1,689,845</u>	<u>2,049,772</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,052,461)</u>	<u>(2,052,461)</u>	<u>936,718</u>	<u>(1,110,365)</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>(2,052,461)</u>	<u>(2,052,461)</u>	<u>936,718</u>	<u>(1,110,365)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			453	
Expenditure accruals			(887)	
Net change in fund balance (GAAP Basis)			<u>\$ 936,284</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EDUCATIONAL 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, 2016

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Charges for services	\$ -	-	-	-
Property taxes	-	-	15,419	15,419
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>15,419</u>	<u>15,419</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,000	1,000	154	846
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>1,000</u>	<u>1,000</u>	<u>154</u>	<u>846</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,000)</u>	<u>(1,000)</u>	<u>15,265</u>	<u>14,573</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>(1,000)</u>	<u>(1,000)</u>	<u>15,265</u>	<u>14,573</u>
<i>Fund balances, beginning of year</i>			<u>162,418</u>	<u>162,418</u>
<i>Fund balances, end of year</i>	\$ <u>(1,000)</u>	\$ <u>(1,000)</u>	<u>177,683</u>	<u>176,991</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			416	
Expenditure accruals			3	
Net change in fund balance (GAAP Basis)			<u>\$ 15,678</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, 2016**

	Balance June 30, 2015	Additions	Deletions	Transfers	Balance June 30, 2016
Robertson High School	\$ 162,190	\$ 255,294	(238,714)		\$ 178,770
Central Office	139,984	38,017	(63,913)		114,088
Legion Park School	4,048	14,587	(18,330)		305
Sierra Vista School	10,594	14,463	(14,079)		10,978
Los Ninos School	14,023	5,427	(7,067)		12,383
Middle School	36,379	37,337	(33,959)		39,757
Paul D. Henry School	10,074	1,932	(3,378)		8,628
Mike Mateo School	3,481	14,239	(7,473)		10,247
Early Childhood Care	3,499	9,260	(6,688)		6,071
Total All Schools	\$ <u>384,272</u>	<u>390,556</u>	<u>(393,601)</u>	<u>-</u>	\$ <u>381,227</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, 2016**

Bank Account Type	Bank Balance	Reconciling Items	Reconciled Balance
Southwest Capital Bank			
General Account - Checking	\$ 7,370,197	\$ (1,553,375)	\$ 5,816,822
Activity Account - Checking	346,599	(38,200)	308,399
RHS Arturo Tenorio Scholarship - Certificate of Deposit	11,885	-	11,885
Total Southwest Capital Bank	<u>7,728,681</u>	<u>(1,591,575)</u>	<u>6,137,106</u>
Wells Fargo Bank, N.A.- Certificate of Deposit	<u>60,943</u>	<u>-</u>	<u>60,943</u>
Total All Banks	<u>\$ 7,789,624</u>	<u>\$ (1,591,575)</u>	<u>\$ 6,198,049</u>
Cash per financial statements			
Governmental Activities Exhibit A-1			\$ 5,816,822
Fiduciary Funds Exhibit D-1			<u>381,227</u>
Cash per financial statements			<u>\$ 6,198,049</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Southwest Capital Bank</u>	<u>Wells Fargo Bank</u>	<u>Total All Banks</u>
Funds on Deposit			
Interest bearing deposits	\$ 7,370,197	\$ -	\$ 7,370,197
Non-interest bearing deposits	346,599	-	346,599
Certificates of deposit	11,885	60,943	72,828
<i>Total on deposit:</i>	<u>7,728,681</u>	<u>60,943</u>	<u>7,789,624</u>
Less: FDIC insurance	<u>250,000</u>	<u>60,943</u>	<u>310,943</u>
Total uninsured public funds:	<u>\$ 7,478,681</u>	<u>\$ -</u>	<u>7,478,681</u>
Pledged Collateral Required:			
50% on deposits			3,739,341
Pledged Collateral at June 30, 2016			<u>4,000,000</u>
Excess (Deficiency):			<u>\$ 260,659</u>

Pledged Collateral

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Maturity</u>	<u>CUSIP Number</u>	<u>Fair Market Value June 30, 2016</u>
Southwest Capital	FHLB-LC3649000101	1/25/2017	3033001219	200,000
Southwest Capital	FHLB-LC3649000101	1/25/2017	2696000767	3,500,000
Southwest Capital	FHLB-LC3649000101	1/25/2017	2696000767	<u>300,000</u>
				<u>\$ 4,000,000</u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
CASH RECONCILIATION
JUNE 30, 2015**

	<u>Operational 11000</u>	<u>Transportation 13000</u>	<u>Instructional Materials 14000</u>	<u>Food Services 21000</u>	<u>Athletics 22000</u>	<u>Federal 24000 -27000</u>
Cash, June 30, 2015	\$ (415,001)	-	89,279	37,247	16,062	(730,336)
Add:						
2015-16 revenues	<u>14,292,100</u>	<u>728,265</u>	<u>117,069</u>	<u>680,200</u>	<u>53,188</u>	<u>2,097,299</u>
Total cash available	13,877,099	728,265	206,348	717,447	69,250	1,366,963
Less:						
2015-16 expenditures	(13,417,272)	(727,767)	(133,313)	(638,093)	(60,861)	(1,228,227)
Transfers to/from other funds	-	-	-	-	-	-
Proceeds from bond issues	-	-	-	-	-	-
Modified accrual adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2016	459,827	498	73,035	79,354	8,389	138,736
Loans to/from other funds	<u>(459,827)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per books	\$ <u><u>-</u></u>	<u><u>498</u></u>	<u><u>73,035</u></u>	<u><u>79,354</u></u>	<u><u>8,389</u></u>	<u><u>138,736</u></u>

	<u>Bond Building Account 31100</u>	<u>Capital Improvement SB9/State 31700</u>	<u>Ed. Tech Equipment 31900</u>	<u>Debt Service Fund 41000</u>	<u>Debt Service Fund 43000</u>	<u>Total</u>
Cash, June 30, 2015	\$ 2,378,596	1,101,615	1,589	2,689,269	128,872	5,297,192
Add:						
2015-16 revenues	<u>78,409</u>	<u>586,570</u>	<u>-</u>	<u>2,626,563</u>	<u>15,419</u>	<u>21,275,082</u>
Total cash available	2,457,005	1,688,185	1,589	5,315,832	144,291	26,572,274
Less:						
2015-16 expenditures	(1,052,665)	(538,863)	(1,339)	(2,956,898)	(154)	(20,755,452)
Transfers to/from other funds	-	-	-	-	-	-
Proceeds from bond issues	-	-	-	-	-	-
Modified accrual adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2016	1,404,340	1,149,322	250	2,358,934	144,137	5,816,822
Loans to/from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>459,827</u>	<u>-</u>	<u>-</u>
Cash per books	\$ <u><u>1,404,340</u></u>	<u><u>1,149,322</u></u>	<u><u>250</u></u>	<u><u>2,818,761</u></u>	<u><u>144,137</u></u>	<u><u>5,816,822</u></u>

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING \$60,000
(EXCLUDING GRT)
FOR THE YEAR ENDED JUNE 30, 2016**

<i>RFB#/RFP#</i>	<i>Type of Procurement</i>	<i>Awarded Vendor</i>	<i>\$ Amount of Awarded Contract</i>	<i>\$ Amount of Amended Contract</i>	<i>Name and Physical Address per the procurement documentation, of ALL Vendor(s) that responded</i>	<i>In-State/ Out-of-State Vendor (Y or N) (Based on Statutory Definition)</i>	<i>Was the Vendor in-state and chose Veteran's preference (Y or N) For federal funds answer N/A</i>	<i>Brief Description of the Scope of Work</i>
IFB-FS-2015-1	Competitive	Multiple	n/a		Brown's Dairy , 2040 8th St, Las Vegas, NM 87701	Yes	n/a	Food Services
					Shamrock Foods , 1221 S Renaissance Blvd NE , Albuquerque, NM 87107	Yes	n/a	Food Services
					Sysco Food Services of New Mexico , 601 Comanche NE, Albuquerque , NM 87107	Yes	n/a	Food Services
IFB 12016-7292016	Competitive	Multiple	n/a		Brown's Dairy , 2040 8th St, Las Vegas, NM 87701	Yes	n/a	Food Services
					Shamrock Foods , 1221 S Renaissance Blvd NE , Albuquerque, NM 87107	Yes	n/a	Food Services
					Sysco Food Services of New Mexico , 601 Comanche NE, Albuquerque, NM 87107	Yes	n/a	Food Services
					Ben E. Keith , 3205 Broadway Blvd SE, Albuquerque, NM 87105	Yes	n/a	Food Services

COMPLIANCE SECTION

INDEPENDENT AUDITOR’S 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

To Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Board of Education
Las Vegas Public School District
Las Vegas, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund of Las Vegas City Public School District (the “District”) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements, and the combining and individual funds and related budgetary comparisons of the District, presented as supplemental information, and have issued our report thereon dated October 31, 2016.

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.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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. Given these limitations during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be significant deficiencies as 2009-002, 2009-008, 2011-001, 2012-002, 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 is described in the accompanying schedule of findings and questioned costs as item and 2015-001.

The District's Response 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.



Axiom CPAs and Business Advisors, LLC
Albuquerque, New Mexico
October 31, 2016

FEDERAL FINANCIAL ASSISTANCE

**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To Timothy Keller
New Mexico State Auditor
The Office of Management and Budget
The Board of Education
Las Vegas City Public School District
Las Vegas, New Mexico

Report on Compliance for Each Major Federal Program

We have audited Las Vegas City Public School District’s (the “District”) compliance with the types of compliance requirements described in the OMB 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, 2016. 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 the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and the Uniform Guidance 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 other major federal programs for the year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance.

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 the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses or significant deficiencies. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2016-001, and 2016-002 that we consider to be compliance and other matters.

The District's response to the internal control over compliance 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.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Axiom CPAs and Business Advisors, LLC

Albuquerque, New Mexico

October 31, 2016

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016**

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	\$ 776,649
Entitlement IDEA B*	24106	84.027	419,578
New Mexico Autism Project (NMAP)*	24108	84.027	8,075
Preschool IDEA-B*	24109	84.173	5,099
21st Century Community Living Centers	24119	84.287	281,627
IDEA-B Risk Pool*	24120	84.027	95
IDEA-B Results Driven Acct*	24138	84.027	79,979
English Language Acquisition	24153	84.365A	11,022
Teacher/Principal Training & Recruiting	24154	84.367A	132,370
Rural & Low-Income Schools	24160	84.358B	28,225
Title I School Improvement	24162	84.377	-
<i>Total - Passthrough State of New Mexico Department of Education</i>			<u>1,742,719</u>
Total U.S. Department of Education			<u>1,742,719</u>
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program	21000	10.555	671,740
Fresh Fruits & Vegetables	24118	10.582	43,049
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>714,789</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	43,648
Child & Adult Food Program	25171	10.558	95,850
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>139,498</u>
<i>Direct U.S. Department of Agriculture</i>			
Forest Reserve	11000	10.672	69,532
<i>Subtotal - Direct U.S. Department of Agriculture</i>			<u>69,532</u>
Total U.S. Department of Agriculture			<u>923,819</u>
U.S. Department of the Interior			
Wildlife and Fisheries			6,085
Total U.S. Department of the Interior			<u>6,085</u>
Total Federal Financial Assistance			<u>\$ 2,672,623</u>

*IDEA-B Cluster (IDEA) and Major Federal Financial Assistance Program

** Major Federal Financial Assistance Program

See notes to schedule of expenditures of federal awards.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016**

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 the Uniform Guidance, Audits of States and 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. Subrecipients

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

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2016 was \$43,648 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.

4. Other

The district opted not to use the 10% de minimus rate for charging indirect costs to federal programs.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016**

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? | No |
| 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? | Yes |
| c. Known questioned costs greater than \$25,000 for a compliance requirement for a major program? | No |
| d. Known questioned costs greater than \$25,000 for which is not audited as a major program? | No |
| e. Known or likely fraud? | No |
| f. Significant instances of abuse relating to major programs? | No |
| g. Circumstances causing the auditor's report on compliance for each major program to be modified, unless otherwise reported as audit findings? | No |
| h. Instances where results of audit follow-up procedures disclosed that the summary schedule of prior audit findings prepared by the auditee materially misrepresents the status of any prior audit finding? | 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 the Uniform Guidance? | Yes |

4. Identification of major programs:

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

- | | |
|---|-----------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$750,000 |
| 6. Auditee qualified as low-risk auditee? | No |

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016**

B. FINANCIAL STATEMENT FINDINGS

2009-002 Cash Receipts (Significant Deficiency) Repeated and Modified

CONDITION: During our test work of internal controls over cash receipts we noted that for 3 out of 5 deposits totaling \$10,524 the monies were not deposited within twenty four hours of the date of collection.

Management has not implemented a protocol that has been effective to come into compliance with this requirement.

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 cash to be misappropriated.

CAUSE: Policies over cash deposits were not adhered to by the student activity fund staff.

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 a policy which notes that daily deposits are required by State Statute. We will continue 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.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in 2018-19 with the hopes that we can increase staffing and provide regular training to all staff.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2009-008 Cash Management (Significant Deficiency) - Repeated

CONDITION: The District did not maintain sufficient cash amounts within the General Fund to cover operational and program expenditures. For the year ended June 30, 2016 the General Fund did not maintain enough cash balance to cover program overages of \$(807,227).

Management has made strides to correct this issue but will not be able to rectify this for approximately another year or two since it will require an accumulation of surplus cash.

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 caused by insufficient funds available in the Operating fund to cover reimbursable funds which are spent before they can be reimbursed.

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 continuing to work on ensuring procedures are in place for the proper management of cash and that any uncollectible accounts are identified much earlier in each fiscal year, if applicable. The District continues to meet with the Finance Committee on a monthly basis. This audit will continue to be a finding in subsequent audits until a reserve is established in the Operating Fund.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2019-20.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2011-001 Payroll Documentation (Significant Deficiency) – Repeated and Modified

CONDITION: Out of 40 payroll disbursements/employee files selected for testing:

- 6 disbursements noted that the file was missing the contract to validate pay rate;
- 5 disbursements noted that the personnel file was missing form I-9;
- 5 disbursements noted that the NM Teaching Certificate was missing from the file;
- 11 disbursements noted that background check information was missing from the file.

Management at the district has not yet implemented a process to maintain systematic filing procedures that could potentially eliminate this type of administrative finding.

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: 2 Employees did not have indication that they were eligible to work in the United States. Leave was paid for time off that was not properly authorized which resulted in public monies being disbursed for an improperly executed transaction.

CAUSE: The District financial department did not ensure that the personnel files included all the required documentation.

RECOMMENDATION: We recommend the District comply with NMAC 6.20.2.18 and obtain the required forms prior to processing the employee's payroll. We also recommend that the District tighten its policies with respect to documenting paid leave and personnel file maintenance.

MANAGEMENT RESPONSE: The District is working to ensure payroll and HR files contain the proper documentation as required. We are working with staff to ensure that the contracts are correct, the I-9's are maintained in the employee files as well as teaching certificates and background check information is maintained as well. Note that employees are not paid any salary until a required I-9 is completed. It does appear that some items were misfiled or inadvertently filed elsewhere.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2016-17.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016**

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2012-002 Purchase Orders and Documentation (Significant deficiency) – Repeated and modified

CONDITION: Out of 40 cash disbursements selected for controls testing, 11 disbursements were issued with the invoice predating the purchase order for a total of \$19,224.

Management of the district has not yet implemented a system whereby all staff are compliant with the purchase order system.

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 executed and properly approved purchase order is required per policy and state guidelines.

MANAGEMENT RESPONSE: The District will continue to work with staff to ensure that required purchase orders are put in place prior to ordering goods and services and that all required approvals are obtained prior to the ordering of the items.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2017-18.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016

B. FINANCIAL STATEMENT FINDINGS (CONTINUED)

2013-004 Disaster Recovery Plan (Significant Deficiency) - Repeated

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

Management is aware of the importance of this finding and is working to implement an updated IT system to include disaster recovery considerations.

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 continuing to work on a plan to purchase a service for multiple software systems to be backed up on a regular basis to assure that data is not lost. Discussions continue and have been ongoing with the Superintendent and the IT Director to put this plan in place. In addition, a new employee has been hired to add to our IT staff.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2017-18.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016**

B. FEDERAL AWARD FINDINGS

2016-001 – Internal controls over disbursements of federal funds (Other matter and compliance)

CONDITION: In 2 out of 25 disbursements tested, the invoice was missing the signature indicating the receipt of goods; and in 1 out of 25 disbursements tested, the in invoice was dated prior to the purchase order.

Funding Agency: US Department of Education

Title: Title I - EASA

CFDA #: 84.010

Questioned Costs: None

CRITERIA: Per 2CFR 200.303. A, "The non-Federal entity must establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in "Standards for Internal Control in the Federal Government" issued by the Comptroller General of the United States or the "Internal Control Integrated Framework", issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

EFFECT: The District is out of compliance with 2CFR 200.303 A with respect to internal controls over disbursements of federal funds.

CAUSE: Program staff did not implement sound internal control processes to allow them to be compliant with federal regulations over procurement.

RECOMMENDATION: We recommend that District staff in charge of federal programs monitor their activity and be familiar with best practices over internal controls to prevent future occurrences of this nature.

MANAGEMENT RESPONSE: The District will continue to work with staff to ensure that required purchase orders are put in place prior to ordering goods and services and that all required approvals are obtained prior to the ordering of the items.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2017-18.

STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2016

C. FEDERAL AWARD FINDINGS

2016-002 – Allocation of hours to federal programs (Other matter and compliance)

CONDITION: For the Title I program tested, 4 of 5 employees tested did not have a timesheet on file to substantiate the allocation of hours; For the IDEA B program tested, 1 of 5 employees tested did not have a timesheet on file to substantiate the allocation of hours.

Funding Agency: US Department of Education

Title: Title I – EASA / IDEA B

CFDA #: 84.010 / 84.027

Questioned costs: None

CRITERIA: Per CFR 200.405 Allocable Costs(d) Direct cost allocation principles. If a cost benefits two or more projects or activities in proportions that can be determined without undue effort or cost, the cost must be allocated to the projects based on the proportional benefit. If a cost benefits two or more projects or activities in proportions that cannot be determined because of the interrelationship of the work involved, then, notwithstanding paragraph (c) of this section, the costs may be allocated or transferred to benefitted projects on any reasonable documented basis.

EFFECT: There is the potential that the proper amount of hours billed to the respective programs was not calculated and/or billed properly for reimbursement.

CAUSE: Program staff did not implement sound internal control processes to allow them to be compliant with federal regulations over payroll processing and/or record keeping.

RECOMMENDATION: We recommend that District staff in charge of federal programs monitor their activity and be familiar with best practices over internal controls to prevent future occurrences of this nature.

MANAGEMENT RESPONSE: The District is working on implementing a system to include time sheets which will document time and effort for employees to substantiate the hours worked on federal programs.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2017-18.

STATE OF NEW MEXICO
 LAS VEGAS CITY SCHOOLS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 JUNE 30, 2016

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

2015-001 Exceeded Budgetary Authority – Compliance and Other Matter

CONDITION: The District exceeded budgetary authority at the function level for the following funds:

<u>Fund - Function</u>	<u>Excess over Budget</u>
31700-General Administration	25
41000-General Administration	1,266
24101-Instruction	11,882
24106-Students	16,587
24108-Students	562
24119-Instruction	13,590
24154-School Administration	4,250
25153-Operation & Maint. Of Plant	282

Management is aware of the issue that caused these overages and has identified plans to prevent this from occurring in the future and continues to address the budget overages.

CRITERIA: Section 6-6-6 NMSA 1978 restricts local governmental entities from expending above the approved budget.

EFFECT: The district could be expending funds for unauthorized or unbudgeted purposes and potentially putting the fund balance into a deficit.

CAUSE: Expenditures were charged to functions that did not have amounts budgeted to it/them; certain functions were not monitored closely to identify budget overages.

RECOMMENDATION: We recommend the final review of the budget for the fiscal year be performed so as to accommodate any potential year-end adjustments which might cause the budget to be exceeded, or, other procedures on an ongoing basis to prevent non-compliance.

MANAGEMENT RESPONSE: The District will work on a more regular basis to review budget for the fiscal year to accommodate for potential year-end adjustments. A quarterly, if not monthly review is being recommended and should be able to be implemented during the current fiscal year. One thing to note, however, is the excess over budget is only at the function level and not the fund level.

RESPONSIBLE PARTY / TIMELINE TO CORRECT: The Finance Director; Our estimated timeline to resolve this finding is in FY 2016-17.

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
STATUS OF PRIOR YEAR AUDIT FINDINGS
JUNE 30, 2016**

STATUS OF PRIOR YEAR AUDIT FINDINGS

2009-002 Cash Receipts – Repeated and modified
2009-008 Cash Management – Repeated
2011-001 Payroll Documentation – Repeated and modified
2012-002 Purchase Orders and Documentation – Repeated and modified
2013-004 Disaster Recovery Plan - Repeated
2015-001 Exceeded budgetary authority - Repeated

**STATE OF NEW MEXICO
LAS VEGAS CITY SCHOOLS
EXIT CONFERENCE
JUNE 30, 2016**

The contents of this report were discussed in the exit conference held on October 26, 2016 in a closed executive session with the following in attendance:

Representing Las Vegas City Schools:

Leroy Lujan	Board President
Dennis Romero	Board Vice President
Gale Cunico	Community Member
Kelt Cooper	Superintendent
Karen Armijo	Assistant Business Manager
Mari Hillis	Finance Director

Representing Axiom:

Mark Santiago, CPA	Audit Manager
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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.