



STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2014

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



STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
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STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
Official Roster
June 30, 2014

BOARD OF EDUCATION

Kelby Stephens	President
Julie Herrera	Vice-President
Gail Armstrong	Secretary
Nancy Jaramillo	Member
Randell Major	Member

SCHOOL OFFICIALS

Michael Chambers	Superintendent
Dorothy Zamora	Business Manager

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Magdalena Municipal Schools

Mr. Balderas and Members of the Board

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the budgetary comparisons for the general funds and major special revenue funds of Magdalena Municipal Schools (District), as of and for the year ended June 30, 2014, 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, and the budgetary comparisons for the major debt service 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, 2014, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of 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, 2014, 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 of the District as of June 30, 2014, and the respective changes in financial position and the respective budgetary comparisons for the major debt service and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2014, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

De'Ann Willoughby, CPA PC

Clovis, New Mexico
November 4, 2014

FINANCIAL SECTION

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Government-Wide Statement of Net Position
 June 30, 2014

	Governmental Activities
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 293,414
Taxes Receivable	93,220
Due from Grantor	386,460
Inventory	2,466
Total Current Assets	<u>775,560</u>
Noncurrent Assets	
Capital Assets	18,433,124
Less: Accumulated Depreciation	(7,430,995)
Total Noncurrent Assets	<u>11,002,129</u>
Total Assets	<u>11,777,689</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	28,653
Accrued Salaries and Benefits	40,402
Accrued Interest	7,886
Compensated Absences	160,634
Current Portion Due of Long-Term Debt	110,000
Total Current Liabilities	<u>347,575</u>
Noncurrent Liabilities	
Bonds and Notes, Net	1,483,490
Total Noncurrent Liabilities	<u>1,483,490</u>
Total Liabilities	<u>1,831,065</u>
NET POSITION	
Net Investment in Capital Assets	9,518,639
Restricted for:	
Capital Projects	3,739
Debt Service	96,589
Unrestricted	327,657
Total Net Position	<u>\$ 9,946,624</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Government-Wide Statement of Activities
 For the Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Instruction	\$ 3,589,744	20,087	\$ 988,173	\$ 0	\$ (2,581,484)
Support Services					
Students	569,798	33,338	87,505	0	(448,955)
Instruction	191,475	0	9,319	0	(182,156)
General Administration	290,314	33,064	37,893	0	(219,357)
School Administration	135,634	0	55,259	0	(80,375)
Central Services	141,655	0	0	0	(141,655)
Operation of Plant	821,513	0	0	0	(821,513)
Student Transportation	319,841	0	289,568	0	(30,273)
Other	6,032	0	0	0	(6,032)
Food Services Operations	238,165	14,381	208,805	0	(14,979)
Community Services	71,028	0	70,068	0	(960)
Interest Expense	50,571	0	0	0	(50,571)
Total Governmental Activities	\$ 6,425,770	\$ 100,870	\$ 1,746,590	\$ 0	(4,578,310)
General Revenues					
Taxes					
Property Taxes, Levied for General Purposes					
13,043					
Property Taxes, Levied for Capital Projects					
76,874					
Property Taxes, Levied for Debt Service					
221,309					
Federal and State aid not restricted to specific purpose					
General					
3,922,105					
Capital					
94,040					
Miscellaneous					
64,897					
Subtotal, General Revenues					
4,392,268					
Change in Net Position					
(186,042)					
Net Position - Beginning					
10,264,865					
Restatement					
(132,199)					
Restated Beginning Net Position					
10,132,666					
Net Position - Ending					
\$ 9,946,624					

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2014

	General Fund		
	Operational 11000	Teacherage 12000	Transportation 13000
ASSETS			
Cash and Cash Equivalents	\$ 62,967	\$ 1,746	\$ 0
Receivables			
Property Taxes	4,179	0	0
Due From Grantor	0	0	0
Interfund Balance	381,533	0	0
Inventory	0	0	0
Total Assets	<u>\$ 448,679</u>	<u>\$ 1,746</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 21,803	\$ 0	\$ 2,530
Accrued Salaries and Benefits	24,683		2,480
Interfund Balance	0	0	0
Total Liabilities	<u>46,486</u>	<u>0</u>	<u>5,010</u>
Deferred Inflows of Resources			
Unavailable Revenue	4,053	0	0
Total Deferred Inflows of Resources	<u>4,053</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue Funds	0	0	0
Capital Improvements	0	0	0
Debt Service	0	0	0
Unassigned	398,140	1,746	(5,010)
Total Fund Balances	<u>398,140</u>	<u>1,746</u>	<u>(5,010)</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 448,679</u>	<u>\$ 1,746</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2014

	General Fund		
	Instructional Materials 14000	Tile I 24101	NM Reads to Lead 27144
ASSETS			
Cash and Cash Equivalents	\$ 9,387	\$ 0	\$ 0
Receivables			
Property Taxes	0	0	0
Due From Grantor	0	137,640	79,642
Interfund Balance	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 9,387</u>	<u>\$ 137,640</u>	<u>\$ 79,642</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 60	\$ 215
Accrued Salaries and Benefits		1,482	0
Interfund Balance	0	136,098	79,427
Total Liabilities	<u>0</u>	<u>137,640</u>	<u>79,642</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue Funds	0	0	0
Capital Improvements	0	0	0
Debt Service	0	0	0
Unassigned	9,387	0	0
Total Fund Balances	<u>9,387</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 9,387</u>	<u>\$ 137,640</u>	<u>\$ 79,642</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2014

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 94,272	\$ 125,042	\$ 293,414
Receivables			
Property Taxes	65,659	23,382	93,220
Due From Grantor	0	169,178	386,460
Interfund Balance	0	0	381,533
Inventory	0	2,466	2,466
Total Assets	<u>\$ 159,931</u>	<u>\$ 320,068</u>	<u>\$ 1,157,093</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 4,045	\$ 28,653
Accrued Salaries and Benefits	0	11,757	40,402
Interfund Balance	0	166,008	381,533
Total Liabilities	<u>0</u>	<u>181,810</u>	<u>450,588</u>
Deferred Inflows of Resources			
Unavailable Revenue	63,342	22,577	89,972
Total Deferred Inflows of Resources	<u>63,342</u>	<u>22,577</u>	<u>89,972</u>
Fund Balances			
Nonspendable-Inventory	0	2,466	2,466
Restricted for:			
Special Revenue Funds	0	109,476	109,476
Capital Improvements	0	3,739	3,739
Debt Service	96,589	0	96,589
Unassigned	0	0	404,263
Total Fund Balances	<u>96,589</u>	<u>115,681</u>	<u>616,533</u>
Total Liabilities, Deferred Inflow of Resources and Fund Balances	<u>\$ 159,931</u>	<u>\$ 320,068</u>	<u>\$ 1,157,093</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position
 June 30, 2014

Total Fund Balance - Governmental Funds \$ 616,533

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

Property taxes receivable will be collected after the period of availability, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. 89,972

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.

Capital Assets	\$ 18,433,124	
Accumulated Depreciation	<u>(7,430,995)</u>	11,002,129

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

Bond Payable	(1,525,000)	
Bond Premium	(88,257)	
Accumulated Amortization	19,767	
Accrued Interest	(7,886)	
Compensated Absences	<u>(160,634)</u>	<u>(1,762,010)</u>

Total Net Position - Governmental Activities \$ 9,946,624

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and Changes
in Fund Balance
For the Year Ended June 30, 2014

	General Fund		
	Operational 11000	Teacherage 12000	Transportation 13000
Revenues			
Property Taxes	\$ 8,990	\$ 0	\$ 0
Fees	33,064	0	0
State & Local Grants	3,555,506	0	278,694
Federal Grants	366,599	0	0
Miscellaneous	64,897	0	0
Total Revenues	<u>4,029,056</u>	<u>0</u>	<u>278,694</u>
Expenditures			
Current			
Instruction	2,089,873	0	0
Support Services			
Students	436,307	0	0
Instruction	182,156	0	0
General Administration	247,402	0	0
School Administration	80,923	0	0
Central Services	141,655	0	0
Operation of Plant	726,887	0	0
Student Transportation	0	0	281,349
Other	6,032	0	0
Food Service Operations	0	0	0
Community Services	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>3,911,235</u>	<u>0</u>	<u>281,349</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>117,821</u>	<u>0</u>	<u>(2,655)</u>
Other Financing Sources (Uses)			
Transfers	4,053	0	0
Total Other Financing Sources (Uses)	<u>4,053</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	121,874	0	(2,655)
Fund Balances at Beginning of Year	<u>276,266</u>	<u>1,746</u>	<u>(2,355)</u>
Fund Balance End of Year	<u>\$ 398,140</u>	<u>\$ 1,746</u>	<u>\$ (5,010)</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and Changes
in Fund Balance
For the Year Ended June 30, 2014

	General Fund		
	Instructional Materials 14000	Special Revenue	
		Tile I 24101	NM Reads to Lead 27144
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	21,532	0	141,035
Federal Grants	0	410,611	0
Miscellaneous	0	0	0
Total Revenues	21,532	410,611	141,035
Expenditures			
Current			
Instruction	18,414	363,328	141,035
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	13,327	0
School Administration	0	33,648	0
Central Services	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Other	0	0	0
Food Service Operations	0	0	0
Community Services	0	308	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	18,414	410,611	141,035
Excess (Deficiency) of Revenues Over Expenditures	<u>3,118</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	3,118	0	0
Fund Balances at Beginning of Year	<u>6,269</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 9,387</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and Changes
in Fund Balance
For the Year Ended June 30, 2014

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$ 157,967	\$ 54,297	\$ 221,254
Fees	0	67,806	100,870
State & Local Grants	0	178,952	4,175,719
Federal Grants	0	809,806	1,587,016
Miscellaneous	0	0	64,897
Total Revenues	<u>157,967</u>	<u>1,110,861</u>	<u>6,149,756</u>
Expenditures			
Current			
Instruction	0	511,539	3,124,189
Support Services			
Students	0	131,406	567,713
Instruction	0	9,319	191,475
General Administration	1,591	26,626	288,946
School Administration	0	21,611	136,182
Central Services	0	0	141,655
Operation of Plant	0	70,349	797,236
Student Transportation	0	10,874	292,223
Other	0	0	6,032
Food Service Operations	0	230,964	230,964
Community Services	0	70,720	71,028
Capital Outlay	0	58,985	58,985
Debt Service			
Principal	100,000	0	100,000
Interest	59,651	0	59,651
Total Expenditures	<u>161,242</u>	<u>1,142,393</u>	<u>6,066,279</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3,275)</u>	<u>(31,532)</u>	<u>83,477</u>
Other Financing Sources (Uses)			
Transfers	0	(4,053)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(4,053)</u>	<u>0</u>
Net Change in Fund Balance	(3,275)	(35,585)	83,477
Fund Balances at Beginning of Year	<u>99,864</u>	<u>151,266</u>	<u>533,056</u>
Fund Balance End of Year	<u>\$ 96,589</u>	<u>\$ 115,681</u>	<u>\$ 616,533</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2014

Net Change in Fund Balance \$ 83,477

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

Some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.

Property Taxes Receivable, June 30, 2013	\$ 0	
Property Taxes Receivable, June 30, 2014	<u>89,972</u>	89,972

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.

Depreciation expense	(524,577)	
Capital Outlays	<u>58,985</u>	(465,592)

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

100,000

Bond Premiums are amortized in the Statement of Activities but are recognized as proceeds from bond issue in the governmental funds.

7,880

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The difference in the current amount due and the accrued interest each year is:

Accrued Interest, June 30, 2013	9,086	
Accrued Interest, June 30, 2014	<u>(7,886)</u>	1,200

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

Compensated Absences, June 30, 2013	157,655	
Compensated Absences, June 30, 2014	<u>(160,634)</u>	<u>(2,979)</u>

Changes in Net Position of Governmental Activities		\$ <u><u>(186,042)</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 9,365	\$ 9,365	\$ 9,062	\$ (303)
Fees	29,681	29,681	33,064	3,383
State Grant	3,566,149	3,555,623	3,555,506	(117)
Federal Grant	352,564	400,339	366,599	(33,740)
Miscellaneous	43,000	43,000	68,950	25,950
Total Revenues	<u>4,000,759</u>	<u>4,038,008</u>	<u>4,033,181</u>	<u>(4,827)</u>
Expenditures				
Instruction				
Personnel Services	1,593,713	1,570,064	1,455,247	114,817
Employee Benefits	550,768	556,132	506,306	49,826
Professional & Tech Services	8,023	8,024	6,487	1,537
Purchased Services	24,769	24,769	19,320	5,449
Supplies	84,111	121,370	94,353	27,017
Supply Assets	7,300	7,300	5,674	1,626
Total Instruction	<u>2,268,684</u>	<u>2,287,659</u>	<u>2,087,387</u>	<u>200,272</u>
Support Services				
Students				
Personnel Services	142,756	142,756	135,874	6,882
Employee Benefits	53,177	53,177	50,612	2,565
Professional & Tech Services	248,518	238,057	238,056	1
Purchased Services	883	883	649	234
Supplies	13,884	13,883	10,243	3,640
Total Students	<u>459,218</u>	<u>448,756</u>	<u>435,434</u>	<u>13,322</u>
Instruction				
Personnel Services	118,586	118,586	118,586	0
Employee Benefits	43,259	43,259	43,259	0
Professional & Tech Services	360	360	299	61
Purchased Services	253	253	67	186
Supplies	12,674	13,663	12,514	1,149
Total Instruction	<u>175,132</u>	<u>176,121</u>	<u>174,725</u>	<u>1,396</u>
General Administration				
Personnel Services	146,673	146,673	140,386	6,287
Employee Benefits	49,077	49,077	46,051	3,026
Professional & Tech Services	39,692	39,692	22,833	16,859
Purchased Property Services	2,920	2,920	2,920	
Purchased Services	13,811	13,812	11,308	2,504
Supplies	21,137	30,748	22,200	8,548
Supply Assets	0	0	0	0
Total General Administration	<u>\$ 273,310</u>	<u>\$ 282,922</u>	<u>\$ 245,698</u>	<u>\$ 37,224</u>

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
School Administration				
Personnel Services	\$ 57,043	\$ 57,043	\$ 57,043	\$ 0
Employee Benefits	19,641	19,641	19,641	0
Purchased Services	1,045	1,045	731	314
Supplies	3,014	14,031	11,554	2,477
Supply Assets	380	380	380	0
Total School Administration	<u>81,123</u>	<u>92,140</u>	<u>89,349</u>	<u>2,791</u>
Central Services				
Personnel Services	91,250	91,250	91,250	0
Employee Benefits	22,704	22,704	22,704	0
Professional & Tech Services	3,099	3,099	3,099	0
Purchased Services	1,609	1,608	1,583	25
Supplies	15,841	17,156	17,156	0
Supply Assets	4,447	4,447	4,447	0
Total Central Services	<u>138,950</u>	<u>140,264</u>	<u>140,239</u>	<u>25</u>
Operation of Plant				
Personnel Services	193,115	193,115	192,010	1,105
Employee Benefits	68,468	68,468	67,298	1,170
Professional & Tech Services	175	175	175	0
Purchased Property Services	392,847	385,318	331,715	53,603
Purchased Services	109,477	109,477	109,280	197
Supplies	37,042	37,042	23,753	13,289
Supply Assets	7,108	7,108	6,586	522
Total Operation of Plant	<u>808,232</u>	<u>800,703</u>	<u>730,817</u>	<u>69,886</u>
Other Support Service				
Other Support Services	546	6,578	6,032	546
Total Other Support Service	<u>546</u>	<u>6,578</u>	<u>6,032</u>	<u>546</u>
Total Support Services	<u>1,936,511</u>	<u>1,947,484</u>	<u>1,822,294</u>	<u>125,190</u>
Total Expenditures	<u>4,205,195</u>	<u>4,235,143</u>	<u>3,909,681</u>	<u>325,462</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ (204,436)	\$ (197,135)	\$ 123,500	\$ 320,635

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 GENERAL FUND-OPERATIONAL-11000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Cash Balance Beginning of Year	\$ 321,000	\$ 321,000	\$ 321,000	\$ 0
Cash Balance End of Year	\$ 116,564	\$ 123,865	\$ 444,500	\$ 320,635
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 123,500	
Net Change in Taxes Receivable			3,981	
Net Change in Accounts Payable			(182)	
Net Change in Deferred Revenue			(1,372)	
Net Change in Unavailable Revenue			(4,053)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ 121,874	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GENERAL FUND-TEACHERAGE-12000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services				
Student Transportation				
Supplies	0	0	0	0
Total Student Transportation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>1,746</u>	<u>1,746</u>	<u>1,746</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,746</u>	<u>\$ 1,746</u>	<u>\$ 1,746</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
GENERAL FUND-TRANSPORTATION-13000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 264,498	278,694	\$ 278,694	\$ 0
Total Revenues	<u>264,498</u>	<u>278,694</u>	<u>278,694</u>	<u>0</u>
Expenditures				
Support Services				
Student Transportation				
Personnel Services	104,643	111,480	111,480	0
Employee Benefits	44,566	43,358	43,358	0
Professional & Tech Services	100	150	150	0
Purchased Property Services	5,450	13,003	13,003	0
Purchased Services	50,539	38,783	38,783	0
Supplies	59,200	65,787	65,787	0
Supply Assets	0	6,133	6,133	0
Total Student Transportation	<u>264,498</u>	<u>278,694</u>	<u>278,694</u>	<u>0</u>
Total Support Services	<u>264,498</u>	<u>278,694</u>	<u>278,694</u>	<u>0</u>
Total Expenditures	<u>264,498</u>	<u>278,694</u>	<u>278,694</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Net Change in Accounts Payable			(2,530)	
Net Change in Accrued Salaries & Benefits			(125)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (2,655)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 GENERAL FUND-INSTRUCTIONAL MATERIALS-14000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 19,474	\$ 21,532	\$ 2,058
Total Revenues	<u>0</u>	<u>19,474</u>	<u>21,532</u>	<u>2,058</u>
Expenditures				
Instruction				
Supplies	0	19,474	18,414	1,060
Total Instruction	<u>0</u>	<u>19,474</u>	<u>18,414</u>	<u>1,060</u>
Total Expenditures	<u>0</u>	<u>19,474</u>	<u>18,414</u>	<u>1,060</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	3,118	3,118
Cash Balance Beginning of Year	<u>6,269</u>	<u>6,269</u>	<u>6,269</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 6,269</u>	<u>\$ 6,269</u>	<u>\$ 9,387</u>	<u>\$ 3,118</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures			<u>\$ 3,118</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 3,118</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 448,162	\$ 448,162
Total Revenues	<u>0</u>	<u>0</u>	<u>448,162</u>	<u>448,162</u>
Expenditures				
Instruction				
Personnel Services	0	228,363	226,461	1,902
Employee Benefits	0	110,873	103,767	7,106
Professional & Tech Services	0	1,685	1,685	0
Purchased Services	0	22,682	22,680	2
Supplies	0	8,694	8,674	20
Total Instruction	<u>0</u>	<u>372,297</u>	<u>363,267</u>	<u>9,030</u>
Support Services				
General Administration				
Professional & Tech Services	0	17,106	13,327	3,779
Total General Administration	<u>0</u>	<u>17,106</u>	<u>13,327</u>	<u>3,779</u>
School Administration				
Personnel Services	0	32,849	27,568	5,281
Employee Benefits	0	11,153	9,599	
Professional & Tech Services	0	1,000	409	
Total General Administration	<u>0</u>	<u>45,002</u>	<u>37,576</u>	<u>5,281</u>
Total Support Services	<u>0</u>	<u>62,108</u>	<u>50,903</u>	<u>9,060</u>
Community Services				
Supplies	0	500	308	192
Total Community Services	<u>0</u>	<u>500</u>	<u>308</u>	<u>192</u>
Total Expenditures	<u>0</u>	<u>434,905</u>	<u>414,478</u>	<u>18,282</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(434,905)</u>	<u>33,684</u>	<u>466,444</u>
Other Financing Sources (Uses)				
Transfers	167,874	602,779	(1,908)	(1,908)
Total Other Sources (Uses)	<u>167,874</u>	<u>602,779</u>	<u>(1,908)</u>	<u>(1,908)</u>
Net Change in Fund Balance	167,874	167,874	31,776	464,536
Cash Balance Beginning of Year	<u>(167,874)</u>	<u>(167,874)</u>	<u>(167,874)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (136,098)</u>	<u>\$ 464,536</u>

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 31,776	
Net Change in Due from Grantor			(35,856)	
Net Change in Accounts Payable			(60)	
Net Change in Accrued Salaries & Benefits			3,927	
Net Change in Unearned Revenue			213	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-NM READS TO LEAD-27114
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 140,820	\$ 61,392	\$ (79,428)
Total Revenues	<u>0</u>	<u>140,820</u>	<u>61,392</u>	<u>(79,428)</u>
Expenditures				
Instruction				
Personnel Services	0	67,427	67,426	1
Employee Benefits	0	15,506	15,506	0
Professional & Tech Services	0	641	641	0
Other Purchased Services	0	28,380	28,380	0
Supplies	0	28,866	28,866	0
Total Instruction	<u>0</u>	<u>140,820</u>	<u>140,819</u>	<u>1</u>
Total Expenditures	<u>0</u>	<u>140,820</u>	<u>140,819</u>	<u>1</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(79,427)	(79,427)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (79,427)</u>	<u>\$ (79,427)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (79,427)	
Net Change in Due from Grantor			79,642	
Net Change in Accounts Payable			(215)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
Statement of Fiduciary Assets and Liabilities-Agency Funds
June 30, 2014

	<u>Agency Funds</u>
Assets	
Cash and Cash Equivalents	\$ 156,221
Total Assets	<u>\$ 156,221</u>
Liabilities	
Deposits Held for Others	\$ 156,221
Total Liabilities	<u>\$ 156,221</u>

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

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Magdalena Municipal Schools (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

Financial Reporting Entity

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

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

The District has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected District 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 accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

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

Governmental Funds

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

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

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

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

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

Fiduciary Fund Type

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

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

MAJOR FUNDS

The District reports the following major governmental funds:

GENERAL FUND (11000)(12000)(13000)(14000).The General Fund consist of four sub funds. The first is the Operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Teacherage accounts for rents collected from teachers and related expenditures. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

SPECIAL REVENUE FUNDS

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

NM Reads to Lead (27114). To account for revenue and expenditures received from a state grant for the purpose of improving skills of young students in the area of reading. The fund was created by the authority of state grant provisions.

MAJOR DEBT SERVICE FUND

Debt Service Fund (41000). To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

Measurement Focus and Basis of Accounting

Government-Wide Financial Statements (GWFS)

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

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

Program Revenues

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

Fund Financial Statements (FFS)

Governmental Funds

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

Revenues

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

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

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

Expenditures

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

Other Financing Sources (Uses)

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

Basis of Budgeting

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

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

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

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

Cash and Cash Equivalents

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

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

Investments

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

- (a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or
- (b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.
- (c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Receivables and Payables

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

Property Taxes

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

Elimination and Reclassifications of Certain Receivables and Payables

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

Inventories and Prepaid Items

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

Capital Assets

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

If there are any construction projects funded by the NM Public School Facilities Authority they are included in the appropriate capital projects fund and in the capital assets.

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

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

Capital Leases

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

Short -Term Debt

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

Long-Term Liabilities

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

Restricted Net Position

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

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

Imposed by law through constitutional provisions or enabling legislation.

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

Fund Balances of Fund Financial Statements

Nonspendable fund balance indicates that portion of fund equity is not spendable such as inventory.

The restricted fund balance category includes amounts that can be spent only for specific purposes stipulated by constitution, external resources providers, or through enabling legislation.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.

Unassigned fund balance is the residual amount that is not restricted or committed.

Interfund Transfers

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

Unearned and Unavailable Revenue

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

Compensated Absences

Compensated Absences: All personnel employed by the District shall be entitled to leave as per the following categories and schedules:

Annual Leave: Twelve-month employees shall be entitled to annual leave with full pay computed on the following basis per year:

- 1-5 consecutive years: 10 days
- 6-10 consecutive years: 15 days
- 11+ consecutive years: 20 days

Twelve-month employees who have resigned, retired, or who have been laid off or dismissed, shall be entitled to and shall be paid for a maximum of 40 days of earned and unused annual leave.

Sick Leave: All full-time staff shall earn one day of sick leave per month. Accrued sick leave is payable for employees for have completed five consecutive years of employment within the District. The District will payout unused sick leave at a rate of \$25 per day.

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

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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. The noncurrent portion of the liability is not reported.

Estimates

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

NOTE B: DEPOSITS AND INVESTMENTS

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

Wells Fargo Bank

<u>Name of Account</u>	Balance Per Bank 6/30/14	Reconciled Balance	<u>Type</u>
Magdalena Municipal Schools	\$ 477,246	\$ 264,231	Non-Interest
Activity Account	187,630	185,404	Interest
TOTAL Deposited	<u>664,876</u>	<u>\$ 449,635</u>	
Less: FDIC Coverage	<u>(250,000)</u>		
Uninsured Amount	414,876		
50% collateral requirement	207,438		
Pledged securities	<u>148,425</u>		
Over (Under) requirement	<u>\$ (59,013)</u>		

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

The following securities are pledged at **Wells Fargo Bank**:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
FNMA FNMS	3138NY4W2	\$ 82,885	02/01/2043	FHLB Dallas, TX
FNMS	3138WQA28	65,540	05/01/2043	FHLB Dallas, TX
		<u>\$ 148,425</u>		

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Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 250,000
Collateralized:	
Collateral held by the pledging bank in District's name	148,425
Uninsured and uncollateralized	<u>266,451</u>
Total Deposits	<u>\$ 664,876</u>

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2014 \$266,451 of the District's balance of \$664,876 was exposed to custodial risk.

NOTE C: INTERFUND BALANCES, RECEIVABLES, AND TRANSFERS

Interfund balances during the year ending June 30, 2014 were as follows:

Due to General Fund from:	
Title I-24101	\$ 136,098
NM Reads to Lead-27114	79,427
Other Governmental Funds	<u>166,008</u>
Totals	<u>\$ 381,533</u>

Short term loans from the General Fund to the above fund were to cover costs during the year until the grant revenue is received, the loans will be repaid within one year.

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2014:

	<u>General Fund</u>	<u>SB-9</u>	<u>Other Governmental</u>	<u>Total</u>
Property Tax				
Available	\$ 126	\$ 2,317	\$ 805	\$ 3,248
Unavailable	4,053	63,342	22,577	89,972
Total Property Taxes Receivable	<u>\$ 4,179</u>	<u>\$ 65,659</u>	<u>\$ 23,382</u>	<u>\$ 93,220</u>

NOTE E: DUE FROM OTHER GOVERNMENT UNITS

Amounts due from other agencies and units of government were as follows as of June 30, 2014:

	<u>Title I 24101</u>	<u>NM Reads to Lead 27114</u>	<u>Other Governmental</u>	<u>Total</u>
Federal Agencies	\$ 137,640	\$ 0	\$ 77,221	\$ 214,861
State Agencies	0	79,642	91,957	171,599
Total	<u>\$ 137,640</u>	<u>\$ 79,642</u>	<u>\$ 169,178</u>	<u>\$ 386,460</u>

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NOTE F: CAPITAL ASSETS

Capital assets balances and activity for the year ended June 30, 2014, is as follows:

	Balance 6/30/13	Increases	Decreases	Balance 6/30/14
Governmental Activities				
Capital Assets not being Depreciated				
Land improvements	\$ 69,672	\$ 0	\$ 0	\$ 69,672
Total Capital Assets not being Depreciated	<u>\$ 69,672</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 69,672</u>
Capital Assets, being Depreciated				
Buildings & Improvements	\$ 16,504,951	\$ 0	\$ 46,974	\$ 16,551,925
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	<u>1,799,516</u>	<u>58,985</u>	<u>(46,974)</u>	<u>1,811,527</u>
Total Capital Assets, being Depreciated	<u>18,304,467</u>	<u>58,985</u>	<u>0</u>	<u>18,363,452</u>
Total Capital Assets	<u>18,374,139</u>	<u>58,985</u>	<u>0</u>	<u>18,433,124</u>
Less Accumulated Depreciation				
Buildings & Improvements	5,763,831	462,904	0	6,226,735
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	<u>1,142,587</u>	<u>61,673</u>	<u>0</u>	<u>1,204,260</u>
Total Accumulated Depreciation	<u>6,906,418</u>	<u>524,577</u>	<u>0</u>	<u>7,430,995</u>
Capital Assets, net	<u>\$ 11,467,721</u>	<u>\$ (465,592)</u>	<u>\$ 0</u>	<u>\$ 11,002,129</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 460,142
Support Services	
Instruction	2,085
General Administration	2,187
School Administration	110
Operation & Maintenance of Plant	25,534
Student Transportation	27,618
Food Services Operations	6,901
Total Depreciation Expenses	<u>\$ 524,577</u>

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NOTE G: LONG TERM DEBT

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

	Balance 6/30/13	Additions	Reductions	Balance 6/30/14	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 1,625,000	\$ 0	\$ 100,000	\$ 1,525,000	\$ 110,000
Total Bonds	<u>\$ 1,625,000</u>	<u>\$ 0</u>	<u>\$ 100,000</u>	<u>\$ 1,525,000</u>	<u>\$ 110,000</u>
Other Liabilities					
Compensated					
Absences	\$ 157,655	\$ 66,470	\$ 63,491	\$ 160,634	\$ 160,634
Total Other Liabilities	<u>\$ 157,655</u>	<u>\$ 66,470</u>	<u>\$ 63,491</u>	<u>\$ 160,634</u>	<u>\$ 160,634</u>

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

General Obligation Bonds.

The following bonds were issued for the purpose of erecting, furnishing, remodeling and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Series	Date of Issue	Original Amount	Interest Rate	Balance
2003	4/15/03	460,000	7.500%	\$ 105,000
2003	10/15/03	200,000	7.500%	80,000
2011	5/15/11	1,200,000	3.900%	1,170,000
2012	1/15/12	195,000	3.991%	170,000
				<u>\$ 1,525,000</u>

The annual requirements to amortize the General Obligation Bonds Issue as of June 30, 2014, including interest payments are as follows:

	Principal	Interest	Total
2015	\$ 110,000	\$ 55,985	\$ 165,985
2016	175,000	52,512	227,512
2017	120,000	46,923	166,923
2018	170,000	43,325	213,325
2019	150,000	37,908	187,908
2020-2024	800,000	94,359	894,359
Total	<u>\$ 1,525,000</u>	<u>\$ 331,012</u>	<u>\$ 1,856,012</u>

Reconciliation of Long-Term Debt disclosed in Note H to the Long-Term Debt reported in the Statement of Net Position.

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Note G	\$ 1,525,000
Bond Premium	88,257
Accumulated Amortization	(19,767)
Statement of Net Position	<u>\$ 1,593,490</u>
Government Wide Statements	
Amount Reported as Current Amount Due	\$ 110,000
Amount Reported as Long-Term Due	1,483,490
Statement of Net Position	<u>\$ 1,593,490</u>

NOTE H: COMMITMENTS

The District is involved in small renovations and repairs campus wide.

NOTE I: PENSION PLAN

Plan Description

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

Funding Policy

Member Contributions-Plan members whose annual salary is \$20,000 or less are required by statute to contribute 7.9% of their gross salary. Plan members whose annual salary is over \$20,000 are required make the following contributions to the Plan: 10.10% of their gross salary in the fiscal year 2014; and 10.17% of their gross salary in fiscal year 2015 and thereafter.

Employer Contributions-The District contributed 13.15% of the gross covered salary in the fiscal year 2014. In fiscal year 2015 the District will contribute 13.9% of gross covered salary.

The contribution requirements of the plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2014, 2013, and 2012, were \$385,030, \$354,625, and \$352,800, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE J: RETIREE HEALTH CARE ACT CONTRIBUTIONS

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

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

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, 2014, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2014, 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, 2014, 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 is not a member of the enhanced retirement plan.

The District's contributions to the RHCA for the years ended June 30, 2014, 2013 and 2012 were \$59,889, \$64,132 and \$68,121 respectively, which equal the required contributions for each year.

NOTE K: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS

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

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

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

The reconciliation of budgetary basis to GAAP basis statements are located at the bottom of each budget actual.

NOTE L: INSURANCE COVERAGE

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

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

NOTE M: SURETY BOND

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

NOTE N: SUBSEQUENT EVENTS

Subsequent events were evaluated through November 4, 2014, which is the date the financial statements were available to be issued.

NOTE O: JOINT POWERS AGREEMENT

The District entered into a joint powers agreement with other school districts to establish the Central Regional Cooperative (CREC) dated July 1, 1990. Under this agreement, the participating school districts establish and maintain a cooperative program of supplementary special education and other services funded by each school district and the CREC. CREC is not a component unit of the District. CREC issues a separate publicly available audited financial report. The audited financial report for CREC may be obtained by writing to P.O. Box 37440, Albuquerque, NM 87176.

NOTE P: RESTATEMENT

The Net Position was restated for accrued interest in the amount of \$10,379 and for premiums paid on bonds of \$(88,257) issued in prior years including accumulated amortization of \$11,877 and \$(66,198) for net issue costs GASBS 65.

NOTE Q: DEFICIENT FUND BALANCE

Transportation (13000) has a deficient fund balance of \$(5,010) and Medicaid (25153) has a deficient fund balance of \$(9,487).

NOTE R: FOUNDATION

The District has a foundation managed by Wells Fargo that is a 501 (c) 3 and files a federal form 990 tax return. The purpose of the foundation is to invest and distribute money to graduates of the District for the use of higher education. The funds originated from a federal grant, Gear Up. The foundation is not material to the District and are not included in the District's financial statements. In prior years, the foundation was included in the financial statements as an activity fund.

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS

DEBT SERVICE-41000

Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)

For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 177,703	\$ 177,703	\$ 159,121	\$ (18,582)
Total Revenues	<u>177,703</u>	<u>177,703</u>	<u>159,121</u>	<u>(18,582)</u>
Expenditures				
Support Services				
General Administration				
Professional & Tech Services	3,000	3,000	1,591	1,409
Total General Administration	<u>3,000</u>	<u>3,000</u>	<u>1,591</u>	<u>1,409</u>
Total Support Service	<u>3,000</u>	<u>3,000</u>	<u>1,591</u>	<u>1,409</u>
Debt Service				
Principal	120,000	118,051	100,000	18,051
Interest	57,703	59,652	59,652	0
Total Debt Service	<u>177,703</u>	<u>177,703</u>	<u>159,652</u>	<u>18,051</u>
Total Expenditures	<u>180,703</u>	<u>180,703</u>	<u>161,243</u>	<u>19,460</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,000)	(3,000)	(2,122)	878
Cash Balance Beginning of Year	<u>96,394</u>	<u>96,394</u>	<u>96,394</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 93,394</u>	<u>\$ 93,394</u>	<u>\$ 94,272</u>	<u>\$ 878</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures			\$ (2,122)	
Net Change in Taxes Receivable			62,189	
Net Change in Unavailable Revenue			(63,342)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (3,275)</u>	

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

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

NONMAJOR SPECIAL REVENUE FUNDS

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

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

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

IDEA B Discretionary (24107). To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to all children with disabilities. Authorized by individuals with Disabilities Education Act (IDEA), Part B, Sections 611, as amended, 20 U.S.C. 1411.

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

IDEA B Risk Pool (24120). To account for additional allocation from PED to fund children at risk. The program is funded by a federal grant to assist in providing free appropriate public education to all handicapped children. Funding authorized by the individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639 and 101-476, 20 U.S.C. 1411-1420. The funding was created by the authority of federal grant provisions.

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

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

IDEA B Recovery Act (24206). To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

NONMAJOR SPECIAL REVENUE FUNDS

Johnson O'Malley (25131). To account for revenues and expenditures funded by the Department of Interior, Bureau of Indian Affairs, through the Navajo Tribe provided to supplement programs in special education and other special needs for New Mexico public schools where eligible Indian children are enrolled. The fund was created by the authority of federal grant provisions. (PL 103-382)

Impact Aid-Special Education (25145). To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i. e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and /or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b) where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistances for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities, Funding authorized by Public Law 81-874.

Impact Aid-Indian Education (25147). To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i. e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and /or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b) where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistances for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities, Funding authorized by Public Law 81-874.

Medicaid (25153). To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

Indian Education Formula (25184). To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to : 1) Improve academic performance, 2) Reduce school dropout relates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U. S. C. 2601-2606.

Indian Education-Special Programs (25194). To encourage 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.

Dual Credit Instructional Materials (27103). To provide financial assistance to purchased instructional materials for the college classes offered to students who are taking them for duel credits. The fund was created by the authority of state grant provisions.

NONMAJOR SPECIAL REVENUE FUNDS

2010 GO Student Library (27106). To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by a general obligation bond issued by the State of New Mexico.

2012 GO Student Library (27107). To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

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

Pre K Initiative (27149). To account for revenues and expenditures from a state grant provided for the running of the Pre K program.. The fund was created by state grant provisions.

Indian Education Act (27150). To account for funds to be used for the to implement the Culture Base Education Program for American Indian students. The fund was created by state grant provisions.

Beginning Teacher Mentoring Program (27154). To account for revenues and expenditures from a state grant provided for tutoring and student enhancement activities in reading, math, and study skills for grades sixth through eight. The fund was created by state grant provisions.

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

Kindergarten 3 Plus (27166). To account for funds received to provide the opportunity for the district to address early literacy. The full-day kindergarten program is the first step in the implementation of a sequential early literacy approach to teaching reading.

After School Enrichment (27168). To provide funding for a wide range of after-school programs focused on reading and literacy and math and science, while addressing resiliency and behavior. The program uses contextual, integrated, thematic approaches to appeal to different learning styles and interests, demonstrate the value of education, engage families in learning together, and help children plan successful futures. The fund was created by the authority of state grant provisions.

Science Instructional Materials (27176). To account for the revenue and expenditures to provide instructional materials for science kits for the students. The fund was created by state grant provision.

NM Grown Fruits & Vegetables (27183). To account for a state grant to purchase only NM grown fruit and vegetables to be used in the Food Service program. The fund was created by grant provisions.

NONMAJOR CAPITAL PROJECTS FUNDS

Senate Bill Nine (31700). The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements, repairs and maintenance, supplies and supply assets used in the upkeep of the facilities.

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA B Entitlement 24106
ASSETS			
Cash and Cash Equivalents	\$ 66,108	\$ 29,183	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	33,462
Inventory	2,466	0	0
Total Assets	<u>\$ 68,574</u>	<u>\$ 29,183</u>	<u>\$ 33,462</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 2,803	0	0
Accrued Salaries and Benefits	2,342	0	5,339
Interfund Balance	0	0	28,123
Total Liabilities	<u>5,145</u>	<u>0</u>	<u>33,462</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	2,466	0	0
Restricted for:			
Special Revenue	60,963	29,183	0
Capital Projects	0	0	0
Total Fund Balances	<u>63,429</u>	<u>29,183</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 68,574</u>	<u>\$ 29,183</u>	<u>\$ 33,462</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	IDEA B Discretionary 24107	IDEA Preschool 24109	IDEA B Risk Pool 24120
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	2,933	903
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 2,933</u>	<u>\$ 903</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Accrued Salaries and Benefits	0	0	0
Interfund Balance	0	2,933	903
Total Liabilities	<u>0</u>	<u>2,933</u>	<u>903</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 0</u>	<u>\$ 2,933</u>	<u>\$ 903</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Improving Teacher Quality 24154	Title IV Drug Free Schools 24157	IDEA B Recovery Act 24206
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	33,528	0	0
Inventory	0	0	0
Total Assets	<u>\$ 33,528</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Accrued Salaries and Benefits	0	0	0
Interfund Balance	33,528	0	0
Total Liabilities	<u>33,528</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 33,528</u>	 <u>\$ 0</u>	 <u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Johnson O'Malley 25131	Impact-Aid Special Education 25145	Impact-Aid Indian Education 25147
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 19,221	\$ 10,171
Receivables			
Taxes	0	0	0
Due From Grantor	4,520	0	0
Inventory	0	0	0
Total Assets	<u>\$ 4,520</u>	<u>\$ 19,221</u>	<u>\$ 10,171</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	375	200
Accrued Salaries and Benefits	1,714	0	0
Interfund Balance	2,806	0	0
Total Liabilities	<u>4,520</u>	<u>375</u>	<u>200</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	18,846	9,971
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>18,846</u>	<u>9,971</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 4,520</u>	 <u>\$ 19,221</u>	 <u>\$ 10,171</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Medicaid	Indian	Indian
	25153	Education Formula 25184	Education Special Programs 25194
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 359
Receivables			
Taxes	0	0	0
Due From Grantor	0	11	1,864
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 11</u>	<u>\$ 2,223</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	141	0	0
Accrued Salaries and Benefits	0	0	2,223
Interfund Balance	9,346	11	0
Total Liabilities	<u>9,487</u>	<u>11</u>	<u>2,223</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	(9,487)	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>(9,487)</u>	<u>0</u>	<u>0</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 0</u>	 <u>\$ 11</u>	 <u>\$ 2,223</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Duel Credit Instructional Materials 27103	2010 GO Student Library 27106	2012 GO Student Library 27107
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	7,076
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,076</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Accrued Salaries and Benefits	0	0	0
Interfund Balance	0	0	7,076
Total Liabilities	<u>0</u>	<u>0</u>	<u>7,076</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,076</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Tech for Ed 27117	Pre-K Initiative 27149	Indian Education Act 27150
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	20,916	20,289
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 20,916</u>	<u>\$ 20,289</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	526
Accrued Salaries and Benefits	0	0	139
Interfund Balance	0	20,916	19,624
Total Liabilities	<u>0</u>	<u>20,916</u>	<u>20,289</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 0</u>	 <u>\$ 20,916</u>	 <u>\$ 20,289</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	Beginning Teacher Mentoring 27154	Breakfast for Elementary 27155	Kindergarten 3 Plus 27166
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	7,800	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 7,800</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Accrued Salaries and Benefits	0	0	0
Interfund Balance	0	7,800	0
Total Liabilities	<u>0</u>	<u>7,800</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 0</u>	<u>\$ 7,800</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	Special Revenue Fund		
	After School Enrichment <u>27168</u>	Science Instructional Materials <u>27176</u>	NM Grown Fruits & Vegetables <u>27183</u>
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Accrued Salaries and Benefits	0	0	0
Interfund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	<u>0</u>	<u>0</u>	<u>0</u>
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted for:			
Special Revenue	0	0	0
Capital Projects	<u>0</u>	<u>0</u>	<u>0</u>
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 0</u>	 <u>\$ 0</u>	 <u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2014

	<u>Capital Projects</u>	
	Senate Bill Nine 31700	<u>Total</u>
ASSETS		
Cash and Cash Equivalents	\$ 0	\$ 125,042
Receivables		
Taxes	23,382	23,382
Due From Grantor	35,876	169,178
Inventory	0	2,466
Total Assets	<u>\$ 59,258</u>	<u>\$ 320,068</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	0	4,045
Accrued Salaries and Benefits	0	11,757
Interfund Balance	<u>32,942</u>	<u>166,008</u>
Total Liabilities	<u>32,942</u>	<u>181,810</u>
Deferred Inflows of Resources		
Unavailable Revenue	<u>22,577</u>	<u>22,577</u>
Total Deferred Inflows of Resources	<u>22,577</u>	<u>22,577</u>
Fund Balances		
Nonspendable-Inventory	0	2,466
Restricted for:		
Special Revenue	0	109,476
Capital Projects	<u>3,739</u>	<u>3,739</u>
Total Fund Balances	<u>3,739</u>	<u>115,681</u>
 Total Liabilities, Deferred Inflows and Fund Balances	 <u>\$ 59,258</u>	 <u>\$ 320,068</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA B Entitlement 24106
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	14,381	20,087	0
State & Local Grants	0	0	0
Federal Grants	194,679	0	106,828
Total Revenues	<u>209,060</u>	<u>20,087</u>	<u>106,828</u>
Expenditures			
Current			
Instruction	0	15,505	39,817
Support Services			
Students	0	0	67,011
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	216,838	0	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>216,838</u>	<u>15,505</u>	<u>106,828</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,778)</u>	<u>4,582</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(7,778)	4,582	0
Fund Balances at Beginning of Year	<u>71,207</u>	<u>24,601</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 63,429</u>	<u>\$ 29,183</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	IDEA B Discretionary 24107	IDEA Preschool 24109	IDEA B Risk Pool 24120
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	0	7,670	903
Total Revenues	<u>0</u>	<u>7,670</u>	<u>903</u>
Expenditures			
Current			
Instruction	0	7,670	903
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>7,670</u>	<u>903</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Improving Teacher Quality 24154	Title IV Drug Free Schools 24157	IDEA B Recovery Act 24206
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	51,999	0	0
Total Revenues	<u>51,999</u>	<u>0</u>	<u>0</u>
Expenditures			
Current			
Instruction	50,334	0	0
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	1,665	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>51,999</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Johnson O'Malley 25131	Impact-Aid Special Education 25145	Impact-Aid Indian Education 25147
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	10,957	35,640	78,008
Total Revenues	<u>10,957</u>	<u>35,640</u>	<u>78,008</u>
Expenditures			
Current			
Instruction	9,566	48,056	23,608
Support Services			
Students	0	699	19,795
Instruction	0	0	90
General Administration	431	1,427	8,872
School Administration	0	0	21,611
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	0
Community Service	960	0	1,757
Capital Outlay	0	0	0
Total Expenditures	<u>10,957</u>	<u>50,182</u>	<u>75,733</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(14,542)</u>	<u>2,275</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	(14,542)	2,275
Fund Balances at Beginning of Year	<u>0</u>	<u>33,388</u>	<u>7,696</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 18,846</u>	<u>\$ 9,971</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Medicaid	Indian	Indian
	25153	Education Formula 25184	Education Special Programs 25194
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	33,338	0	0
State & Local Grants	0	0	0
Federal Grants	0	27,168	295,954
Total Revenues	<u>33,338</u>	<u>27,168</u>	<u>295,954</u>
Expenditures			
Current			
Instruction	0	27,168	215,780
Support Services			
Students	43,901	0	0
Instruction	0	0	0
General Administration	1,513	0	12,171
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	0
Community Service	0	0	68,003
Capital Outlay	0	0	0
Total Expenditures	<u>45,414</u>	<u>27,168</u>	<u>295,954</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(12,076)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(12,076)	0	0
Fund Balances at Beginning of Year	<u>2,589</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (9,487)</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Duel Credit Instructional Materials 27103	2010 GO Student Library 27106	2012 GO Student Library 27107
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	394	2,153	7,076
Federal Grants	0	0	0
Total Revenues	<u>394</u>	<u>2,153</u>	<u>7,076</u>
Expenditures			
Current			
Instruction	394	0	0
Support Services			
Students	0	0	0
Instruction	0	2,153	7,076
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>394</u>	<u>2,153</u>	<u>7,076</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Tech for Ed 27117	Pre-K Initiative 27149	Indian Education Act 27150
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	40,874	20,289
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>40,874</u>	<u>20,289</u>
Expenditures			
Current			
Instruction	0	30,000	20,289
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	10,874	0
Food Service Operations	0	0	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>40,874</u>	<u>20,289</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	(3,162)	0	0
Total Other Financing Sources (Uses)	<u>(3,162)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(3,162)	0	0
Fund Balances at Beginning of Year	<u>3,162</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	Beginning Teacher Mentoring 27154	Breakfast for Elementary 27155	Kindergarten 3 Plus 27166
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	13,866	0
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>13,866</u>	<u>0</u>
Expenditures			
Current			
Instruction	0	0	0
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	13,866	0
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>13,866</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	(197)	0	(393)
Total Other Financing Sources (Uses)	<u>(197)</u>	<u>0</u>	<u>(393)</u>
Net Change in Fund Balance	(197)	0	(393)
Fund Balances at Beginning of Year	<u>197</u>	<u>0</u>	<u>393</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Special Revenue Fund		
	After School Enrichment 27168	Science Instructional Materials 27176	NM Grown Fruits & Vegetables 27183
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	260
Federal Grants	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>260</u>
Expenditures			
Current			
Instruction	0	0	0
Support Services			
Students	0	0	0
Instruction	0	0	0
General Administration	0	0	0
School Administration	0	0	0
Operation of Plant	0	0	0
Student Transportation	0	0	0
Food Service Operations	0	0	260
Community Service	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>260</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers	(301)	0	0
Total Other Financing Sources (Uses)	<u>(301)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(301)	0	0
Fund Balances at Beginning of Year	<u>301</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2014

	Capital Projects <u>Senate Bill Nine 31700</u>	<u>Total</u>
Revenues		
Property Taxes	\$ 54,297	\$ 54,297
Fees	0	67,806
State & Local Grants	94,040	178,952
Federal Grants	0	809,806
Total Revenues	<u>148,337</u>	<u>1,110,861</u>
Expenditures		
Current		
Instruction	22,449	511,539
Support Services		
Students	0	131,406
Instruction	0	9,319
General Administration	547	26,626
School Administration	0	21,611
Operation of Plant	70,349	70,349
Student Transportation	0	10,874
Food Service Operations	0	230,964
Community Service		70,720
Capital Outlay	58,985	58,985
Total Expenditures	<u>152,330</u>	<u>1,142,393</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3,993)</u>	<u>(31,532)</u>
Other Financing Sources (Uses)		
Transfers	0	(4,053)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(4,053)</u>
Net Change in Fund Balance	(3,993)	(35,585)
Fund Balances at Beginning of Year	<u>7,732</u>	<u>151,266</u>
Fund Balance End of Year	<u>\$ 3,739</u>	<u>\$ 115,681</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-FOOD SERVICE-21000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 10,883	\$ 10,883	\$ 14,381	\$ 3,498
Federal Grants	158,000	158,000	179,859	21,859
Total Revenues	<u>168,883</u>	<u>168,883</u>	<u>194,240</u>	<u>25,357</u>
Expenditures				
Food Services Operations				
Personnel Services	77,926	78,425	77,925	500
Employee Benefits	22,221	22,658	22,221	437
Professional & Tech Services	782	1,182	783	399
Purchased Property Services	0	498	0	498
Purchased Services	2,943	3,190	2,943	247
Supplies	123,812	121,366	93,824	27,542
Supply Assets	0	365	365	0
Total Food Service Operations	<u>227,684</u>	<u>227,684</u>	<u>198,061</u>	<u>29,623</u>
Total Expenditures	<u>227,684</u>	<u>227,684</u>	<u>198,061</u>	<u>29,623</u>
Excess (Deficiency) of Revenues Over Expenditures	(58,801)	(58,801)	(3,821)	54,980
Cash Balance Beginning of Year	<u>69,929</u>	<u>69,929</u>	<u>69,929</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 11,128</u>	<u>\$ 11,128</u>	<u>\$ 66,108</u>	<u>\$ 54,980</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,821)	
Net Change in Inventory			126	
Net Change in Accounts Payable			(2,803)	
Net Change in Accrued Salaries & Benefits			(1,280)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (7,778)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ATHLETICS-22000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 19,100	\$ 19,100	\$ 20,087	\$ 987
Total Revenues	<u>19,100</u>	<u>19,100</u>	<u>20,087</u>	<u>987</u>
Expenditures				
Instruction				
Professional & Tech Services	700	2,000	700	1,300
Purchased Services	14,569	23,000	14,568	8,432
Supplies	<u>237</u>	<u>12,600</u>	<u>237</u>	<u>12,363</u>
Total Instruction	<u>15,506</u>	<u>37,600</u>	<u>15,505</u>	<u>22,095</u>
Total Expenditures	<u>15,506</u>	<u>37,600</u>	<u>15,505</u>	<u>22,095</u>
Excess (Deficiency) of Revenues Over Expenditures	3,594	(18,500)	4,582	23,082
Cash Balance Beginning of Year	<u>24,601</u>	<u>24,601</u>	<u>24,601</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 28,195</u>	<u>\$ 6,101</u>	<u>\$ 29,183</u>	<u>\$ 23,082</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>4,582</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>4,582</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA B ENTITLEMENT-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 16,355	\$ 136,452	\$ 94,867	\$ (41,585)
Total Revenues	<u>16,355</u>	<u>136,452</u>	<u>94,867</u>	<u>(41,585)</u>
Expenditures				
Instruction				
Personnel Services	0	31,236	31,002	234
Employee Benefits	0	11,441	7,491	3,950
Professional & Tech Services	0	20	20	0
Supplies	0	2,311	1,304	1,007
Total Instruction	<u>0</u>	<u>45,008</u>	<u>39,817</u>	<u>5,191</u>
Support Services				
Students				
Personnel Services	0	47,528	45,846	1,682
Employee Benefits	0	15,860	15,011	849
Purchased Services	0	11,336	5,028	6,308
Supplies	0	365	364	1
Total Students	<u>0</u>	<u>75,089</u>	<u>66,249</u>	<u>8,840</u>
Total Support Services	<u>0</u>	<u>75,089</u>	<u>66,249</u>	<u>8,840</u>
Total Expenditures	<u>0</u>	<u>120,097</u>	<u>106,066</u>	<u>14,031</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>16,355</u>	<u>16,355</u>	<u>(11,199)</u>	<u>(27,554)</u>
Other Financing Sources (Uses)				
Transfers	0	0	(569)	(569)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(569)</u>	<u>(569)</u>
Net Change in Fund Balance	16,355	16,355	(11,768)	(28,123)
Cash Balance Beginning of Year	<u>(16,355)</u>	<u>(16,355)</u>	<u>(16,355)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (28,123)</u>	<u>\$ (28,123)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (11,768)	
Net Change in Due from Grantor			11,960	
Net Change in Accrued Salaries & Benefits			(762)	
Net Change in Unearned Revenue			570	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA B DISCRETIONARY-24107
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 167	\$ 167	\$ 0	\$ (167)
Total Revenues	<u>167</u>	<u>167</u>	<u>0</u>	<u>(167)</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>167</u>	<u>167</u>	<u>0</u>	<u>(167)</u>
Other Financing Sources (Uses)				
Transfers	167	167	167	167
Total Other Sources (Uses)	<u>167</u>	<u>167</u>	<u>167</u>	<u>167</u>
Net Change in Fund Balance	334	334	167	0
Cash Balance Beginning of Year	<u>(167)</u>	<u>(167)</u>	<u>(167)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 167	
Net Change in Due from Grantor			<u>(167)</u>	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA PRESCHOOL-24109
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 664	\$ 15,033	\$ 5,401	\$ (9,632)
Total Revenues	<u>664</u>	<u>15,033</u>	<u>5,401</u>	<u>(9,632)</u>
Expenditures				
Instruction				
Personnel Services	0	8,699	5,399	3,300
Employee Benefits	0	3,199	2,271	928
Supplies	<u>0</u>	<u>2,471</u>	<u>0</u>	<u>2,471</u>
Total Instruction	<u>0</u>	<u>14,369</u>	<u>7,670</u>	<u>6,699</u>
Total Expenditures	<u>0</u>	<u>14,369</u>	<u>7,670</u>	<u>6,699</u>
Excess (Deficiency) of Revenues Over Expenditures	664	664	(2,269)	(2,933)
Cash Balance Beginning of Year	<u>(664)</u>	<u>(664)</u>	<u>(664)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (2,933)</u>	<u>\$ (2,933)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,269)	
Net Change in Due from Grantor			<u>2,269</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA B RISK POOL-24120
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 903	\$ 0	\$ (903)
Total Revenues	<u>0</u>	<u>903</u>	<u>0</u>	<u>(903)</u>
Expenditures				
Instruction				
Supplies	0	903	903	0
Total Instruction	<u>0</u>	<u>903</u>	<u>903</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>903</u>	<u>903</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(903)	(903)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (903)</u>	<u>\$ (903)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (903)	
Net Change in Due from Grantor			<u>903</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IMPROVING TEACHER QUALITY-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 32,561	\$ 86,366	\$ 51,031	\$ (35,335)
Total Revenues	<u>32,561</u>	<u>86,366</u>	<u>51,031</u>	<u>(35,335)</u>
Expenditures				
Instruction				
Personnel Services	0	35,357	35,357	0
Employee Benefits	0	11,354	11,105	249
Professional & Tech Services	0	4,811	3,872	939
Total Instruction	<u>0</u>	<u>51,522</u>	<u>50,334</u>	<u>1,188</u>
Support Services				
General Administration				
Professional & Tech Services	0	2,283	1,664	619
Total General Administration	<u>0</u>	<u>2,283</u>	<u>1,664</u>	<u>619</u>
Total Support Services	<u>0</u>	<u>2,283</u>	<u>1,664</u>	<u>619</u>
Total Expenditures	<u>0</u>	<u>53,805</u>	<u>51,998</u>	<u>1,807</u>
Excess (Deficiency) of Revenues Over Expenditures	32,561	32,561	(967)	(33,528)
Cash Balance Beginning of Year	<u>(32,561)</u>	<u>(32,561)</u>	<u>(32,561)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (33,528)</u>	<u>\$ (33,528)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (967)	
Net Change in Due from Grantor			<u>967</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE IV DRUG FREE SCHOOLS-24157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers			(618)	(618)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(618)</u>	<u>(618)</u>
Net Change in Fund Balance	0	0	(618)	(618)
Cash Balance Beginning of Year	<u>618</u>	<u>618</u>	<u>618</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 618</u>	<u>\$ 618</u>	<u>\$ 0</u>	<u>\$ (618)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (618)	
Net Change in Deferred Revenue			<u>618</u>	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ARRA ENTITLEMENT-24206
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	<u>0</u>	<u>0</u>	<u>(301)</u>	<u>(301)</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(301)</u>	<u>(301)</u>
Net Change in Fund Balance	0	0	(301)	(301)
Cash Balance Beginning of Year	<u>301</u>	<u>301</u>	<u>301</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 301</u>	<u>\$ 301</u>	<u>\$ 0</u>	<u>\$ (301)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (301)	
Net Change in Unearned Revenue			<u>301</u>	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-JOHNSON O'MALLEY-25131
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 5,584	\$ 14,827	\$ 12,021	\$ (2,806)
Total Revenues	<u>5,584</u>	<u>14,827</u>	<u>12,021</u>	<u>(2,806)</u>
Expenditures				
Instruction				
Personnel Services	0	5,035	5,035	0
Employee Benefits	0	748	748	0
Purchased Services	0	428	428	0
Supplies	0	1,641	1,641	0
Total Instruction	<u>0</u>	<u>7,852</u>	<u>7,852</u>	<u>0</u>
Support Services				
General Administration				
Professional & Tech Services	0	431	431	0
Total General Administration	<u>0</u>	<u>431</u>	<u>431</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>431</u>	<u>431</u>	<u>0</u>
Community Services				
Professional & Tech Services	0	110	110	0
Purchased Services	0	440	440	0
Supplies	0	410	410	0
Total Community Services	<u>0</u>	<u>960</u>	<u>960</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>9,243</u>	<u>9,243</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	5,584	5,584	2,778	(2,806)
Cash Balance Beginning of Year	<u>(5,584)</u>	<u>(5,584)</u>	<u>(5,584)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (2,806)</u>	<u>\$ (2,806)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,778	
Net Change in Due from Grantor			(1,064)	
Net Change in Accrued Salaries & Benefits			(1,714)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IMPACT AID SPECIAL EDUCATION-25145
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ (33,389)	\$ 35,640	\$ 35,640	\$ 0
Total Revenues	<u>(33,389)</u>	<u>35,640</u>	<u>35,640</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	0	40,327	31,683	8,644
Employee Benefits	0	14,065	10,755	3,310
Professional & Tech Services	0	2,500	888	1,612
Supplies	0	4,397	1,150	3,247
Supply Assets	0	4,112	3,205	907
Total Instruction	<u>0</u>	<u>65,401</u>	<u>47,681</u>	<u>17,720</u>
Support Services				
Students				
Supplies	0	699	699	0
Total Students	<u>0</u>	<u>699</u>	<u>699</u>	<u>0</u>
General Administration				
Professional & Tech Services	0	2,929	1,428	1,501
Total General Administration	<u>0</u>	<u>2,929</u>	<u>1,428</u>	<u>1,501</u>
Total Support Services	<u>0</u>	<u>3,628</u>	<u>2,127</u>	<u>1,501</u>
Total Expenditures	<u>0</u>	<u>69,029</u>	<u>49,808</u>	<u>19,221</u>
Excess (Deficiency) of Revenues Over Expenditures	(33,389)	(33,389)	(14,168)	19,221
Cash Balance Beginning of Year	<u>33,389</u>	<u>33,389</u>	<u>33,389</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 19,221</u>	<u>\$ 19,221</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (14,168)	
Net Change in Accounts Payable			<u>(374)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (14,542)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IMPACT AID INDIAN EDUCATION-25147
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 77,912	\$ 78,008	\$ 96
Total Revenues	<u>0</u>	<u>77,912</u>	<u>78,008</u>	<u>96</u>
Expenditures				
Instruction				
Personnel Services	0	10,540	10,382	158
Employee Benefits	0	3,326	2,710	616
Professional & Tech Services	0	4,161	3,805	356
Purchased Services	0	771	617	154
Supplies	0	5,607	5,605	2
Supply Assets	0	2,787	2,787	0
Total Instruction	<u>0</u>	<u>27,192</u>	<u>25,906</u>	<u>1,286</u>
Support Services				
Students				
Professional & Tech Services	0	15,848	15,848	0
Purchased Services	0	3,959	3,947	12
Total Students	<u>0</u>	<u>19,807</u>	<u>19,795</u>	<u>12</u>
Instruction				
Supplies	0	150	90	60
Total Instruction	<u>0</u>	<u>150</u>	<u>90</u>	<u>60</u>
General Administration				
Professional & Tech Services	0	8,957	5,152	3,805
Purchased Property Services	0	2,858	1,190	1,668
Supplies	0	2,530	2,530	0
Total General Administration	<u>0</u>	<u>14,345</u>	<u>8,872</u>	<u>5,473</u>
School Administration				
Personnel Services	0	17,955	17,955	0
Employee Benefits	0	8,353	5,232	3,121
Professional & Tech Services	0	110	110	0
Purchased Services	0	126	126	0
Supplies	0	159	159	0
Total School Administration	<u>0</u>	<u>26,703</u>	<u>23,582</u>	<u>3,121</u>
Total Support Services	\$ <u>0</u>	\$ <u>61,005</u>	\$ <u>52,339</u>	\$ <u>8,666</u>

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IMPACT AID INDIAN EDUCATION-25147
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Community Service				
Professional & Tech Services	\$ 0	\$ 279	\$ 279	\$ 0
Purchased Services	0	360	360	0
Supplies	0	1,242	1,119	123
Total Community Service	<u>0</u>	<u>1,881</u>	<u>1,758</u>	<u>123</u>
 Total Expenditures	 <u>0</u>	 <u>90,078</u>	 <u>80,003</u>	 <u>10,075</u>
 Excess (Deficiency) of Revenues Over Expenditures	 0	 (12,166)	 (1,995)	 10,171
 Cash Balance Beginning of Year	 <u>12,166</u>	 <u>12,166</u>	 <u>12,166</u>	 <u>0</u>
 Cash Balance End of Year	 <u>\$ 12,166</u>	 <u>\$ 0</u>	 <u>\$ 10,171</u>	 <u>\$ 10,171</u>
 Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (1,995)	
Net Change in Accounts Payable			2,300	
Net Change in Accrued Salaries & Benefits			<u>1,970</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 2,275</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE XIX MEDICAID-25153
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 45,744	\$ 45,744	\$ 33,338	\$ (12,406)
Total Revenues	<u>45,744</u>	<u>45,744</u>	<u>33,338</u>	<u>(12,406)</u>
Expenditures				
Support Services				
Students				
Personnel Services	29,422	30,982	30,980	2
Employee Benefits	11,676	11,610	11,604	6
Purchased Services	0	315	315	0
Supplies	2,705	896	861	35
Total Students	<u>43,803</u>	<u>43,803</u>	<u>43,760</u>	<u>43</u>
General Administration				
Professional & Tech Services	29,422	30,982	1,513	29,469
Total General Administration	<u>29,422</u>	<u>30,982</u>	<u>1,513</u>	<u>29,469</u>
Total Support Services	<u>73,225</u>	<u>74,785</u>	<u>45,273</u>	<u>29,512</u>
Total Expenditures	<u>73,225</u>	<u>74,785</u>	<u>45,273</u>	<u>29,512</u>
Excess (Deficiency) of Revenues Over Expenditures	(27,481)	(29,041)	(11,935)	17,106
Cash Balance Beginning of Year	<u>2,589</u>	<u>2,589</u>	<u>2,589</u>	<u>0</u>
Cash Balance End of Year	<u>\$ (24,892)</u>	<u>\$ (26,452)</u>	<u>\$ (9,346)</u>	<u>\$ 17,106</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (11,935)	
Net Change in Accounts Payable			<u>(141)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (12,076)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INDIAN EDUCATION FORMULA-25184
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 27,168	\$ 27,157	\$ (11)
Total Revenues	<u>0</u>	<u>27,168</u>	<u>27,157</u>	<u>(11)</u>
Expenditures				
Instruction				
Personnel Services	0	20,790	20,790	0
Employee Benefits	0	4,793	4,793	0
Professional & Tech Services	0	160	160	0
Supplies	0	1,010	1,010	0
Supply Assets	0	415	415	0
Total Instruction	<u>0</u>	<u>27,168</u>	<u>27,168</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>27,168</u>	<u>27,168</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(11)	(11)
Cash Balance Beginning of Year	\$ 0	\$ 0	\$ 0	\$ 0
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11)</u>	<u>\$ (11)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (11)	
Net Change in Due from Grantor			<u>11</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INDIAN EDUCATION-SPECIAL PROGRAMS-25194
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 293,392	\$ 293,741	\$ 349
Total Revenues	<u>0</u>	<u>293,392</u>	<u>293,741</u>	<u>349</u>
Expenditures				
Instruction				
Personnel Services	0	133,360	133,360	0
Employee Benefits	0	42,703	42,703	0
Professional & Tech Services	0	8,254	8,254	0
Other Purchased Services	0	28,124	28,124	0
Supplies	0	3,349	3,339	10
Total Instruction	<u>0</u>	<u>215,790</u>	<u>215,780</u>	<u>10</u>
Support Services				
General Administration				
Professional & Tech Services	0	12,171	12,171	0
Total General Administration	<u>0</u>	<u>12,171</u>	<u>12,171</u>	<u>0</u>
School Administration				
Personnel Services	0	48,000	48,000	0
Employee Benefits	0	16,413	16,413	0
Professional & Tech Services	0	1,368	1,368	0
Total School Administration	<u>0</u>	<u>65,781</u>	<u>65,781</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>77,952</u>	<u>77,952</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>293,742</u>	<u>293,732</u>	<u>10</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(350)	9	359
Cash Balance Beginning of Year	\$ 350	\$ 350	\$ 350	\$ 0
Cash Balance End of Year	<u>\$ 350</u>	<u>\$ 0</u>	<u>\$ 359</u>	<u>\$ 359</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 9	
Net Change in Due from Grantor			1,864	
Net Change in Accrued Salaries & Benefits			(2,223)	
Net Change in Deferred Revenue			350	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-DUAL CREDIT INSTRUCTIONAL MATERIALS-27103
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 394	\$ 394	\$ 0
Total Revenues	<u>0</u>	<u>394</u>	<u>394</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	394	394	0
Total Instruction	<u>0</u>	<u>394</u>	<u>394</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>394</u>	<u>394</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-2010 GO STUDENT LIBRARY-27106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 1,265	\$ 3,418	\$ 3,418	\$ 0
Total Revenues	<u>1,265</u>	<u>3,418</u>	<u>3,418</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	2,153	2,153	0
Total Instruction	<u>0</u>	<u>2,153</u>	<u>2,153</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>2,153</u>	<u>2,153</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	1,265	1,265	1,265	0
Cash Balance Beginning of Year	<u>(1,265)</u>	<u>(1,265)</u>	<u>(1,265)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,265	
Net Change in Due from Grantor			<u>(1,265)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-2012 GO STUDENT LIBRARY-27107
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 9,464	\$ 0	\$ (9,464)
Total Revenues	<u>0</u>	<u>9,464</u>	<u>0</u>	<u>(9,464)</u>
Expenditures				
Support Services				
Instruction				
Supplies		9,464	7,076	2,388
Total Instruction	<u>0</u>	<u>9,464</u>	<u>7,076</u>	<u>2,388</u>
Total Support Services	<u>0</u>	<u>9,464</u>	<u>7,076</u>	<u>2,388</u>
Total Expenditures	<u>0</u>	<u>9,464</u>	<u>7,076</u>	<u>2,388</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(7,076)	(7,076)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (7,076)</u>	<u>\$ (7,076)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,076)	
Net change in Due from Grantor			<u>7,076</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TECH FOR ED-27117
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(3,162)	(3,162)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(3,162)</u>	<u>(3,162)</u>
Net Change in Fund Balance	0	0	(3,162)	(3,162)
Cash Balance Beginning of Year	<u>3,162</u>	<u>3,162</u>	<u>3,162</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 3,162</u>	<u>\$ 3,162</u>	<u>\$ 0</u>	<u>\$ (3,162)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (3,162)	
Net Change in Due from Grantor			<u>0</u>	
Net Change in Fund Balance			<u>(3,162)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-PRE K INITIATIVE-27149
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 22,133	\$ 63,008	\$ 42,092	\$ (20,916)
Total Revenues	<u>22,133</u>	<u>63,008</u>	<u>42,092</u>	<u>(20,916)</u>
Expenditures				
Instruction				
Personnel Services	0	21,105	21,105	0
Employee Benefits	0	7,338	7,338	0
Professional & Tech Services	0	20	20	0
Supplies	0	1,538	1,538	0
Total Instruction	<u>0</u>	<u>30,001</u>	<u>30,001</u>	<u>0</u>
Student Transportation				
Supplies	0	10,874	10,874	0
Total Student Transportation	<u>0</u>	<u>10,874</u>	<u>10,874</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>40,875</u>	<u>40,875</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	22,133	22,133	1,217	(20,916)
Cash Balance Beginning of Year	<u>(22,133)</u>	<u>(22,133)</u>	<u>(22,133)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (20,916)</u>	<u>\$ (20,916)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,217	
Net Change in Due from Grantor			(1,217)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INDIAN EDUCATION ACT-27150
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 20,000	\$ 0	\$ (20,000)
Total Revenues	<u>0</u>	<u>20,000</u>	<u>0</u>	<u>(20,000)</u>
Expenditures				
Instruction				
Personnel Services	0	14,814	14,814	0
Employee Benefits	0	3,329	3,329	0
Professional & Tech Services	0	475	475	0
Supplies	0	1,030	654	376
Supply Assets	0	352	352	0
Total Instruction	<u>0</u>	<u>20,000</u>	<u>19,624</u>	<u>376</u>
Total Expenditures	<u>0</u>	<u>20,000</u>	<u>19,624</u>	<u>376</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(19,624)	(19,624)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (19,624)</u>	<u>\$ (19,624)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (19,624)	
Net Change in Due from Grantor			20,289	
Net Change in Account Payables			(526)	
Net Change in Accrued Salaries & Benefits			(139)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	197	197
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>197</u>	<u>197</u>
Net Change in Fund Balance	0	0	(197)	(197)
Cash Balance Beginning of Year	<u>197</u>	<u>197</u>	<u>197</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 197</u>	<u>\$ 197</u>	<u>\$ 0</u>	<u>\$ (197)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (197)	
Net Change in Fund Balance			<u>\$ (197)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-BREAKFAST FOR ELEMENTARY-27155
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 52	\$ 13,918	\$ 6,118	\$ (7,800)
Total Revenues	<u>52</u>	<u>13,918</u>	<u>6,118</u>	<u>(7,800)</u>
Expenditures				
Food Service				
Supplies	0	13,866	13,866	0
Total Food Service	<u>0</u>	<u>13,866</u>	<u>13,866</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>13,866</u>	<u>13,866</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	52	52	(7,748)	(7,800)
Cash Balance Beginning of Year	<u>(52)</u>	<u>(52)</u>	<u>(52)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (7,800)</u>	<u>\$ (7,800)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (7,748)	
Net Change in Due from Grantor			<u>7,748</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-KINDERGARTEN 3 PLUS-27166
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(393)	(393)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(393)</u>	<u>(393)</u>
Net Change in Fund Balance	0	0	(393)	(393)
Cash Balance Beginning of Year	<u>393</u>	<u>393</u>	<u>393</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 393</u>	<u>\$ 393</u>	<u>\$ 0</u>	<u>\$ (393)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (393)	
Net Change in Fund Balance			<u>\$ (393)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-AFTER SCHOOL ENRICHMENT-27168
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	(301)	(301)	(301)	0
Total Other Sources (Uses)	<u>(301)</u>	<u>(301)</u>	<u>(301)</u>	<u>0</u>
Net Change in Fund Balance	(301)	(301)	(301)	0
Cash Balance Beginning of Year	<u>301</u>	<u>301</u>	<u>301</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ (301)	
Net Change in Fund Balance			<u>\$ (301)</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-SCIENCE INSTRUCTIONAL MATERIALS-27176
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	5,583	5,583	5,583	0
Total Other Sources (Uses)	<u>5,583</u>	<u>5,583</u>	<u>5,583</u>	<u>0</u>
Net Change in Fund Balance	5,583	5,583	5,583	0
Cash Balance Beginning of Year	<u>(5,583)</u>	<u>(5,583)</u>	<u>(5,583)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Net Change in Cash Balance			\$ 5,583	
Net Change in Due from Grantor			<u>(5,583)</u>	
Net Change in Fund Balance			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-NM GROWN FRUITS & VEGTABLES-27183
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 0	\$ 591	\$ 260	\$ (331)
Total Revenues	<u>0</u>	<u>591</u>	<u>260</u>	<u>(331)</u>
Expenditures				
Food Services Operations				
Supplies	0	591	260	331
Total Food Services Operations	<u>0</u>	<u>591</u>	<u>260</u>	<u>331</u>
Total Expenditures	<u>0</u>	<u>591</u>	<u>260</u>	<u>331</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2014

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 56,923	\$ 56,923	\$ 54,709	\$ (2,214)
State Grant	0	105,132	84,698	(20,434)
Total Revenues	<u>56,923</u>	<u>162,055</u>	<u>139,407</u>	<u>(22,648)</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Support Services				
General Administration				
Professional & Tech Services	923	923	547	376
Total General Administration	<u>923</u>	<u>923</u>	<u>547</u>	<u>376</u>
Total Support Services	<u>923</u>	<u>923</u>	<u>547</u>	<u>376</u>
Capital Outlay				
Maintenance	71,068	76,481	72,101	4,380
Construction Services	0	24,036	24,035	1
Rent	0	17,083	17,082	1
Land Improvements	0	2,440	2,440	0
Fixed Assets	0	33,711	33,711	0
Supply Assets	0	22,449	22,449	0
Total Capital Outlay	<u>71,068</u>	<u>176,200</u>	<u>171,818</u>	<u>4,382</u>
Total Expenditures	<u>71,991</u>	<u>177,123</u>	<u>172,365</u>	<u>4,758</u>
Excess (Deficiency) of Revenues Over Expenditures	(15,068)	(15,068)	(32,958)	(17,890)
Cash Balance Beginning of Year	<u>16</u>	<u>16</u>	<u>16</u>	<u>0</u>
Cash Balance End of Year	<u><u>\$ (15,052)</u></u>	<u><u>\$ (15,052)</u></u>	<u><u>\$ (32,942)</u></u>	<u><u>\$ (17,890)</u></u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures			\$ (32,958)	
Net Change in Taxes Receivable			22,165	
Net Change in Due from State			9,342	
Net Change in Accounts Payable			20,035	
Net Change in Unavailable Revenue			<u>(22,577)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u><u>\$ (3,993)</u></u>	

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

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND

Activity Trust Fund

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 AGENCY FUNDS - ACTIVITY
 Schedule of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2014

	Balance 6/30/13	Additions	Deductions	Balance 6/30/14
ASSETS				
9000 Administration	2,266	10,343	11,392	1,217
9001 Yearbook	1,711	2,801	2,391	2,121
9002 Elementary	2,783	7,439	5,932	4,290
9003 FFA	233	9,582	8,185	1,630
9004 Football	7	1,710	1,717	0
9005 Library	803	2,360	791	2,372
9006 Flower Fund	14	370	245	139
9007 National Honor Society	23	0	0	23
9008 Native American Club High School	1,250	55	200	1,105
9009 Native American Club Middle School	935	0	0	935
9010 Native American Club Elementary	22	192	89	125
9011 Elementary SPED	120	0	20	100
9012 Dance Team	0	897	0	897
9013 Volleyball	1,309	10,513	6,919	4,903
9015 Student Council High School	(515)	2,275	1,760	0
9016 Class of 2020	0	58	0	58
9017 Athletic Concessions	4,768	41,024	38,731	7,061
9018 Boys Basketball Camp	574	11,783	11,470	887
9019 Class of 2016	1,270	2,340	1,489	2,121
9020 Class of 2018	287	934	500	721
9021 Class of 2019	31	100	0	131
9022 Class of 2020	0	65	0	65
9023 Parent Advisory Council	0	5,617	5,617	0
9024 Class of 2012	515	0	510	5
9025 MESA	0	345	188	157
9026 MMS Scholarship Fund	1,997	1,500	1,100	2,397
9027 Girls Basketball	72	1,373	450	995
9028 Renaissance Program High School	840	3,318	3,008	1,150
9029 Renaissance Program Elementary	10	666	638	38
9030 Educators Scholarship	2,680	3,770	3,850	2,600
9032 Clint Benjamin Memorial Scholarship	830	3,500	1,900	2,430
9034 Cheerleaders	1,268	571	350	1,489
9035 High School Account	3,197	873	1,259	2,811
9036 Auto Shop-Skills USA	16,874	43,126	39,088	20,912
9037 Board of Education Scholarship	1,499	2,271	1,500	2,270
9038 Jay Apachito Scholarship	1,700	0	700	1,000
9040 Mid/High Incentives	1,337	1,015	645	1,707
9042 SAP	659	0	0	659
9060 Insurance Benefits	608	623,407	556,521	67,494
9061 Embroidery Class	289	0	0	289
9064 Auto Shop Scholarship	9,709	0	1,500	8,209
9065 Class of 2014	\$ 1,530	934	2,250 \$	214

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 AGENCY FUNDS - ACTIVITY
 Schedule of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2014

	Balance 6/30/13	Additions	Deductions	Balance 6/30/14
9066 PBS	\$ 1,486	0	0	\$ 1,486
9068 Letterman's Club	809	0	297	512
9069 Spanish Club	1,364	0	65	1,299
9070 Class of 2015	209	3,234	1,532	1,911
9071 Kindergarten	134	0	0	134
9072 Rocket Club	154	1,055	954	255
9073 Baseball	2,351	1,216	3,226	341
9074 Box Tops for Education	631	482	0	1,113
9075 NRAO Science	132	500	274	358
9076 Track	15	525	96	444
9077 Native Health	81	0	81	0
9078 Class of 2017	328	430	117	641
Total Assets	<u>\$ 71,199</u>	<u>\$ 804,569</u>	<u>\$ 719,547</u>	<u>\$ 156,221</u>
LIABILITIES				
Deposits Held for Others	<u>\$ 71,199</u>	<u>\$ 804,569</u>	<u>\$ 719,547</u>	<u>\$ 156,221</u>
Total Liabilities	<u>\$ 71,199</u>	<u>\$ 804,569</u>	<u>\$ 719,547</u>	<u>\$ 156,221</u>

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

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 CASH RECONCILIATION-ALL FUNDS
 For the Year Ended June 30, 2014

		Beginning Cash 6/30/13	Revenue	Expenditures	Adjustments Transfers Loans	Ending Cash 6/30/14
Operational	11000 \$	321,000	\$ 4,033,181	\$ 3,909,681	\$ 0	\$ 444,500
Teacherage	12000	1,746	0	0	0	1,746
Transportation	13000	0	278,694	278,694	0	0
Instructional Materials	14000	6,269	21,532	18,414	0	9,387
Food Service	21000	69,929	194,240	198,061	0	66,108
Athletics	22000	24,601	20,087	15,505	0	29,183
Federal Flowthrough	24000	(216,702)	599,460	581,116	(3,228)	(201,586)
Federal Direct	25000	42,909	479,904	505,226	0	17,587
State Flowthrough	27000	(24,980)	119,257	225,066	(4,053)	(134,842)
Senate Bill Nine	31700	16	139,407	172,365	0	(32,942)
Debt Service	41000	96,394	159,121	161,242	0	94,273
Activities	23000	71,199	804,569	719,547	0	156,221
Total		\$ 392,381	\$ 6,849,452	\$ 6,784,917	\$ (7,281)	\$ 449,635

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

FEDERAL COMPLIANCE

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2014

Federal Agency/Pass Through Grantor/Program Title	Federal CFDA Number	State ID Number	Total Federal Awards Expended
<u>U. S. Department of Agriculture</u>			
Pass-through State Public Education Department:			
School Breakfast Program	10.553	21000	\$ 59,745
National School Lunch Program	10.555	21000	120,114
			<u>179,859</u>
Pass-through State Department of Human Services:			
Supplemental Nutrition Assistance Program	10.551	21000	(1) 14,820
Direct Program			
Rural Development, Forestry, and Communities	10.672	11000	47,775
Total U. S. Department of Agriculture			<u>242,454</u>
<u>U. S. Department of Education</u>			
Pass-through State Public Education Department:			
Special Education Cluster			
IDEA B, Entitlement	84.027	24106	106,828
IDEA B, Risk Pool	84.027	24120	903
IDEA Preschool	84.173	24109	7,670
			<u>115,401</u>
Title I			
Improving Teacher Quality	84.010	24101	410,611
	84.367	24154	51,999
Direct Program			
Impact Aid	84.041	11000	318,824
Impact Aid-Special Education	84.041	25145	35,640
Impact Aid-Indian Education	84.041	25147	78,008
Indian Education Formula Grant	84.060	25184	27,168
Indian Education-Special Projects	84.235	25194	295,954
Total U. S. Department of Education			<u>1,333,605</u>
<u>U. S. Department of Interior</u>			
Pass-through State Public Education Department:			
Johnson O'Malley	15.130	25131	10,957
Total Federal Assistance			\$ <u>1,587,016</u>

(1) Non-cash assistance

See accompanying notes to the Schedule of Expenditures of Federal Awards

STATE OF NEW MEXICO

MAGDALENA MUNICIPAL SCHOOLS

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2014

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

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

Note 2: Insurance Requirements

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

Note 3: Loans or Loan Guarantees

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

Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
In Accordance with *Government Auditing Standards*

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Magdalena Municipal Schools

Mr. Balderas and Members of the Board

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, of the Magdalena Municipal Schools (District) as of and for the year ended June 30, 2014, 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 November 4, 2014.

Internal Control Over Financial Reporting

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

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 District'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 are 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 first paragraph of this section 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. 2013-001 (13-01), 2014-001, 2014-002, 2014-003, 2014-004, 2014-005, 2014-006.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2013-001 (13-01), 2014-001, 2014-002, 2014-003, 2014-004, 2014-005, 2014-006, 2014-007.

District's Responses to Findings

The District's responses to the findings identified in our audit as described in the accompanying Schedule of Findings and Questioned Cost. 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 results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

 De'Ann Willoughby CPA PC

Clovis, New Mexico
November 4, 2014

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

Independent Auditor's Report

Mr. Hector Balderas
State Auditor of the State of New Mexico
Board Members of the Magdalena Municipal Schools

Mr. Balderas and Members of the Board

Compliance

We have audited Magdalena Municipal Schools (District) compliance with the types of compliance requirements described in the OMB A-133 Compliance Supplement that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2014. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2014-001, that we consider to be a significant deficiency.

The District's response to the internal control over compliance findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

De'Aun Willoughby CPA PC

Clovis, New Mexico
November 4, 2014

STATE OF NEW MEXICO
MAGDALENA MUNICIPAL SCHOOLS
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2014

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting

* Material weaknesses identified? No

* Significant deficiencies identified? Yes

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

* Material weaknesses identified? No

* Significant deficiencies identified? Yes

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

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

Identification of major programs:

<u>CFDA Numbers)</u>	<u>Name of Federal Program of Cluster</u>
84.010	Title I
84.041	Impact Aid

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

Audited qualified as low risk Auditee No

Federal Compliance Findings

Prior Year Audit Findings None

Current Year Audit Findings

2014-001 Data Collection Form-Compliance & Internal Control-Significant Deficiency Condition

The 2013 Data Collection form was not completed until 2/13/2014.

Criteria

The Data collection form was not completed until 2/13/14. When the audit is released the District has 30 days to submit the Data collection form or nine months after the year end which ever comes first. The OSA release letter was dated 12/11/13, five days after that it becomes public as per Section 12-6-5 NMSA 1978. The submission due date was 1/15/14.

Cause

Management was not aware of the deadline for filing the Data Collection Form.

Effect

The District does not qualify as a low risk auditee.

Recommendation

The Data Collection Form should be submitted and accepted before the due date.

Response

The previous auditor submitted the data collection form and we approved it on the same day it was submitted. We will make sure that the form is submitted timely.

Financial Statements Findings

Prior Year Audit Findings	Status
FS 11-01 Credit Cards - Significant deficiency	Resolved
FS 11-03 Exceeded Budget Authority - Control/Compliance deficiency	Resolved
FS 13-01 Pledged Collateral - Control/Compliance deficiency	Repeated & Modified

Current Year Audit Findings

2013-001 Pledged Collateral-Compliance & Internal Control-Significant Deficiency (FS 13-01) Condition

Wells Fargo Bank has not pledged enough securities for the public monies held by the institution over the insured amount. The securities were under pledged by \$59,013.23.

Criteria

Pursuant to Section 6-10-16, NMSA 1978 and Section 6-10-17, NMSA 1978 securities with an aggregate value equal to one-half the amount of public money deposited shall be provided by the depository.

Cause

Management depended upon the institution to adequately pledge securities to cover public funds. The institution completed the Bank Report disclosing the amount of deficiency but did not increase the amount of the pledge.

Effect

Under collateralization results in lack of guarantee of the District's money in case of institutional failure.

Recommendation

We recommend that the District monitor the Bank Report and request additional securities when necessary.

Response

We have been monitoring our pledged collateral and the bank has assured us that our pledged collateral is sufficient. We will continue to monitor the Bank Report and will request additional pledged securities when necessary.

2014-002 Expenditure Issues-Compliance & Internal Control-Significant Deficiency

Condition

Out of 321 sampled we noted the following:

9 PO's were dated after the invoice date totaling \$25,498.14.

2 bills did not have invoices totaling \$6,500.00

1 Invoice dated 1/10/14 was not paid until 3/20/14 totaling \$1,095.00

1 PO was coded to a different fund than what the check was paid from totaling \$2,572.14.

1 Check was for \$770.40 but the invoice was for \$64.20.

Criteria

In accordance with 6.20.2.17 Purchasing each school district shall establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq, NMSA 1978.

Cause

There is a lack of training and supervision allowing errors to occur.

Effect

Without proper documentation and following the procurement act, there are not adequate controls over expenditures. Results could be over spending.

Recommendation

Training, supervision and review will mitigate the issues.

Response

We will provide training and supervision to avoid the expenditure issues.

2014-003 I-9s-Compliance and Internal Control-Significant Deficiency

Condition

During our test of 20 personnel file, we noted the following:

-One I-9 was completed with a unauthorized form on List C.

Criteria

NMAC 6.20.2.18 states the local board shall establish written policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School district 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, direct deposit authorizations, pay or position change notices and ERA plan application.

Cause

Lack of training and supervision caused errors in the completion of the I-9s.

Effect

The District is subject to penalties. The penalties can include \$250 to \$3,000 for improper completion of the I-9 form. Improper completion, retention or making it available for inspection fines range from \$100 to \$1,100 for each I-9. Knowingly hiring or continuing to employ unauthorized workers fines range from \$250 up to \$11,000 per violation

Recommendation

Training and supervision is necessary to assure the I-9s are completed correctly.

Response

We will provide additional training, review all I-9s, obtain correct ones and secure them in a permanent notebook.

2014-004 New Hire Reporting-Compliance and Internal Control-Significant Deficiency

Condition

Eight of fourteen new employees hired were not reported to the NM New Hire Reporting System timely and two were not reported at all.

Criteria

New Mexico law (§50-13-1 to 50-13-4) and Federal law (42 USC §653.a.(b)(1)(A)), all public, private, non-profit, and government employers are required to report all newly hired employees within 20 days of hire.

Cause

A lack of training and supervision allowed the process to fail.

Effect

Pursuant to federal law, states have the option of imposing civil monetary penalties on employers who fail to report new hires. The fine can be up to \$20 per newly hired employee, and if there is a conspiracy between the employer and employee not to report, the penalty can be up to \$500 per newly hired employee.

Recommendation

Additional training and supervision is necessary to avoid this oversight in the future.

Response

We will provide additional training and supervision.

2014-005 Stale Checks-Compliance and Internal Control-Significant Deficiency

Condition

The District is in violation of state statutes regarding stale-dated checks. The District maintained 2 checks totaling \$68.84 in the Activity account that was dated over one year old at June 30, 2014.

Criteria

Section 7-8A, NMSA 1978, and related regulations require that the District provide information about the payees and the related funds to Unclaimed Property Division of the New Mexico Taxation and Revenue Department for outstanding checks that were distributed but not cashed within one year.

Cause

The District did not implement an internal control policy to account for stale dated outstanding checks and did not void these checks on a timely basis.

Effect

Carrying numerous bank reconciling items could result in a misstatement in the accounting records or related misappropriation of funds.

Recommendation

We recommend that the District implement a procedure to review the outstanding check listings for all bank accounts and track stale-dated checks. If checks on the outstanding check listings are greater than one year old, we recommend these checks be voided and that the District take appropriate steps to ensure that the funds are reported to the Unclaimed Property Division as may be necessary.

Response

We will review stale dated checks before the year end and take appropriate action.

2014-006 Cash Appropriations in Excess of Available Cash Balances-Compliance and Internal Control-Significant Deficiency

Condition

The District maintained a deficit budget in excess of available cash balance in Senate Bill-Nine (31700) of \$(15,052).

Criteria

Section 2.2.210. (P) (1), NMAC, requires all school district funds, with the exception of agency funds, to be budgeted by the local governing body and submitted to the PED for approval. Cash balances budgeted to make up the deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

Cause

The District does not have a procedure in place to ensure sufficient beginning cash balances exist to absorb budget deficits.

Effect

The District will have to supplement the budget deficit with other funds, which may lead to financial difficulties and deplete the budget in other funds.

Recommendation

BARS should be issued shortly after audited cash balances are confirmed if estimated cash balances are more and cash was used to balance the budget.

Response

BARS will be issued to adjust beginning cash to actual and reduce expenditures as necessary.

2014-007 Late IPA Recommendation and Audit Contract-Compliance and Other Matter

Condition

The IPA recommendation and audit contract was not received by the Office of the State Auditor by the required due date of May 1, 2014. The IPA recommendation and audit contract were not mailed to the Office of the State Auditor until August 25, 2014.

Criteria

Paragraph (6) or Subsection G of 2.2.2.8 NMAC requires the contract be received by the Office of the State Auditor by May 1, 2014.

Cause

The District was notified by PED there auditor would not be accepted. The District solicited auditors but rejected all responses. The deadline was exceeded by the time a second round of auditors was considered.

Effect

Paragraph (6) or Subsection G of 2.2.2.8 NMAC was violated.

Recommendation

The District should contract with an approved auditor timely.

Response

The District will comply with OSA deadlines for audit requirements.

Financial Statement Preparation

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

Exit Conference

An exit conference was held on November 4, 2014. Those present were Fletcher Tigner-Member, Michael Chambers-Superintendent, Dorothy Zamora-Business Manager and De'Aun Willoughby, CPA.