

STATE OF NEW MEXICO
**MESA VISTA CONSOLIDATED
SCHOOL DISTRICT NO. 6**

COMPREHENSIVE FINANCIAL ANNUAL REPORT
AND
SUPPLEMENTAL INFORMATION
YEAR ENDED JUNE 30, 2015
WITH
REPORT OF CERTIFIED PUBLIC ACCOUNTANTS



Where Kids Come First



ACCOUNTING & FINANCIAL
SOLUTIONS
CERTIFIED PUBLIC ACCOUNTANTS

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INTRODUCTORY SECTION

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

OFFICIAL ROSTER
June 30, 2015

BOARD OF EDUCATION

Andy R. Lopez	President
Jessica Manzanares	Vice President
Toby Martinez	Secretary
John Garcia	Member
Marvyn Jaramillo	Member

SCHOOL OFFICIALS

Ernesto Valdez	Superintendent
Brenda Halder	Business Manager

AUDIT COMMITTEE

John Garcia	Member
Marvyn Jaramillo	Member
Andrea Sandoval	Member
Michelle Campos	Member
Monique Garcia	Member
Ernesto Valdez	Superintendent
Brenda Halder	Business Manager

FINANCE COMMITTEE

John Garcia	Member
Marvyn Jaramillo	Member
Andrea Sandoval	Member
Michelle Campos	Member
Monique Garcia	Member
Ernesto Valdez	Superintendent
Brenda Halder	Business Manager

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FINANCIAL SECTION

FISCAL YEAR 2015

JULY 1, 2014 THROUGH JUNE 30, 2015

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INDEPENDENT AUDITORS' REPORT

Tim Keller, State Auditor,
The Board of Education, and
The Audit Committee of Mesa Vista Consolidated School District No. 6

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Mesa Vista Consolidated School District No. 6, as of and for the year ended June 30, 2015, and the related notes to the financial statements which collectively comprise Mesa Vista Consolidated School District No. 6's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of Mesa Vista Consolidated School District No. 6's nonmajor governmental funds and the budgetary comparisons for the major capital project funds, debt service fund, 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, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6, as of June 30, 2015, and the respective changes in financial position thereof 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 of Mesa Vista Consolidated School District No. 6 as of June 30, 2015, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project funds, debt service fund, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Tim Keller, State Auditor,
The Board of Education, and
The Audit Committee of Mesa Vista Consolidated School District No. 6

Emphasis of Matter

As discussed in Note I.A and Note IV.F, during the year ended June 30, 2015 Mesa Vista Consolidated School District No. 6 adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on Mesa Vista Consolidated School District No. 6'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 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.

The Schedule of Vendor Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 7, 2015 on our consideration of the Mesa Vista Consolidated School District No. 6'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 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 Mesa Vista Consolidated School District No. 6's internal control over financial reporting and compliance.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
October 7, 2015

BASIC FINANCIAL STATEMENTS

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

STATEMENT OF NET POSITION
June 30, 2015

	<u>Governmental Activities</u>
Assets	
Cash and cash equivalents	\$ 2,292,041
Receivables:	
Delinquent property taxes receivable	455,320
Grant	581,248
Due from other governments	17,007
USDA commodities inventory	1,898
Food inventory	1,000
Non-current:	
Non-depreciable assets	292,443
Depreciable capital assets, net	<u>11,138,904</u>
Total Assets	<u>14,779,861</u>
 Deferred Outflows of Resources:	
Contributions to pension subsequent to the measurement date	<u>386,208</u>
 Liabilities	
Accounts payable	17,546
Accrued salaries	78,147
Accrued interest	18,791
Compensated absences	39,353
Long-term liabilities other than pensions:	
Due within one year	360,000
Due in more than one year	2,346,771
Aggregate net pension liability	<u>5,717,133</u>
Total Liabilities	<u>8,577,741</u>
 Deferred Inflows of Resources	
Difference between expected and actual experience	85,168
Net difference between projected and actual investment earnings on plan investments	519,731
Change in proportionate share of pension liability	<u>88,065</u>
Total Deferred Inflows of Resources	<u>692,964</u>
 Net Position	
Net investment in capital assets	9,154,938
Restricted for:	
Inventories	2,898
Special revenue funds	117,596
Capital projects	1,564,763
Debt service	401,255
Unrestricted	<u>(5,346,086)</u>
Total Net Position	<u>\$ 5,895,364</u>

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

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

STATEMENT OF ACTIVITIES
 Year Ended June 30, 2015

<u>Functions/Programs</u>	<u>Expenses</u>	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	
Primary government:						
Governmental activities:						
Instruction	\$ 2,503,412	\$ 7,779	\$ 487,379	\$ 115	\$ (2,008,139)	
Support Services - Students	476,904	40,772	92,846	-	(343,286)	
Support Services - Instruction	31,592	-	6,151	-	(25,441)	
Support Services - General Administration	359,847	-	70,057	20	(289,770)	
Support Services - School Administration	513,943	-	100,057	-	(413,886)	
Central Services	328,196	-	63,895	-	(264,301)	
Operations & Maintenance of Plant	1,050,066	-	204,433	1,412	(844,221)	
Student Transportation	462,331	-	322,256	-	(140,075)	
Food Services	271,193	3,632	197,450	-	(70,111)	
Community Services	17,056	-	3,321	-	(13,735)	
Bond interest paid	80,247	-	-	-	(80,247)	
Total governmental activities	<u>\$ 6,094,787</u>	<u>\$ 52,183</u>	<u>\$ 1,547,845</u>	<u>\$ 1,707</u>	<u>(4,493,052)</u>	
General revenues:						
Taxes:						
Property Taxes:						
General purposes						18,429
Capital projects						374,128
Debt service						235,312
Oil and gas						3,386
Grants and contributions not restricted						3,948,462
Miscellaneous income						39,518
Total general revenues						<u>4,619,235</u>
<i>Change in net position</i>						<u>126,183</u>
Net position - beginning						11,814,047
Restatement						<u>(6,044,866)</u>
Net position - beginning as restated						<u>5,769,181</u>
Net position - ending						<u>\$ 5,895,364</u>

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

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Balance Sheet
June 30, 2015

	General Fund	Elementary School Counseling Fund #25215	Bond Building Fund #31100	Special Capital Outlay - State Fund #31400
Assets				
Cash and cash equivalents	\$ 218,160	\$ 2,002	\$ 1,464,143	\$ -
Receivables:				
Property taxes	13,687	-	-	-
Grant	-	47,076	-	285,283
Due from other governments	510	-	-	-
Due from other funds	581,248	-	-	-
USDA commodities inventory	-	-	-	-
Food inventory	-	-	-	-
Total assets	<u>\$ 813,605</u>	<u>\$ 49,078</u>	<u>\$ 1,464,143</u>	<u>\$ 285,283</u>
 Liabilities, deferred inflows, and fund balance				
Liabilities:				
Accounts payable	\$ 17,454	\$ -	\$ -	\$ -
Accrued salaries	65,493	2,002	-	-
Due to other funds	-	47,076	-	285,283
Total liabilities	<u>82,947</u>	<u>49,078</u>	<u>-</u>	<u>285,283</u>
 Deferred inflows of resources:				
Delinquent property taxes	<u>13,502</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund balance:				
Non-spendable:				
Inventories	-	-	-	-
Restricted for:				
Special revenue funds	-	-	-	-
Capital projects funds	-	-	1,464,143	-
Debt service	-	-	-	-
Unassigned	<u>717,156</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>717,156</u>	<u>-</u>	<u>1,464,143</u>	<u>-</u>
 Total liabilities, deferred inflows of resources, and fund balance	 <u>\$ 813,605</u>	 <u>\$ 49,078</u>	 <u>\$ 1,464,143</u>	 <u>\$ 285,283</u>

(cont'd; 1 of 2)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Balance Sheet
June 30, 2015

	Capital Improvements SB-9 <u>Fund #31700</u>	Debt Service <u>Fund #41000</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Assets				
Cash and cash equivalents	\$ 95,344	\$ 384,144	\$ 128,248	\$ 2,292,041
Receivables:				
Property taxes	104,317	337,316	-	455,320
Grant	-	-	248,889	581,248
Due from other governments	3,947	12,550	-	17,007
Due from other funds	-	-	-	581,248
USDA commodities inventory	-	-	1,898	1,898
Food inventory	-	-	1,000	1,000
Total assets	<u>\$ 203,608</u>	<u>\$ 734,010</u>	<u>\$ 380,035</u>	<u>\$ 3,929,762</u>
 Liabilities, deferred inflows, and fund balance				
Liabilities:				
Accounts payable	\$ 92	\$ -	\$ -	\$ 17,546
Accrued salaries	-	-	10,652	78,147
Due to other funds	-	-	248,889	581,248
Total liabilities	<u>92</u>	<u>-</u>	<u>259,541</u>	<u>676,941</u>
Deferred inflows of resources:				
Delinquent property taxes	<u>102,896</u>	<u>332,755</u>	<u>-</u>	<u>449,153</u>
Fund balance:				
Non-spendable:				
Inventories	-	-	2,898	2,898
Restricted for:				
Special revenue funds	-	-	117,596	117,596
Capital projects funds	100,620	-	-	1,564,763
Debt service	-	401,255	-	401,255
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>717,156</u>
Total fund balance	<u>100,620</u>	<u>401,255</u>	<u>120,494</u>	<u>2,803,668</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 203,608</u>	<u>\$ 734,010</u>	<u>\$ 380,035</u>	<u>\$ 3,929,762</u>

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

RECONCILIATION OF THE BALANCE SHEET - ALL GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION
June 30, 2015

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

Fund balances - total governmental funds	\$	2,803,668
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Capital assets		20,826,011
Accumulated depreciation		(9,394,664)
Other assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property taxes receivable		449,153
Deferred inflow of resources are not financial resources, and therefore are not reported in the funds and include:		
Contributions to pension subsequent to the measurement date		386,208
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds		
Bonds payable		(2,700,000)
Accrued interest payable		(18,791)
Accrued vacation payable		(39,353)
Bond premiums		(6,771)
Net pension liability		(5,717,133)
Deferred outflow of resources are not financial resources, and therefore are not reported in the funds and include:		
Difference between expected and actual experience		(85,168)
Net difference between projected and actual investment earnings on plan investments		(519,731)
Change in proportionate share of pension liability		(88,065)
		(88,065)
Net position of governmental activities	\$	5,895,364

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended June 30, 2015

	General <u>Fund</u>	Elementary School Counseling <u>Fund #25215</u>	Bond Building <u>Fund #31100</u>	Special Capital Outlay - State <u>Fund #31400</u>
Revenues:				
Taxes:				
Property	\$ 17,071	\$ -	\$ -	\$ -
Intergovernmental - federal grants	60,847	297,336	-	-
Intergovernmental - state grants	4,563,410	-	-	-
Contributions - private grants	20,564	-	-	-
Charges for services	7,779	-	-	-
Investment and interest income	1,707	-	-	-
Miscellaneous	<u>39,518</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>4,710,896</u>	<u>297,336</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
Instruction	1,981,375	-	-	-
Support services:				
Students	156,183	269,137	-	-
Instruction	10,451	-	-	-
General Administration	278,262	28,199	-	-
School Administration	457,737	-	-	-
Central Services	298,705	-	-	-
Operation & Maintenance of Plant	652,049	-	182,535	-
Student transportation	394,086	-	-	-
Food services operations	39,613	-	-	-
Community services	15,523	-	-	-
Capital outlay	-	-	31,799	-
Debt service:				
Principal retirement	-	-	-	-
Bond interest paid	-	-	-	-
Bond issuance costs	<u>-</u>	<u>-</u>	<u>22,875</u>	<u>-</u>
Total expenditures	<u>4,283,984</u>	<u>297,336</u>	<u>237,209</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	426,912	-	(237,209)	-
Other financing sources:				
Sale of bonds	<u>-</u>	<u>-</u>	<u>865,000</u>	<u>-</u>
<i>Net change in fund balance</i>	426,912	-	627,791	-
Fund balance at beginning of the year	<u>290,244</u>	<u>-</u>	<u>836,352</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 717,156</u>	<u>\$ -</u>	<u>\$ 1,464,143</u>	<u>\$ -</u>

(cont'd; 1 of 2)

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

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and Changes in Fund Balance
Year Ended June 30, 2015

	Capital Improvements SB-9 <u>Fund #31700</u>	Debt Service <u>Fund #41000</u>	Other Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
Revenues:				
Taxes:				
Property	\$ 136,997	\$ 440,043	\$ -	\$ 594,111
Intergovernmental - federal grants	-	-	409,533	767,716
Intergovernmental - state grants	-	-	142,436	4,705,846
Contributions - private grants	-	-	2,181	22,745
Charges for services	-	-	44,404	52,183
Investment and interest income	-	-	-	1,707
Miscellaneous	-	-	-	39,518
Total revenues	<u>136,997</u>	<u>440,043</u>	<u>598,554</u>	<u>6,183,826</u>
Expenditures:				
Current:				
Instruction	-	-	318,064	2,299,439
Support services:				
Students	-	-	8,730	434,050
Instruction	-	-	8,935	19,386
General Administration	4,075	4,390	12,586	327,512
School Administration	-	-	10,024	467,761
Central Services	-	-	-	298,705
Operation & Maintenance of Plant	98,250	-	-	932,834
Student transportation	-	-	26,701	420,787
Food services operations	-	-	207,211	246,824
Community services	-	-	-	15,523
Capital outlay	-	-	10,116	41,915
Debt service:				
Principal retirement	-	360,000	-	360,000
Bond interest paid	-	76,954	-	76,954
Bond issuance costs	-	-	-	22,875
Total expenditures	<u>102,325</u>	<u>441,344</u>	<u>602,367</u>	<u>5,964,565</u>
<i>Excess (deficiency) of revenues over expenditures</i>	34,672	(1,301)	(3,813)	219,261
Other financing sources:				
Sale of bonds	-	-	-	865,000
<i>Net change in fund balance</i>	34,672	(1,301)	(3,813)	1,084,261
Fund balance at beginning of the year	<u>65,948</u>	<u>402,556</u>	<u>124,307</u>	<u>1,719,407</u>
Fund balance at end of the year	<u>\$ 100,620</u>	<u>\$ 401,255</u>	<u>\$ 120,494</u>	<u>\$ 2,803,668</u>

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES ALL GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2015

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

Net change in fund balance - total governmental funds	\$ 1,084,261
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current year</p>	
Capital outlay	41,915
Depreciation	(540,454)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>	
<p>Deferred property taxes at:</p>	
June 30, 2014	(415,395)
June 30, 2015	449,153
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. These differences in the treatment of long-term debt and related items consist of:</p>	
Current year principal payments	360,000
Bonds sold	(865,000)
Bond premium amortization	3,386
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>	
<p>Compensated absences at:</p>	
June 30, 2014	29,986
June 30, 2015	(39,353)
<p>Accrued interest at:</p>	
June 30, 2014	15,498
June 30, 2015	(18,791)
Deferred contributions to pension plan	386,208
Pension expense	<u>(365,231)</u>
Change in net position of governmental activities	<u>\$ 126,183</u>

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes:				
Property	\$ 18,476	\$ 18,476	\$ 17,087	\$ (1,389)
Intergovernmental - federal grants	48,243	50,504	60,847	10,343
Intergovernmental - state grants	4,231,346	4,271,708	4,563,410	291,702
Contributions - private grants	2,000	20,095	20,564	469
Charges for services	2,550	2,550	7,779	5,229
Investment and interest income	1,600	1,600	1,708	108
Miscellaneous	550	36,768	38,755	1,987
Total revenues	4,304,765	4,401,701	4,710,150	308,449
Expenditures:				
Current:				
Instruction	2,053,311	2,003,668	1,978,025	25,643
Support services:				
Students	164,041	184,984	156,183	28,801
Instruction	53,285	15,945	10,451	5,494
General Administration	288,533	302,533	278,776	23,757
School Administration	452,444	461,841	457,737	4,104
Central Services	307,781	307,781	299,055	8,726
Operation & Maintenance of Plant	774,704	776,890	667,788	109,102
Student transportation	326,067	418,318	395,342	22,976
Other Support services	226,725	227,070	-	227,070
Food Services Operations	17,514	47,514	39,612	7,902
Community Services Operations	-	15,524	15,523	1
Total expenditures	4,664,405	4,762,068	4,298,492	463,576
<i>Excess (deficiency) of revenues over expenditures</i>	(359,640)	(360,367)	411,658	772,025
<i>Beginning cash balance budgeted</i>	359,640	360,367	-	(360,367)
Fund balance at beginning of the year	-	-	290,244	290,244
Fund balance at end of the year	\$ -	\$ -	701,902	\$ 701,902
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,104	
Change in due from other governments			238	
Change in payables			15,270	
Change in deferred property taxes			(1,358)	
Fund balance at end of the year (GAAP basis)			\$ 717,156	

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

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

ELEMENTARY SCHOOL COUNSELING FUND - NO. 25215
**Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)**
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ 398,764	\$ 286,084	\$ (112,680)
Expenditures:				
Current:				
Support services:				
Students	-	370,565	269,137	101,428
General Administration	-	28,199	28,199	-
Total expenditures	-	398,764	297,336	101,428
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(11,252)	(11,252)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(11,252)	\$ (11,252)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			11,252	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

AGENCY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2015

ASSETS

Pooled cash and investments	\$ <u>93,375</u>
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LIABILITIES

Deposits held for others	\$ <u>93,375</u>
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The notes to the financial statements are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

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NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF ALL SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Mesa Vista Consolidated School District (District) is a special purpose government corporation governed by an elected five-member Board of Education. The Board of Education is the basic level of government, which has oversight responsibility and control over all activities related to the public school education in the Towns of El Rito and Ojo Caliente, New Mexico and the surrounding areas. The District is responsible for all activities related to public elementary and secondary school education within its jurisdiction. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District's financial statements include all entities over which the Board of Education exercises oversight responsibility. Oversight responsibility includes such aspects as appointment of governing body members, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. Based upon the application of these criteria, no component units or fiduciary units were included in the financial statements.

Generally Accepted Accounting Principles (GAAP) requires that financial statements present the District (primary government) and its component units. The District has no component units that are required to be presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units, an amendment of GASB Statement No. 14*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*.

1. Blended Component Units

The District does not have any component units reported as blended component units.

2. Discretely Presented Component Units

The District does not have any component units reported as discretely presented component units.

During fiscal year 2015, Mesa Vista Consolidated School District No. 6 adopted the following GASB Statements:

- GASB 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, this Statement addresses accounting and financial reporting for pensions that are provided to the employees of state and local governmental employers through pension plans that are administered through trusts. This Statement requires the liability of defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position.
- GASB 69, *Government Combinations and Disposals of Government Operations*, which distinguishes between a government merger and a government acquisition and establishes accounting and financial reporting standards related to government combinations and disposals of government operations.
- GASB 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date (Amendment to GASB 68)*, improve accounting and financial reporting by addressing an issue in Statement No. 68, *Accounting and Financial Reporting for Pensions*, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities. This Statement will be effective at the implementation of GASB 68.

Other accounting standards that Mesa Vista Consolidated School District No. 6 is currently reviewing for applicability and potential impact on the financial statements include:

- GASB 72, *Fair Value Measurement and Application*, This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. This Statement will be effective for the year ended June 30, 2016.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

A. Reporting Entity (cont'd)

- GASB 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, this Statement establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, Accounting and Financial Reporting for Pensions, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, Financial Reporting for Pension Plans, and Statement 68 for pension plans and pensions that are within their respective scopes. This Statement will be effective for the year ended June 30, 2016.
- GASB 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, This Statement replaces Statements No. 43, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, as amended, and No. 57, OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans, as amended, Statement 43, and Statement No. 50, Pension Disclosures. This Statement will be effective for the year ended June 30, 2017.
- GASB 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, this Statement replaces the requirements of Statements No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, as amended, and No. 57, OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans, for OPEB. Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, establishes new accounting and financial reporting requirements for OPEB plans. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed. This Statement will be effective for the year ended June 30, 2018.
- GASB 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, This Statement supersedes Statement No. 55, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and non-authoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement will be effective for the year ended June 30, 2016.

The summary of significant accounting policies of the District is presented to assist in the understanding of the District’s financial statements. The financial statements and notes are the representation of Mesa Vista Consolidated School District No. 6’s management who is responsible for their integrity and objectivity. The financial statements of the District conform to GAAP as applied to governmental units. GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government’s accounting policies are described below.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the school district. For the most part, the effect of inter-fund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

➤ General Fund

The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

➤ Elementary School Counseling Special Revenue Fund (Fund No. 25215) Minimum Balance: None

To conduct nationally significant programs to improve the quality of education, assist all students to meet challenging State content standards, and contribute to the achievement of elementary and secondary students. Authorized through Elementary and Secondary Education Act of 1965 (ESEA), as amended, Title V, Part D, Subpart 1.

➤ Bond Building Capital Projects Fund (Fund No. 31100) Minimum Balance: None

This fund provides financing for the construction of buildings, the purchase of equipment, and the acquisition and improvement of land. Funding is provided by the sale of general obligation bonds, which have been approved by the voters of the district.

➤ Special Capital Outlay – State Capital Projects Fund (Fund No. 31400) Minimum Balance: None

This fund provides financing for special appropriation monies received from the State of New Mexico under Chapter 367, Laws of 1993.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (cont'd)

- Capital Improvements SB – 9 Capital Projects Fund (Fund No. 31700) Minimum Balance: None
This fund provides financing for the purchase of equipment and capital improvements to School District property. Funding is received from a 2 mill property tax levy and interest earned on investments, under New Mexico Senate Bill 9.
- Debt Service Fund (Fund No. 41000) Minimum Balance: None
The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Additionally, the government reports the following fund types:

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

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

Fiduciary Funds – Fiduciary Funds are the agency funds used to account for financial resources used by the student activity groups for which the District has stewardship

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

D. Assets, Liabilities, and Net Position or Equity

1. *Deposits and investments*

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

State statutes authorize the investment of the District's funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, and money market accounts. The District is also allowed to invest in United States Government obligations. All funds for the District must follow the above investment policies.

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

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

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

2. *Receivables and payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due from/to other funds" (i.e., the current portion of inter-fund loans) or "advances to/from other funds" (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as "due from/to other funds."

The District's property taxes are levied each year on the assessed valuation of property located in the School District as of the preceding January 1st. Mill levy rates are set by the State of New Mexico each year for the General Fund, SB – 9 Capital Improvements Fund, and Debt Service Fund. Taxes are payable in two equal installments on November 10th and April 10th following the levy and become delinquent after 30 days.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

Under GASB Statement 33, property taxes are impressed non-exchange revenue. Assets from impressed non-exchange transactions are reported when the District has an enforceable legal claim to the asset. The enforceable legal claim date for property taxes is the assessment date. Taxes are payable in two equal installments on November 10 and April 10th following the levy and become delinquent after 30 days. Therefore, the District has recorded a delinquent tax receivable and revenue for taxes received within the sixty days following year-end. A receivable and deferred revenue have been recorded for uncollected delinquent taxes. On the government-wide financial statements, the district has recorded delinquent property taxes receivable and revenue for taxes assessed as of year-end that have not be collected, as prescribed in GASB 34. An allowance for refunds and uncollectible amounts has not been recorded.

3. *Inventories*

USDA Commodities are recorded at estimated costs and other inventories are recorded at cost, which approximates market. Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed.

4. *Capital assets*

Capital assets, which include property, plant, and equipment (software), are reported in the applicable governmental-wide financial statements. Beginning July 1, 2005, the threshold for defining Capital assets by the government was raised from \$1,000 to assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Software costs have been included with the cost of computer equipment and are capitalized with that equipment. The District does not develop software for internal use or any other use.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest on construction projects has not been capitalized.

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building improvements	20
Land Improvements	10-20
Vehides	5-7
Office equipment	5
Computer equipment	3-5

5. *Compensated absences*

It is the School District's policy to permit employees to accumulate earned but unused vacation, which no more than 40 days will be paid to employees upon separation from the District's service. Twelve-month employees that are full time are entitled to two weeks paid vacation per year. Vacation days may not accrue from one year to the next without the prior approval of the superintendent, and is accrued when incurred in the government-wide financial statements.

Accumulated sick leave is not payable upon termination and is recorded as expenditures when it is paid.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

6. *Long-term obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discounts.

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

7. *Pensions*

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Education Retirement Board (ERB) and additions to/deductions from ERB's fiduciary net position have been determined on the same basis as they are reported by ERB. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

8. *Fund balance*

a. Non-Spendable

The non-spendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

b. Restricted

Fund balance is reported as restricted when constraints placed on the use of resources are either (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

c. Committed

Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the District's Board of Education should be reported as committed fund balance. The committed amounts cannot be used for any other purpose unless the District's Board of Education removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District did not have committed fund balances for the year ended June 30, 2015.

d. Assigned

Assigned fund balance includes (a) all remaining amounts, except for negative balances, that are reported in governmental funds, other than the general fund, that are not classified as non-spendable and are neither restricted nor committed and amounts in the general fund that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. Intent, and removal of, is expressed by the Board of Education or the Finance Committee. The District did not have assigned fund balances for the year ended June 30, 2015.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

e. Unassigned

The remaining fund balance, after all other classifications, within the general fund is reported as unassigned fund balance. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In governmental funds other than the general fund, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, a negative fund balance will be reported as unassigned fund balance.

When committed, assigned, and unassigned resources are available for use, it is the District's policy to use committed first followed by assigned and unassigned resources as they are needed.

9. *Net Position*

Net Position is presented on the Statement of Net Position and may be presented in any of three components.

a. Net investment in capital assets

This component of Net Position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. The portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. That portion of the debt is included in restricted for capital projects.

b. Restricted Net Position

Net Position is reported as being restricted when the restriction is either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

c. Unrestricted Net Position

Unrestricted Net Position consists of Net Position that does not meet the definition of "net investment in capital assets" or "restricted."

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

In the governmental environment, Net Position often is designated to indicate that management does not consider them to be available for general operations. In contrast to restricted Net Position, these types of constraints on resources are internal and management can remove or modify them. However, enabling legislation established by the reporting government should not be construed as an internal constraint.

10. *Indirect Costs*

The District's General Fund receives indirect cost reimbursements from the various federal programs it administers. These reimbursements are for expenses incurred in performing administrative functions on behalf of the Special Revenue Funds. They are shown as expenditures in the Special Revenue Funds, and as other special federal revenue in the General Fund.

11. *Estimates*

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

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

D. Assets, Liabilities, and Net Position or Equity (cont'd)

12. Revenues

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education, 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$3,925,717 in state equalization guarantee distributions during the year ended June 30, 2015.

Transportation Distribution: School districts in the State of New Mexico received student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$322,256 in transportation distributions during the year ended June 30, 2015.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. The budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year. Such appropriated balance is legally restricted and is therefore presented as a reserved portion of fund balance.

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

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

The school district follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget of the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called for.
4. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Department of Education.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (cont'd)

A. Budgetary Information (cont'd)

6. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for Budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. The appropriated budget for the year ended June 30, 2015 was properly amended by the Board through the year. New Mexico state law prohibits a Governmental Agency to exceed an individual line item. These amendments resulted in the following changes:

	<u>Original Budget</u>	<u>Final Budget</u>
General Fund	\$ 4,664,405	\$ 4,762,068
Special Revenue Fund	636,017	1,415,950
Capital Projects Fund	1,767,216	1,779,185
Debt Service Fund	827,794	827,794
Totals	\$ 7,895,432	\$ 8,784,997

B. Budgetary Violations

The District did not have any budgetary violations during the year ended June 30, 2015.

C. Deficit Fund Equity

There was one deficit fund balance of \$9,362 in the Transportation Fund as of June 30, 2015. These deficits will be funded by future grants or by the Operational Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Temporary Investments

Cash and equivalents are comprised of the following balances:

	<u>Balance</u>
Banks:	
Community Bank	\$ 2,670,891
Century Bank	99,937
Less: agency cash	(93,375)
Less: net reconciling items	(463,560)
Add: Checks held for mailing	78,148
Cash on hand	-
Total cash and equivalents	\$ 2,292,041

At June 30, 2015, the carrying amount of the District's deposits was \$2,385,416 and the bank balance was \$2,770,828 with the difference consisting of outstanding checks. Of this balance \$349,937 was covered by federal depository insurance and \$1,263,142 was covered by collateral held in joint safekeeping by a third party.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

III. DETAILED NOTES ON ALL FUNDS (cont'd)

A. Cash and Temporary Investments (cont'd)

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the District for at least one half of the amount on deposit with the institution. The statement listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits. As of June 30, 2015, \$1,157,749 of the District's bank balance of \$2,770,828 was exposed to custodial risk as follows:

	Community <u>Bank</u>	Century <u>Bank</u>	<u>Total</u>
Uninsured and uncollateralized	\$ 1,157,749	\$ -	\$ 1,157,749
Uninsured and collateral held by pledging bank's trust dept not in the District's name	<u>1,263,142</u>	<u>-</u>	<u>1,263,142</u>
Total uninsured	2,420,891	-	2,420,891
Insured (FDIC)	<u>250,000</u>	<u>99,937</u>	<u>349,937</u>
Total deposits	<u>\$ 2,670,891</u>	<u>\$ 99,937</u>	<u>\$ 2,770,828</u>
State of New Mexico collateral requirement:			
50% of uninsured public fund bank deposits	\$ 1,210,446	\$ -	\$ 1,210,446
Pledged security	<u>1,263,142</u>	<u>-</u>	<u>1,263,142</u>
Over collateralization	<u>\$ 52,696</u>	<u>\$ -</u>	<u>\$ 52,696</u>

The collateral pledged is listed on Page 112 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico. According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest bearing "Now" accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

B. Receivables

Receivables as of year-end for the government's individual major funds and non-major funds in the aggregate, including the following:

	Receivables		Due from Other	
	Delinquent		<u>Governments</u>	<u>Funds</u>
	<u>Property Taxes</u>	<u>Grant</u>		
Major Funds:				
General	\$ 13,687	\$ -	\$ 510	\$ 581,248
Elementary School Counseling	-	47,076	-	-
Special Capital Outlay - State	-	285,283	-	-
Capital Improvements SB - 9	104,317	-	3,947	-
Debt Service	337,316	-	12,550	-
Other Governmental Funds	<u>-</u>	<u>248,889</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 455,320</u>	<u>\$ 581,248</u>	<u>\$ 17,007</u>	<u>\$ 581,248</u>

An allowance for doubtful accounts has not been established. All receivables are expected to be collectible.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

III. DETAILED NOTES ON ALL FUNDS (cont'd)

B. Receivables (cont'd)

Governmental funds reported deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Grant drawdowns prior to meeting all eligibility requirements		
Other Governmental Funds	\$ -	\$ -
Delinquent property taxes		
General Fund	13,502	-
Capital Improvements SB - 9	102,896	-
Debt Service Fund	332,755	-
Other Governmental Funds	-	-
Total deferred/unearned revenue for governmental funds	<u>\$ 449,153</u>	<u>\$ -</u>

C. Inter-Fund Receivables and Payables

The inter-fund receivables and payables at June 30, 2015 were:

	<u>Receivables</u>	<u>Payables</u>
General Fund	\$ 581,248	\$ -
Elementary School Counseling	-	47,076
Special Capital Outlay - State	-	285,283
Other Governmental Funds	-	248,889
Total	<u>\$ 581,248</u>	<u>\$ 581,248</u>

The inter-fund loans were made for the purposes of cash shortfalls within the individual funds. The loans are expected to be repaid within the next fiscal year.

D. Inter-Fund Transfers

The inter-fund transfers during the year ended June 30, 2015 were:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ -	\$ 5,000
Special Capital Outlay - State	5,000	-
Other Governmental Funds	-	-
Total Due To/Due From Other Funds	<u>\$ 5,000</u>	<u>\$ 5,000</u>

The transfers were to part of a series to be made in order cover expenditures made in previous years for which reimbursements are not expected to be received.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

III. DETAILED NOTES ON ALL FUNDS (cont'd)

E. Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 292,443	\$ -	\$ -	\$ 292,443
Capital assets being depreciated:				
Land improvements	959,330	-	-	959,330
Buildings and improvements	17,670,934	-	-	17,670,934
Furniture, fixtures, and equipment	<u>1,861,389</u>	<u>41,915</u>	-	<u>1,903,304</u>
Total capital assets being depreciated	<u>20,491,653</u>	<u>41,915</u>	-	<u>20,533,568</u>
Less accumulated depreciation for:				
Land improvements	(338,501)	(52,487)	-	(390,988)
Buildings and improvements	(7,057,532)	(412,208)	-	(7,469,740)
Furniture, fixtures, and equipment	<u>(1,458,177)</u>	<u>(75,759)</u>	-	<u>(1,533,936)</u>
Total accumulated depreciation	<u>(8,854,210)</u>	<u>(540,454)</u>	-	<u>(9,394,664)</u>
Total capital assets being depreciated, net	<u>11,637,443</u>	<u>(498,539)</u>	-	<u>11,138,904</u>
Total capital assets, net	<u>\$ 11,929,886</u>	<u>\$ (498,539)</u>	<u>\$ -</u>	<u>\$ 11,431,347</u>

Depreciation has been allocated to the functions by the following amounts:

<u>Depreciation Allocation to Functions</u>	
Instruction	\$ 228,745
Support Services - Students	43,179
Support Services - Instruction	(1,054)
Support Services - General Administration	32,581
Support Services - School Administration	46,532
Central Services	29,715
Operations & Maintenance of Plant	92,798
Student Transportation	41,860
Food Services	24,554
Community Services	<u>1,544</u>
Total Depreciation Expense	<u>\$ 540,454</u>

The Schedule of Capital Assets Used by Source, and the Schedule of Changes in Capital Assets by Function and Activity have not been prepared because the detailed information is unavailable.

Construction commitments

The District is involved in long-term construction projects as part of their master plan for upgrading the district buildings. The amount in the capital projects funds designated for subsequent years expenditures are committed for funding these projects. Interest on construction projects is not capitalized.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

III. DETAILED NOTES ON ALL FUNDS (cont'd)

F. Long-Term Debt

General Obligation Bonds

General Obligation Bonds – The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the School District boundaries. The details of the bonds and notes as of June 30, 2015 are as follows:

<u>General Obligations Bonds</u>	<u>Original Amount</u>	<u>Interest Rates</u>	<u>Balance</u>	<u>Amount Due Within One Year</u>
Series 2007	\$ 1,700,000	4.00% to 4.25%	\$ 665,000	\$ 325,000
Series 2008	500,000	2.75% to 4.45%	305,000	35,000
Series 2013	865,000	0.448% to 2.038%	865,000	-
Series 2014	<u>865,000</u>	2.08% to 2.52%	<u>865,000</u>	<u>-</u>
Total	<u>\$ 3,930,000</u>		<u>\$ 2,700,000</u>	<u>\$ 360,000</u>

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

	<u>Balance</u>
Bonds payable	\$ 2,700,000
Less: current maturities	(360,000)
Unamortized:	
Bond premiums	<u>6,771</u>
Total non-current liabilities	<u>\$ 2,346,771</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>General Obligation Bonds</u>			
<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2015	\$ 360,000	\$ 67,418	\$ 427,418
2016	610,000	52,205	662,205
2017	50,000	32,740	82,740
2018	270,000	30,828	300,828
2019	270,000	27,075	297,075
2020 - 2024	<u>1,140,000</u>	<u>54,179</u>	<u>1,194,179</u>
Total	<u>\$ 2,700,000</u>	<u>\$ 264,445</u>	<u>\$ 2,964,445</u>

The District issued Series 2014 General Obligation Bonds in the amount of \$865,000 on July 11, 2014. The District will make the first interest payment on March 1, 2015 and the first principal payment on August 1, 2021. The bond series will mature on August 1, 2023 with interest rates between 0.10% and 3.192%. The District was at 49.36% bonding capacity after the issuance of Series 2014.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

III. DETAILED NOTES ON ALL FUNDS (cont'd)

F. Long-Term Debt (cont'd)

Changes in long term debt – During the year ended June 30, 2015 the following changes occurred in liabilities reported in the general obligation bonds account group:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	Ending <u>Balance</u>	Amount Due <u>Within One Year</u>
Compensated absences:					
Compensated vacation	\$ 29,986	\$ 35,397	\$ 26,030	\$ 39,353	\$ 39,353
Bonds payable	<u>2,195,000</u>	<u>865,000</u>	<u>360,000</u>	<u>2,700,000</u>	<u>360,000</u>
	<u>\$ 2,224,986</u>	<u>\$ 900,397</u>	<u>\$ 386,030</u>	<u>\$ 2,739,353</u>	<u>\$ 399,353</u>

The liability of compensated absences is liquidated with resources from the general fund and several special revenue funds. The liquidation of bonds payable is done with resources from the debt service fund.

IV. OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22, Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or reinsurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2015.

B. Employee Retirement 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, Sections 1 through 52, NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the New Mexico Educational Employees' Retirement Plan (Plan), which is a cost-sharing multiple-employer defined benefit retirement plan. ERB issues a separate, publicly available financial report that includes the financial statements and required supplementary information for the plan. That report may be obtained www.nmerb.org, www.saonm.org, or by writing to:

ERB
P.O. Box 26129
Santa Fe, New Mexico 87502-6129
www.nmerb.org

Membership in the Plan is a condition of employment. Employees of public schools, universities, regional cooperatives, special schools and state agencies providing educational programs, who are employed at more than 25% of a full-time equivalency, are required to be members of the Plan. There were 140,008 active, retired, and inactive members in fiscal year 2014; there were 135,603 active, retired, and inactive members in fiscal year 2013.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

Benefits Provided - The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. Benefits are based on three components: Final Average Salary (FAS), years of both earned and allowed service credits, and a 2.35% factor. The gross annual benefit is determined by multiplying the three components together. FAS is the higher of annual earnings for the previous 20 calendar quarters prior to retirement or the highest average annual earnings for any 20 consecutive calendar quarters.

For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs: the member's age and earned service credit add up to the sum of 75 or more; the member is at least sixty-five years of age and has five or more years of earned service credit; or the member has service credit totaling 25 years or more.

Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010. The eligibility for a member who either becomes a new member on or after July 1, 2010, or at any time prior to that date refunded all member contributions and then became, or becomes, reemployed after that date is as follows: the member's age and earned service credit add up to the sum of 80 or more; the member is at least sixty-seven years of age and has five or more years of earned service credit; or the member has service credit totaling 30 years or more.

The benefit is paid as a monthly life annuity with a guarantee that, if the payments made do not exceed the member's accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. There are three benefit options available: single life annuity; single life annuity monthly benefit reduced to provide for a 100% survivor's benefit; or single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit.

Retired members and surviving beneficiaries receiving benefits receive an automatic cost of living adjustment (COLA) to their benefit each July 1, beginning in the year the member attains or would have attained age 65 or on July 1 of the year following the member's retirement date, whichever is later. Prior to June 30, 2013 the COLA adjustment was equal to one-half the change in the Consumer Price Index (CPI), except that the COLA shall not exceed 4% nor be less than 2%, unless the change in CPI is less than 2%, in which case, the COLA would equal the change in the CPI, but never less than zero. As of July 1, 2013, for current and future retirees the COLA was immediately reduced until the plan is 100% funded. The COLA reduction was based on the median retirement benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10% COLA reduction; their average COLA will be 1.8%. All other retirees will have a 20% COLA reduction; their average COLA will be 1.6%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5% COLA reduction; their average COLA will be 1.9%. All other retirees will have a 10% COLA reduction; their average will be 1.8%. Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

A member is eligible for a disability benefit provided (a) he or she has credit for at least 10 years of service, and (b) the disability is approved by ERB. The monthly benefit is equal to 2% of FAS times years of service, but not less than the smaller of (a) one-third of FAS or (b) 2% of FAS times year of service projected to age 60. The disability benefit commences immediately upon the member's retirement. Disability benefits are payable as a monthly life annuity, with a guarantee that, if the payments made do not exceed the member's accumulated contributions, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. If the disabled member survives to age 60, the regular optional forms of payment are then applied. A member with five or more years of earned service credit on deferred status may retire on disability retirement when eligible under the Rule of 75 or when the member attains age 65.

The member, upon retirement, has three options as to how to receive the benefit.

Option A – If the member elects the Option A, there is no reduction to the monthly benefit other than any "Rule of 75" deductions or any community property or child support reductions. There will be no continuing benefit to a beneficiary or estate upon the retiree's death, except the balance, if any, of member contributions. Those contributions are usually exhausted in the first three to four years of retirement.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

Option B – If the member elects Option B, the monthly benefit is reduced to provide for a 100% survivor's benefit. The reduced benefit is payable during the life of the member and upon the retiree's death, the same benefit is paid to the beneficiary for his or her lifetime. The named beneficiary may not be changed after the effective date of retirement since the amount of the option is calculated by using both the age of the member and the beneficiary. If the beneficiary predeceases the member, the member's benefit will be adjusted by returning it to the Option A Benefit amount. The IRS prohibits selection of Option B for a non-spouse beneficiary more than ten years younger than the member.

Option C – If the member elects Option C, the monthly benefit is reduced to provide for a 50% survivor's benefit. The benefit is payable during the life of the member and upon the retiree's death, one half of the member's benefit is paid to the beneficiary for his or her lifetime. Here again, the named beneficiary may not be changed after the effective date of retirement. If the beneficiary predeceases the member, the member's benefit is adjusted by returning it to the Option A Benefit amount.

Under the provisions of Options B and C coverage, the beneficiary must be a person, and only one beneficiary may be named. The term beneficiary means a person having an insurable interest in the life of the member.

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 to make the following contributions to the Plan: 10.7% of their gross salary in fiscal year 2015.

Employer Contributions – In fiscal year 2015, the District was required to contribute 13.9% of the gross covered salary for employees whose annual salary is \$20,000 or less, and 13.9% of the gross covered salary for employees whose annual salary is more than \$20,000. The contribution requirements of plan members and the District are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2015, 2014, and 2013, were \$386,208, \$363,173, and \$305,383, respectively, which equal the amount of the required contributions for each fiscal year.

Employers

The Educational Retirement Act designates employers as Local Administrative Units, directly responsible for payment of compensation for the employment of members or participants of this Plan. There were 213 contributing employers in fiscal year 2014; there were 212 contributing employers in fiscal year 2013.

Liabilities, Deferred Outflows of Resources, Deferred Inflows of Resources, and Expense Related to Pensions

At June 30, 2015, the District reported a liability of \$5,717,133 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2014, the District's proportion was 0.1002 percent, which was a decrease of 0.00189 percent from its proportion measured as of June 30, 2013.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

For the year ended June 30, 2015, the District recognized pension expense of \$365,231.

Pension Expense Calculation		
Add:	Net pension liability - end of the year	\$ 5,717,133
Deduct:	Net pension liability - beginning of the year	(6,408,039)
Deduct:	Deferred outflows of resources during the year	-
Add:	First year of amortization of deferred outflows of resources	-
Add:	Deferred inflows of resources during the year	692,964
Deduct:	First year of amortization of deferred inflows of resources	-
Add:	Layered amortization of prior year(s) deferred outflows of resources	-
Deduct:	Layered amortization of prior year(s) deferred inflows of resources	-
	Reductions to ending net pension liability due contributions paid	363,173
	Total Pension Expense	\$ 365,231

At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 85,168
Change of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	519,731
Changes in proportion and differences between District contributions and proportionate share of contributions	-	88,065
District contributions subsequent to the measurement date	386,208	-
Total	\$ 386,208	\$ 692,964

Deferred outflows of resources related to pensions in the amount of \$386,208 resulted from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>June 30,</u>	
2016	\$ 151,162
2017	151,064
2018	149,846
2019	136,831
2020	104,061
Thereafter	-
Total	\$ 692,964

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

Actuarial Assumptions

A single discount rate of 7.75% was used to measure the total pension liability as of June 30, 2014. This single discount rate was based on the expected rate of return on pension plan investments of 7.75%. Based on the assumptions described below and the projection of cash flows, pension plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. The long term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

- 1) All members with an annual salary of more than \$20,000 will contribute 10.10% during the fiscal year ending June 30, 2014 and 10.7%, thereafter.
- 2) Members hired after June 30, 2013 will have an actuarially reduced retirement benefit if they retire before age 55 and their Cost of Living Adjustment (COLA) will be deferred until age 67.
- 3) COLAs for most retirees are reduced until ERB attains a 100% funded status.
- 4) These assumptions were adopted by ERB on April 26, 2013 in conjunction with the six year experience study period ending June 30, 2012.

For the purposes of projecting future benefits, it is assumed that the full COLA is paid in all future years. The actuarial methods and assumptions used to determine contributions rates included in the measurement are as follows:

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

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan's target asset allocation for 2014 and 2013 for 30-year return assumptions are summarized in the following table:

Asset Class	2014	2013
	Long-Term Expected <u>Real Rate of Return</u>	Long-Term Expected <u>Real Rate of Return</u>
Cash	1.50%	0.75%
Treasuries	2.00%	1.00%
IG Corp Credit	3.50%	3.00%
MBS	2.25%	2.50%
Core Bonds	2.53%	2.04%
TIPS	2.50%	1.50%
High Yield Bonds	4.50%	5.00%
Bank Loans	5.00%	5.00%
Global Bonds (Unhedged)	1.25%	0.75%
Global Bonds (Hedged)	1.38%	0.93%
EMD External	5.00%	4.00%
EMD Local Currency	5.75%	5.00%
Large Cap Equities	6.25%	6.75%
Small/Mid Cap	6.25%	7.00%
International Equities (Unhedged)	7.25%	7.75%
International Equities (Hedged)	7.50%	8.00%
Emerging International Equities	9.50%	9.75%
Private Equity	8.75%	9.00%
Private Debt	8.00%	8.50%
Private Real Assets	7.75%	8.00%
Real Estate	6.25%	6.00%
Commodities	5.00%	5.00%
Hedge Funds Low Vol	5.50%	4.75%
Hedge Funds Mod Vol	5.50%	6.50%

Rate of Return

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following:

- 1) Rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.),
- 2) Application of key economic projections (inflation, real growth, dividends, etc.), and
- 3) Structural themes (supply and demand imbalances, capital flows, etc.).

These items are developed for each major asset class.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

B. Employee Retirement Plan (cont'd)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate Assumption

The following table shows the sensitivity of the net pension liability to changes in the discount rate as of fiscal year end 2014. In particular, the table presents the Plan's net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

		1% Decrease 6.75%	Current Single Rate Assumption 7.75%	1% Increase 8.75%
ERB (All Employers)				
2014	\$	7,763,304,829	\$ 5,705,730,813	\$ 3,987,098,791
2013	\$	8,286,923,513	\$ 6,276,852,149	\$ 4,599,162,126
Mesa Vista Schools				
2014	\$	7,778,821	\$ 5,717,133	\$ 3,995,196
2013	\$	8,460,120	\$ 6,408,038	\$ 4,695,285

C. Post-Retirement Health Care Benefits

Plan Description

Mesa Vista Consolidated School District No. 6 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:

Retiree Health Care Authority
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.

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2015

IV. OTHER INFORMATION (cont'd)

C. Post-Retirement Health Care Benefits (cont'd)

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, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 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, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contributions to the RHCA for the years ended June 30, 2015, 2014 and 2013 were \$55,956, \$55,434, and \$55,648, respectively, which equal the required contributions for each year.

D. Contingent Liabilities

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

The government is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the government's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the government.

E. Cash Flows

The District's federal and state grants operate on a reimbursement basis. The District must support the expenditures of these grants with monies from the unrestricted operating monies. Operating on a reimbursement basis for these grants in its self does not adversely affect the District's ability to operate effectively. However, the time it takes to receive reimbursement, if extensive, does significantly affect the District's cash flows and the ability to deliver educational services to the community in an effective manner. This could affect the District's financial operations in subsequent years.

F. Restatement

There was a restatement of the District's basic financial statements of \$6,044,865, net pension liability, for the implementation of GASB68 which requires the recognition of the District's portion of the cost-sharing pension liability.

G. Subsequent Events

Subsequent events were evaluated through October 7, 2015 which is the date the financial statements were available to be issued.

The District issued Series 2015 General Obligation Bonds in the amount of \$1,785,000 on July 10, 2015. The District will make the first interest payment on March 1, 2016 and the first principal payment on August 1, 2016. The bond series will mature on August 1, 2029 with interest rates between 1.02% and 3.24%. The District was at 60.15% bonding capacity after the issuance of Series 2015.

REQUIRED SUPPLEMENTARY INFORMATION

JUNE 30, 2015

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

	<u>2015</u>
District's proportion of the net pension liability	0.100200%
District's proportionate share of the net pension liability	\$ 5,717,133
District's covered-employee payroll	\$ 2,761,967
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	206.99%
Plan fiduciary net position as a percentage of the total pension liability	66.54%

*These schedules are intended to present 10 years of trending history. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

SCHEDULE OF DISTRICT'S CONTRIBUTIONS
Educational Retirement Board (ERB) Pension Plan
Last 10 Fiscal Years*

	<u>2015</u>
Contractually required contribution	\$ 363,173
Contributions in relation to the contractually required	<u>(363,173)</u>
Contribution deficiency (excess)	<u>\$ -</u>
District's covered-employee payroll	\$ 2,761,967
Contribution as a percentage of covered-employee payroll	13.15%

*These schedules are intended to present 10 years of trending history. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2015

Changes of benefit terms: The COLA and retirement eligibility benefits changes in recent years are described in the Benefits Provided subsection of the financial statement note disclosure General Information on the Pension Plan.

Changes of assumptions: ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study presented to the Board of Trustees on April 26, 2013, ERB implemented the following changes in assumptions for fiscal years 2014 and 2013.

- 1) Fiscal year 2014 and 2013 valuation assumptions that changed based on this study:
 - a. Lower wage inflation from 4.75% to 4.25%
 - b. Lower payroll growth from 3.75% to 3.50%
 - c. Minor changes to demographic assumptions
 - d. Population growth per year from 0.75% to 0.50%

- 2) Assumptions that were not changed:
 - a. Investment return will remain at 7.75%
 - b. Inflation will remain at 3.00%

See also the Note VI (B) *Actuarial Assumptions* of the financial statement note disclosure on the Pension Plan.

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GENERAL FUNDS
YEAR ENDED JUNE 30, 2015

OPERATING FUND

The government's primary fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

TEACHERAGE FUND

Accounts for all financial resources used in the housing of teachers.

TRANSPORTATION FUND

Accounts for all the Transportation funds received through the state that are used in the maintaining and operating vehicles used to transport students.

INSTRUCTIONAL MATERIALS FUND

Accounts for all the Instructional Materials funds received through the state for the purpose of acquiring study materials for the students.

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GENERAL FUNDS
Combining Balance Sheet
June 30, 2015

	<u>Operational</u> <u>Fund #11000</u>	<u>Teacherege</u> <u>Fund #12000</u>	<u>Transportation</u> <u>Fund #13000</u>	<u>Instructional</u> <u>Materials</u> <u>Fund #14000</u>	<u>Total General</u> <u>Funds</u>
Assets					
Cash and cash equivalents	\$ 187,475	\$ 21,953	\$ 8,732	\$ -	\$ 218,160
Receivables:					
Property taxes	13,687	-	-	-	13,687
Due from other governments	510	-	-	-	510
Due from other funds	<u>581,248</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>581,248</u>
Total assets	<u>\$ 782,920</u>	<u>\$ 21,953</u>	<u>\$ 8,732</u>	<u>\$ -</u>	<u>\$ 813,605</u>
 Liabilities and fund balance					
Liabilities:					
Accounts payable	\$ 8,093	\$ -	\$ 9,361	\$ -	\$ 17,454
Accrued salaries	<u>56,760</u>	<u>-</u>	<u>8,733</u>	<u>-</u>	<u>65,493</u>
Total liabilities	64,853	-	18,094	-	82,947
 Deferred inflows of resources:					
Delinquent property taxes	<u>13,502</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,502</u>
 Fund balance:					
Unassigned	<u>704,565</u>	<u>21,953</u>	<u>(9,362)</u>	<u>-</u>	<u>717,156</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 782,920</u>	<u>\$ 21,953</u>	<u>\$ 8,732</u>	<u>\$ -</u>	<u>\$ 813,605</u>

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

GENERAL FUNDS
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance
Year Ended June 30, 2015

	<u>General Funds</u>				Total General <u>Fund</u>
	<u>Operational Fund #11000</u>	<u>Teacherage Fund #12000</u>	<u>Transportation Fund #13000</u>	<u>Instructional Materials Fund #14000</u>	
Revenues:					
Taxes:					
Property	\$ 17,071	\$ -	\$ -	\$ -	\$ 17,071
Intergovernmental - federal grants	60,847	-	-	-	60,847
Intergovernmental - state grants	4,216,324	-	322,256	24,830	4,563,410
Contributions - private grants	20,564	-	-	-	20,564
Charges for services	5,979	1,800	-	-	7,779
Investment and interest income	1,707	-	-	-	1,707
Miscellaneous	<u>3,300</u>	<u>-</u>	<u>36,218</u>	<u>-</u>	<u>39,518</u>
Total revenue	<u>4,325,792</u>	<u>1,800</u>	<u>358,474</u>	<u>24,830</u>	<u>4,710,896</u>
Expenditures:					
Current:					
Instruction	1,955,818	-	-	25,557	1,981,375
Support services:					
Students	156,183	-	-	-	156,183
Instruction	10,451	-	-	-	10,451
General Administration	278,262	-	-	-	278,262
School Administration	457,737	-	-	-	457,737
Central Services	298,705	-	-	-	298,705
Operation & Maintenance of Plant	652,049	-	-	-	652,049
Student transportation	36,868	-	357,218	-	394,086
Food services operations	39,613	-	-	-	39,613
Community services	<u>15,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,523</u>
Total expenditures	<u>3,901,209</u>	<u>-</u>	<u>357,218</u>	<u>25,557</u>	<u>4,283,984</u>
<i>Excess (deficiency) of revenues over expenditures</i>	424,583	1,800	1,256	(727)	426,912
Fund balance at beginning of the year	<u>279,982</u>	<u>20,153</u>	<u>(10,618)</u>	<u>727</u>	<u>290,244</u>
Fund balance at end of the year	<u>\$ 704,565</u>	<u>\$ 21,953</u>	<u>\$ (9,362)</u>	<u>\$ -</u>	<u>\$ 717,156</u>

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

OPERATIONAL FUND - NO. 11000
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Taxes:				
Property	\$ 18,476	\$ 18,476	\$ 17,087	\$ (1,389)
Intergovernmental - federal grants	48,243	50,504	60,847	10,343
Intergovernmental - state grants	3,924,352	3,924,622	4,216,324	291,702
Contributions - private grants	2,000	20,095	20,564	469
Charges for services	750	750	5,979	5,229
Investment and interest income	1,600	1,600	1,708	108
Miscellaneous	550	550	2,537	1,987
Total revenues	3,995,971	4,016,597	4,325,046	308,449
Expenditures:				
Current:				
Instruction	2,035,122	1,978,111	1,952,468	25,643
Support services:				
Students	164,041	184,984	156,183	28,801
Instruction	53,285	15,945	10,451	5,494
General Administration	288,533	302,533	278,776	23,757
School Administration	452,444	461,841	457,737	4,104
Central Services	307,781	307,781	299,055	8,726
Operation & Maintenance of Plant	753,251	755,437	667,788	87,649
Student transportation	37,262	59,844	36,868	22,976
Other Support services	226,725	227,070	-	227,070
Food Services Operations	17,514	47,514	39,612	7,902
Community Services Operations	-	15,524	15,523	1
Total expenditures	4,335,958	4,356,584	3,914,461	442,123
<i>Excess (deficiency) of revenues over expenditures</i>	(339,987)	(339,987)	410,585	750,572
<i>Beginning cash balance budgeted</i>	339,987	339,987	-	(339,987)
Fund balance at beginning of the year	-	-	279,982	279,982
Fund balance at end of the year	\$ -	\$ -	690,567	\$ 690,567
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			1,104	
Change in due from other governments			238	
Change in payables			14,014	
Change in deferred property taxes			(1,358)	
Fund balance at end of the year (GAAP basis)			\$ 704,565	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TEACHERAGE FUND - NO. 12000
**Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)**
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Charges for services	\$ 1,800	\$ 1,800	\$ 1,800	\$ -
Expenditures:				
Current:				
Support services:				
Operation & Maintenance of Plant	21,453	21,453	-	21,453
<i>Excess (deficiency) of revenues over expenditures</i>	(19,653)	(19,653)	1,800	21,453
<i>Beginning cash balance budgeted</i>	19,653	19,653	-	(19,653)
Fund balance at beginning of the year	-	-	20,153	20,153
Fund balance at end of the year	\$ -	\$ -	21,953	\$ 21,953
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			\$ 21,953	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TRANSPORTATION FUND - NO. 13000
**Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)**
 Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 288,805	\$ 322,256	\$ 322,256	\$ -
Miscellaneous	-	36,218	36,218	-
Total revenues	288,805	358,474	358,474	-
Expenditures:				
Current:				
Support services:				
Student transportation	288,805	358,474	358,474	-
<i>Excess of revenues over expenditures</i>	-	-	-	-
Fund balance (deficit) at beginning of the year	-	-	(10,618)	(10,618)
Fund balance at end of the year	\$ -	\$ -	(10,618)	\$ (10,618)
RECONCILIATION TO GAAP BASIS:				
Change in payables			1,256	
Fund balance (deficit) at end of the year (GAAP basis)			\$ (9,362)	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

INSTRUCTIONAL MATERIALS FUND - NO. 14000
**Statement of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 18,189	\$ 24,830	\$ 24,830	\$ -
Expenditures:				
Current:				
Instruction	18,189	25,557	25,557	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	(727)	(727)	-
<i>Beginning cash balance budgeted</i>	-	727	-	(727)
Fund balance at beginning of the year	-	-	727	727
Fund balance at end of the year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			\$ -	

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MAJOR CAPITAL PROJECTS FUNDS

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

BOND BUILDING FUND - NO. 31100
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Contributions - private grants	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services:				
Operation & Maintenance of Plant	400,000	400,000	57,628	342,372
Capital outlay:				
Land and improvements	300,000	300,000	-	300,000
Construction in progress	<u>918,979</u>	<u>918,979</u>	<u>179,581</u>	<u>739,398</u>
Total expenditures	<u>1,618,979</u>	<u>1,618,979</u>	<u>237,209</u>	<u>1,381,770</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(1,618,979)	(1,618,979)	(237,209)	1,381,770
Other financing sources:				
Sale of bonds	<u>865,000</u>	<u>865,000</u>	<u>865,000</u>	<u>-</u>
<i>Net change in fund balance</i>	(753,979)	(753,979)	627,791	1,381,770
<i>Beginning cash balance budgeted</i>	753,979	753,979	-	(753,979)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>836,352</u>	<u>836,352</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>1,464,143</u>	<u>\$ 1,464,143</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ 1,464,143</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

SPECIAL CAPITAL OUTLAY - STATE FUND - NO. 31400
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	-	-
Other financing sources:				
Transfers in	-	-	5,000	5,000
<i>Net change in fund balance</i>	-	-	5,000	5,000
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	5,000	<u>\$ 5,000</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(5,000)	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

CAPITAL IMPROVEMENTS SB-9 FUND - NO. 31700

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Taxes:				
Property	\$ 148,237	\$ 148,237	\$ 137,558	\$ (10,679)
Intergovernmental - state grants	-	11,969	-	(11,969)
Total revenues	148,237	160,206	137,558	(22,648)
Expenditures:				
Current:				
Support services:				
General Administration	1,483	1,483	4,074	(2,591)
Operation & Maintenance of Plant	99,754	99,754	93,158	6,596
Capital outlay:				
Land and improvements	17,000	17,000	-	17,000
Equipment	30,000	41,969	-	41,969
Total expenditures	148,237	160,206	97,232	62,974
<i>Excess of revenues over expenditures</i>	-	-	40,326	40,326
Other financing uses:				
Transfers out	-	-	(5,000)	(5,000)
<i>Net change in fund balance</i>	-	-	35,326	35,326
Fund balance at beginning of the year	-	-	65,948	65,948
Fund balance at end of the year	\$ -	\$ -	101,274	\$ 101,274
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			5,058	
Change in due from other governments			1,652	
Change in payables			(92)	
Change in deferred property taxes			(7,272)	
Fund balance at end of the year (GAAP basis)			\$ 100,620	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

DEBT SERVICE FUND - NO. 41000
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)**
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Taxes:				
Property	\$ 439,047	\$ 439,047	\$ 441,958	\$ 2,911
Expenditures:				
Current:				
Support services:				
General Administration	4,390	4,390	4,390	-
Debt service:				
Principal retirement	360,000	360,000	360,000	-
Bond interest paid	79,047	79,047	76,954	2,093
Reserves	<u>384,357</u>	<u>384,357</u>	<u>-</u>	<u>384,357</u>
Total expenditures	<u>827,794</u>	<u>827,794</u>	<u>441,344</u>	<u>386,450</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(388,747)	(388,747)	614	389,361
<i>Beginning cash balance budgeted</i>	388,747	388,747	-	(388,747)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>402,556</u>	<u>402,556</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>403,170</u>	<u>\$ 403,170</u>
RECONCILIATION TO GAAP BASIS:				
Change in property tax receivable			18,205	
Change in due from other governments			5,008	
Change in deferred property taxes			<u>(25,128)</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ 401,255</u>	

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NONMAJOR GOVERNMENTAL FUNDS

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NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

Nonmajor Special Revenue Funds

Special revenue funds are operating funds used to account for the proceeds of specific revenue sources that are intended for specific purposes other than special assessments or major capital projects.

- **FOOD SERVICE (Fund No. 21000)** Minimum Balance: None
This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-4, 60 Stat. 230, 42 U.S.C. 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 sat. 886, 889, 42 U.S.C. 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71, 101 stat. 430.

- **ATHLETICS (Fund No. 22000)** Minimum Balance: None
This fund provides financing for school athletic activities. Funding is provided by fees from patrons.

- **TITLE I (Fund No. 24101)** Minimum Balance: None
To help local education agencies (LEAs) and schools improve the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards. Funding authorization: Elementary and Secondary Education Act of 1965, Title I, Part A, 20 U.S.C. 6301 et seq.

- **ENTITLEMENT IDEA-B (Fund No. 24106)**
The Entitlement IDEA-B program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

- **PRESCHOOL IDEA-B (Fund No. 24109)**
The Preschool program is for the purpose of enhancing Special Education for handicapped children from ages 3 to 5. The program is funded by the United States government, under the Individuals With Disabilities Act, Part B, Section 619, as amended, Public Laws 94-142, 99-457, 100-630, 101-497, and 101-476.

- **FRESH FRUITS AND VEGETABLES (Fund No. 24118)**
To assist States, through cash grants, in providing free fresh fruits and vegetables to school children in designated participating schools beginning in school year 2004/2006. Authorization granted under National School Lunch Act, as amended, 42 U.S.C. 1769.

- **IDEA-B “RISK POOL” (Fund No. 24120)**
The IDEA-B “Risk Pool” program is to provide grants to states, that flow-through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 674 as amended, 20 U.S.C. 1711-1417 and 1420.

- **TITLE III ENGLISH LANGUAGE (Fund No. 24153)**
To ensure that limited English proficient children (LEP) and youth, including immigrant children and youth, attain English proficiency and meet the same standards as all children and youth are expected to meet; to provide assistance to Native American, Native Hawaiian, Native American Pacific Islander, and Alaskan native children with certain modifications relative to the unique status of native American language under Federal Law; to develop to the extent possible, the native language skills of such children. The fund is authorized through the Elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, Sections 3101,3129.

NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

Nonmajor Special Revenue Funds (cont'd)

➤ TITLE II TEACHER QUALITY (Fund No. 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 the academic achievement. Authorization is granted through the Elementary and Secondary Education Act of 1965, as amended, Title II, Part A, Public Law 107-110.

➤ TITLE I SCHOOL IMPROVEMENT (Fund No. 24162)

To develop parental involvement in the school curriculum. The program is funded by the United States government under P.L. 100-297.

➤ USDA EQUIPMENT ASSTS (Fund No. 24183)

Minimum Balance: None

For providing equipment to improve school food services. Authorization (040): Richard B. Russell National School Lunch Act, as amended, 42 U.S.C. 1751, 1758, 1759a, 1761, 1765, 1766, 1769, 1772, 1773, 1779; School Breakfast Program (SBP); Child Nutrition Act of 1966, as amended, Public Laws 108-265, 104-193, 100-435, 99-661, 97-35; Special Milk Program (SMP); Child Nutrition Act of 1966, as amended; Child and Adult Care Food Program (CACFP); 89 Stat. 522-525, Summer Food Service Program (SFSP); Public Law 111-5. The 2010 Agriculture Appropriations Act (Public Law 111-80).

➤ TITLE XIX MEDICAID (Fund No. 25153)

To provide financial assistance from the Federal government which flows-through the State of New Mexico to school districts, for payments of medical assistance on behalf of cash assistance recipients, children, pregnant women and the aged who meet income and resource requirements, and other categorically-eligible groups. The program is funded by the U.S. government under the Social Security Act, Title XIX, as amended; Public Laws 92-223, 92-602, 93-66, 93-233, 96-499, 97-35, 97-2248, 98-369, 99-272, 99-509, 100-93, 100-202, 100-203, 100-360, 100-436, 100-485, 100-647, 101-166, 101-234, 101-239, 101-508, 101-517, 102-234, 102-170, 102-394, 103-66, 103-14, 103-333, 104-91, 104-191, 104-193, 104-208, and 104-134; Balanced Budget Act of 1997, Public Law 105-33.

➤ RURAL EDUCATION ACHIEVEMENT (Fund No. 25233)

To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Authorization: Elementary and Secondary Education Act, as amended, Title VI, Part B.

➤ LANL FOUNDATION (Fund No. 26113)

Local grant sponsored by Los Alamos National Laboratory that was used to provide a scholarship to a senior high student that was to be used in a four-year program for educational efforts in pursuing an engineering degree at a New Mexico college or university.

➤ DUAL CREDIT INSTRUCTIONAL MATERIALS (Fund No. 27103)

To provide instructional materials to be used for a dual credit course approved by Higher Education Department (HED) and through a college/university for which the district has an approved agreement.

➤ LIBRARIES GO BOND 2010 (Fund No. 27106)

To be used to fund each library facility for improvement or acquisition and to acquire library books and library resources to support the library program. Funds generated by GO Bonds may not be used to supplant existing or prior library material funding within school districts receiving these monies. This funding will supplement and be in addition to current and existing funding. Authorized through Senate Bill 2010 SB333

NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

Nonmajor Special Revenue Funds (cont'd)

➤ LIBRARY GO BONDS 2012 (Fund No. 27107)

Funds to be used for library books and library resources for public school libraries statewide. Library resources include computers, software, projectors, televisions, other related hardware and software, shelving, desks, chairs, and book trucks/carts. Senate Bill 66, Laws of 2012, 2nd Session, Chapter 54, Section 10.B.(3).

➤ READS TO LEAD (Fund No. 27114)

Provides an aligned approach for districts and schools to ensure that children can read by the end of third grade—giving them essential skills for future career and college success. It also provides regional and district reading coaches, supports for intervention, and professional development for parents, teachers, reading coaches, and administrators.

➤ ROBOTICS (Fund No. 27116)

To purchase and install robot equipment, and related infrastructure, for the public school robot education programs that participate in the annual robot competition in Albuquerque.

➤ PRE-K INITIATIVE (Fund No. 27149)

The pre-k program shall address the total development needs of preschool children, including physical, cognitive, social and emotional needs, and shall include health care, nutrition, safety and multicultural sensitivity.

➤ BREAKFAST FOR ELEMENTARY STUDENTS (Fund No. 27155)

To provide elementary students with the nutrition necessary to facilitate learning.

➤ KINDERGARTEN 3-PLUS (Fund No. 27166)

To account for funds received to provide the opportunity for the district to address early literacy. The fullday kindergarten program is the first step in the implementation of a sequential early literacy approach to teaching reading.

➤ 2013 PRE-K CLASSROOMS (Fund No. 27177)

Minimum Balance: None

The pre-k program shall address the total development needs of preschool children, including physical, cognitive, social and emotional needs, and shall include health care, nutrition, safety and multicultural sensitivity.

➤ EARLY COLLEGE (Fund No. 27180)

Will provide rigorous, relevant, and results-driven career and technical education (CTE), which will both identify effective programs and support the expansion of existing programs that have a record of success.

➤ STEM TEACHER INITIATIVE (Fund No. 27181)

The purpose of these funds is to provide a \$5,000 stipend per year to 125 highly effective STEM teachers to teach Science, Technology, Engineering, or Mathematics (grades 7-12) for two years to serve in hard to staff (low performing CD/F), rural, urban) schools.

➤ NEW MEXICO GROWN (Fund No. 27183)

Funds under this award are to be used to purchase locally grown New Mexico fresh fruits and vegetables, to be made available at no charge to students. Funds have been received as appropriation through the General Appropriations Act to distribute to school districts and charter schools.

NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2015

Nonmajor Special Revenue Funds (cont'd)

➤ NEXT GENERATION ASSESSMENTS (Fund No. 27185)

Remediates deficiencies in computer devices compliant with the Partnership for Assessment of Readiness for College and Careers (PARCC). The first phase of the project is designed to assist district and school leaders in identifying gaps in assessment administration capacity, including computer-based test taking devices, and bandwidth, and exploring possible scenarios for addressing those gaps.

➤ STATE DIRECTED ACTIVITIES (Fund No. 27200)

To account for funds received from the New Mexico Public Education Department for the support and direct services, including technical assistance, preparation and professional development and training. To support capacity building activities and improve the delivery of services by local agencies to improve results for children with disabilities.

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				
	<u>Food Service</u>	<u>Athletics</u>	<u>Title I</u>	<u>Entitlement</u>	<u>Preschool</u>
	<u>Fund #21000</u>	<u>Fund #22000</u>	<u>Fund #24101</u>	<u>IDEA-B</u>	<u>IDEA-B</u>
				<u>Fund #24106</u>	<u>Fund #24109</u>
Assets					
Cash and cash equivalents	\$ 15,132	\$ 88	\$ 3,375	\$ 1,036	\$ -
Receivables:					
Grant	-	-	33,439	55,427	732
USDA commodities inventory	1,898	-	-	-	-
Food inventory	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 18,030</u>	<u>\$ 88</u>	<u>\$ 36,814</u>	<u>\$ 56,463</u>	<u>\$ 732</u>
 Liabilities and fund balance					
Liabilities:					
Accrued salaries	2,901	-	3,375	1,036	-
Due to other funds	<u>-</u>	<u>-</u>	<u>33,439</u>	<u>55,427</u>	<u>732</u>
Total liabilities	<u>2,901</u>	<u>-</u>	<u>36,814</u>	<u>56,463</u>	<u>732</u>
Fund balance:					
Non-spendable:					
Inventories	2,898	-	-	-	-
Restricted for:					
Special revenue funds	<u>12,231</u>	<u>88</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>15,129</u>	<u>88</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 18,030</u>	<u>\$ 88</u>	<u>\$ 36,814</u>	<u>\$ 56,463</u>	<u>\$ 732</u>

(cont'd; 1 of 6)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				
	Fresh Fruits and Vegetables Fund #24118	IDEA-B "Risk Pool" Fund #24120	Title III English Language Fund #24153	Title II Teacher Quality Fund #24154	Title I School Improvement Fund #24162
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 427	\$ -
Receivables:					
Grant	3,717	8,730	9,833	7,456	-
USDA commodities inventory	-	-	-	-	-
Food inventory	-	-	-	-	-
Total assets	<u>\$ 3,717</u>	<u>\$ 8,730</u>	<u>\$ 9,833</u>	<u>\$ 7,883</u>	<u>\$ -</u>
 Liabilities and fund balance					
Liabilities:					
Accrued salaries	-	-	-	427	-
Due to other funds	3,717	8,730	9,833	7,456	-
Total liabilities	<u>3,717</u>	<u>8,730</u>	<u>9,833</u>	<u>7,883</u>	<u>-</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	-	-
Restricted for:					
Special revenue funds	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 3,717</u>	<u>\$ 8,730</u>	<u>\$ 9,833</u>	<u>\$ 7,883</u>	<u>\$ -</u>

(cont'd; 2 of 6)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				
	USDA Equipment <u>Fund #24183</u>	Title XIX Medicaid <u>Fund #25153</u>	Rural Education Achievement <u>Fund #25233</u>	LANL Foundation <u>Fund #26113</u>	Dual Credit Instructional Materials <u>Fund #27103</u>
Assets					
Cash and cash equivalents	\$ -	\$ 324	\$ -	\$ 33,202	\$ -
Receivables:					
Grant	10,116	-	7,226	-	820
USDA commodities inventory	-	-	-	-	-
Food inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 10,116</u>	<u>\$ 324</u>	<u>\$ 7,226</u>	<u>\$ 33,202</u>	<u>\$ 820</u>
 Liabilities and fund balance					
Liabilities:					
Accrued salaries	-	-	-	-	-
Due to other funds	<u>10,116</u>	<u>-</u>	<u>7,226</u>	<u>-</u>	<u>820</u>
Total liabilities	<u>10,116</u>	<u>-</u>	<u>7,226</u>	<u>-</u>	<u>820</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	-	-
Restricted for:					
Special revenue funds	<u>-</u>	<u>324</u>	<u>-</u>	<u>33,202</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>324</u>	<u>-</u>	<u>33,202</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 10,116</u>	<u>\$ 324</u>	<u>\$ 7,226</u>	<u>\$ 33,202</u>	<u>\$ 820</u>

(cont'd; 3 of 6)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				
	Libraries GO Bond 2010 <u>Fund #27106</u>	Libraries GO Bond 2012 <u>Fund #27107</u>	Reads to Lead <u>Fund #27114</u>	Robotics <u>Fund #27116</u>	Pre-K Initiative <u>Fund #27149</u>
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ 12	\$ -	\$ 2,901
Receivables:					
Grant	1	8,935	33,262	-	44,817
USDA commodities inventory	-	-	-	-	-
Food inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 1</u>	<u>\$ 8,935</u>	<u>\$ 33,274</u>	<u>\$ -</u>	<u>\$ 47,718</u>
 Liabilities and fund balance					
Liabilities:					
Accrued salaries	-	-	12	-	2,901
Due to other funds	<u>1</u>	<u>8,935</u>	<u>33,262</u>	<u>-</u>	<u>44,817</u>
Total liabilities	<u>1</u>	<u>8,935</u>	<u>33,274</u>	<u>-</u>	<u>47,718</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	-	-
Restricted for:					
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1</u>	<u>\$ 8,935</u>	<u>\$ 33,274</u>	<u>\$ -</u>	<u>\$ 47,718</u>

(cont'd; 4 of 6)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				
	Breakfast for Elementary Students <u>Fund #27155</u>	Kindergarten 3- Plus <u>Fund #27166</u>	2013 Pre-K Classrooms <u>Fund #27177</u>	Early College <u>Fund #27180</u>	STEM Teacher Initiative <u>Fund #27181</u>
Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:					
Grant	1,010	23,368	-	-	-
USDA commodities inventory	-	-	-	-	-
Food inventory	-	-	-	-	-
Total assets	<u>\$ 1,010</u>	<u>\$ 23,368</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities and fund balance					
Liabilities:					
Accrued salaries	-	-	-	-	-
Due to other funds	<u>1,010</u>	<u>23,368</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,010</u>	<u>23,368</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:					
Non-spendable:					
Inventories	-	-	-	-	-
Restricted for:					
Special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,010</u>	<u>\$ 23,368</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(cont'd; 5 of 6)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Next			
	New Mexico Grown <u>Fund #27183</u>	Generation Assessments <u>Fund #27185</u>	State Directed Activities <u>Fund #27200</u>	
Assets				
Cash and cash equivalents	\$ -	\$ -	\$ 71,751	\$ 128,248
Receivables:				
Grant	-	-	-	248,889
USDA commodities inventory	-	-	-	1,898
Food inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>
Total assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,751</u>	<u>\$ 380,035</u>
 Liabilities and fund balance				
Liabilities:				
Accrued salaries	-	-	-	10,652
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>248,889</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>259,541</u>
Fund balance:				
Non-spendable:				
Inventories	-	-	-	2,898
Restricted for:				
Special revenue funds	<u>-</u>	<u>-</u>	<u>71,751</u>	<u>117,596</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>71,751</u>	<u>120,494</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,751</u>	<u>\$ 380,035</u>

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			
	Food Service <u>Fund #21000</u>	Athletics <u>Fund #22000</u>	Title I <u>Fund #24101</u>	Entitlement IDEA-B <u>Fund #24106</u>
Revenues:				
Intergovernmental - federal grants	\$ 197,450	\$ -	\$ 70,414	\$ 96,259
Intergovernmental - state grants	-	-	-	-
Contributions - private grants	-	-	-	-
Charges for services	<u>3,632</u>	<u>40,772</u>	<u>-</u>	<u>-</u>
Total revenues	<u>201,082</u>	<u>40,772</u>	<u>70,414</u>	<u>96,259</u>
Expenditures:				
Current:				
Instruction	-	41,000	55,987	89,448
Support services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	5,487	6,811
School Administration	-	-	8,940	-
Student transportation	-	-	-	-
Food services operations	201,507	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>201,507</u>	<u>41,000</u>	<u>70,414</u>	<u>96,259</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(425)	(228)	-	-
Fund balance at beginning of the year	<u>15,554</u>	<u>316</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ 15,129</u>	<u>\$ 88</u>	<u>\$ -</u>	<u>\$ -</u>

(cont'd; 1 of 7)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			
	Preschool IDEA-B <u>Fund #24109</u>	Fresh Fruits and Vegetables <u>Fund #24118</u>	IDEA-B "Risk Pool" <u>Fund #24120</u>	Title III English Language <u>Fund #24153</u>
Revenues:				
Intergovernmental - federal grants	\$ 3,503	\$ 3,717	\$ 8,730	\$ -
Intergovernmental - state grants	-	-	-	-
Contributions - private grants	-	-	-	-
Charges for services	-	-	-	-
Total revenues	3,503	3,717	8,730	-
Expenditures:				
Current:				
Instruction	3,215	-	-	-
Support services:				
Students	-	-	8,730	-
Instruction	-	-	-	-
General Administration	288	-	-	-
School Administration	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	3,717	-	-
Capital outlay	-	-	-	-
Total expenditures	3,503	3,717	8,730	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -

(cont'd; 2 of 7)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			
	Title II Teacher Quality <u>Fund #24154</u>	Title I School Improvement <u>Fund #24162</u>	USDA Equipment <u>Fund #24183</u>	Title XIX Medicaid <u>Fund #25153</u>
Revenues:				
Intergovernmental - federal grants	\$ 14,558	\$ -	\$ 10,116	\$ 324
Intergovernmental - state grants	-	-	-	-
Contributions - private grants	-	-	-	-
Charges for services	-	-	-	-
Total revenues	14,558	-	10,116	324
Expenditures:				
Current:				
Instruction	14,558	-	-	-
Support services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	10,116	-
Total expenditures	14,558	-	10,116	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	324
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ 324

(cont'd; 3 of 7)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			
	Rural		Dual Credit	
	Education	LANL	Instructional	Libraries GO
	Achievement	Foundation	Materials	Bond 2010
	<u>Fund #25233</u>	<u>Fund #26113</u>	<u>Fund #27103</u>	<u>Fund #27106</u>
Revenues:				
Intergovernmental - federal grants	\$ 4,462	\$ -	\$ -	\$ -
Intergovernmental - state grants	-	-	5,461	-
Contributions - private grants	-	2,181	-	-
Charges for services	-	-	-	-
Total revenues	<u>4,462</u>	<u>2,181</u>	<u>5,461</u>	<u>-</u>
Expenditures:				
Current:				
Instruction	4,462	5,665	5,461	-
Support services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Student transportation	-	-	-	-
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>4,462</u>	<u>5,665</u>	<u>5,461</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	(3,484)	-	-
Fund balance at beginning of the year	<u>-</u>	<u>36,686</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ 33,202</u>	<u>\$ -</u>	<u>\$ -</u>

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			
	Libraries GO Bond 2012 <u>Fund #27107</u>	Reads to Lead <u>Fund #27114</u>	Robotics <u>Fund #27116</u>	Pre-K Initiative <u>Fund #27149</u>
Revenues:				
Intergovernmental - federal grants	\$ -	\$ -	\$ -	\$ -
Intergovernmental - state grants	8,935	49,685	-	53,000
Contributions - private grants	-	-	-	-
Charges for services	-	-	-	-
Total revenues	8,935	49,685	-	53,000
Expenditures:				
Current:				
Instruction	-	49,685	-	45,000
Support services:				
Students	-	-	-	-
Instruction	8,935	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Student transportation	-	-	-	8,000
Food services operations	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	8,935	49,685	-	53,000
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	\$ -	\$ -

(cont'd; 5 of 7)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

Special Revenue Funds

	Breakfast for Elementary Students <u>Fund #27155</u>	Kindergarten 3- Plus <u>Fund #27166</u>	2013 Pre-K Classrooms <u>Fund #27177</u>	Early College <u>Fund #27180</u>	STEM Teacher Initiative <u>Fund #27181</u>
Revenues:					
Intergovernmental - federal grants	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental - state grants	1,987	23,368	-	-	-
Contributions - private grants	-	-	-	-	-
Charges for services	-	-	-	-	-
Total revenues	<u>1,987</u>	<u>23,368</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
Instruction	-	3,583	-	-	-
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	1,084	-	-	-
Student transportation	-	18,701	-	-	-
Food services operations	1,987	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,987</u>	<u>23,368</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	-	-
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(cont'd; 6 of 7)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NON-MAJOR GOVERNMENTAL FUNDS
**Combining Statement of Revenues, Expenditures, and
 Changes in Fund Balance
 Year Ended June 30, 2015**

	Special Revenue Funds			Total Nonmajor Governmental Funds
		Next		
	New Mexico Grown	Generation Assessments	State Directed Activities	
	<u>Fund #27183</u>	<u>Fund #27185</u>	<u>Fund #27200</u>	
Revenues:				
Intergovernmental - federal grants	\$ -	\$ -	\$ -	\$ 409,533
Intergovernmental - state grants	-	-	-	142,436
Contributions - private grants	-	-	-	2,181
Charges for services	-	-	-	44,404
Total revenues	-	-	-	598,554
Expenditures:				
Current:				
Instruction	-	-	-	318,064
Support services:				
Students	-	-	-	8,730
Instruction	-	-	-	8,935
General Administration	-	-	-	12,586
School Administration	-	-	-	10,024
Student transportation	-	-	-	26,701
Food services operations	-	-	-	207,211
Capital outlay	-	-	-	10,116
Total expenditures	-	-	-	602,367
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	-	(3,813)
Fund balance at beginning of the year	-	-	71,751	124,307
Fund balance at end of the year	\$ -	\$ -	\$ 71,751	\$ 120,494

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NONMAJOR GOVERNMENTAL FUNDS
BUDGETARY PRESENTATION

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

FOOD SERVICE FUND - NO. 21000
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Year Ended June 30, 2015

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental - federal grants	\$ 181,000	\$ 185,421	\$ 184,562	\$ (859)
Charges for services	<u>550</u>	<u>550</u>	<u>3,632</u>	<u>3,082</u>
Total revenues	181,550	185,971	188,194	2,223
Expenditures:				
Current:				
Food Services Operations	<u>181,550</u>	<u>185,971</u>	<u>185,971</u>	<u>-</u>
<i>Excess of revenues over expenditures</i>	-	-	2,223	2,223
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>15,554</u>	<u>15,554</u>
Fund balance at end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>17,777</u>	<u><u>\$ 17,777</u></u>
RECONCILIATION TO GAAP BASIS:				
Change in inventory			<u>(2,648)</u>	
Fund balance at end of the year (GAAP basis)			<u><u>\$ 15,129</u></u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

ATHLETICS FUND - NO. 22000
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Charges for services	\$ 41,000	\$ 41,000	\$ 40,772	\$ (228)
Expenditures:				
Current:				
Instruction	41,000	41,000	41,000	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(228)	(228)
Fund balance at beginning of the year	-	-	316	316
Fund balance at end of the year	\$ -	\$ -	88	\$ 88
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			\$ 88	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TITLE I FUND - NO. 24101
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ 72,114	\$ 75,030	\$ 118,149	\$ 43,119
Expenditures:				
Current:				
Instruction	36,904	58,903	55,987	2,916
Support services:				
Instruction	19,083	-	-	-
General Administration	5,487	5,487	5,487	-
School Administration	<u>10,640</u>	<u>10,640</u>	<u>8,940</u>	<u>1,700</u>
Total expenditures	<u>72,114</u>	<u>75,030</u>	<u>70,414</u>	<u>4,616</u>
<i>Excess of revenues over expenditures</i>	-	-	47,735	47,735
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	47,735	<u>\$ 47,735</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(47,735)</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

ENTITLEMENT IDEA-B FUND - NO. 24106

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ 86,648	\$ 96,343	\$ 81,698	\$ (14,645)
Expenditures:				
Current:				
Instruction	80,574	89,532	89,448	84
Support services:				
General Administration	6,074	6,811	6,811	-
Total expenditures	86,648	96,343	96,259	84
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(14,561)	(14,561)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(14,561)	\$ (14,561)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			14,561	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

PRESCHOOL IDEA-B FUND - NO. 24109
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ 3,776	\$ 4,196	\$ 3,059	\$ (1,137)
Expenditures:				
Current:				
Instruction	3,488	3,908	3,215	693
Support services:				
General Administration	288	288	288	-
Total expenditures	3,776	4,196	3,503	693
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(444)	(444)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(444)	\$ (444)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			444	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

FRESH FRUITS AND VEGETABLES FUND - NO. 24118
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ 3,717	\$ -	\$ (3,717)
Expenditures:				
Current:				
Food Services Operations	-	3,717	3,717	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(3,717)	(3,717)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(3,717)	<u>\$ (3,717)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			3,717	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

IDEA-B "RISK POOL" FUND - NO. 24120
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ 8,807	\$ 753	\$ (8,054)
Expenditures:				
Current:				
Instruction	-	77	-	77
Support services:				
Students	-	8,730	8,730	-
Total expenditures	-	8,807	8,730	77
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(7,977)	(7,977)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(7,977)	\$ (7,977)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			7,977	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TITLE III ENGLISH LANGUAGE FUND - NO. 24153

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ 6,278	\$ -	\$ 5,738	\$ 5,738
Expenditures:				
Current:				
Instruction	6,155	-	-	-
Support services:				
General Administration	123	-	-	-
Total expenditures	<u>6,278</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues over expenditures</i>	-	-	5,738	5,738
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	5,738	<u>\$ 5,738</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(5,738)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TITLE II TEACHER QUALITY FUND - NO. 24154
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ 12,810	\$ 14,658	\$ 37,487	\$ 22,829
Expenditures:				
Current:				
Instruction	<u>12,810</u>	<u>14,658</u>	<u>14,558</u>	<u>100</u>
<i>Excess of revenues over expenditures</i>	-	-	22,929	22,929
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	22,929	<u>\$ 22,929</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>(22,929)</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TITLE I SCHOOL IMPROVEMENT FUND - NO. 24162
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ -	\$ 8,054	\$ 8,054
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	8,054	8,054
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	8,054	\$ 8,054
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(8,054)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

USDA EQUIPMENT FUND - NO. 24183
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ 10,116	\$ -	\$ (10,116)
Expenditures:				
Capital outlay:				
Equipment	-	10,116	10,116	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(10,116)	(10,116)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(10,116)	\$ (10,116)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			10,116	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

TITLE XIX MEDICAID FUND - NO. 25153
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ -	\$ 1,373	\$ 1,373
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	1,373	1,373
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	1,373	\$ 1,373
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(1,049)	
Fund balance at end of the year (GAAP basis)			\$ 324	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

RURAL EDUCATION ACHIEVEMENT FUND - NO. 25233
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - federal grants	\$ -	\$ 4,462	\$ 4,412	\$ (50)
Expenditures:				
Current:				
Instruction	-	4,462	4,462	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(50)	(50)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(50)	<u>\$ (50)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			50	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

LANL FOUNDATION FUND - NO. 26113
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Contributions - private grants	\$ -	\$ -	\$ 2,181	\$ 2,181
Expenditures:				
Current:				
Instruction	<u>35,038</u>	<u>35,038</u>	<u>5,665</u>	<u>29,373</u>
<i>Excess (deficiency) of revenues over expenditures</i>	(35,038)	(35,038)	(3,484)	31,554
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>36,686</u>	<u>36,686</u>
Fund balance at end of the year	<u>\$ (35,038)</u>	<u>\$ (35,038)</u>	33,202	<u>\$ 68,240</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			<u>-</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ 33,202</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

DUAL CREDIT INSTRUCTIONAL MATERIALS FUND - NO. 27103
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ 5,460	\$ 4,641	\$ (819)
Expenditures:				
Current:				
Instruction	-	5,460	5,460	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(819)	(819)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(819)	<u>\$ (819)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			819	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

LIBRARIES GO BOND 2010 FUND - NO. 27106

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

LIBRARIES GO BOND 2012 FUND - NO. 27107

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 5,867	\$ 9,343	\$ 3,136	\$ (6,207)
Expenditures:				
Current:				
Support services:				
Instruction	5,867	9,343	8,935	408
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(5,799)	(5,799)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(5,799)	\$ (5,799)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			5,799	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

READS TO LEAD FUND - NO. 27114
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 50,000	\$ 50,000	\$ 21,185	\$ (28,815)
Expenditures:				
Current:				
Instruction	<u>50,000</u>	<u>50,000</u>	<u>49,685</u>	<u>315</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(28,500)	(28,500)
Fund balance at beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	<u>(28,500)</u>	<u>\$ (28,500)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			<u>28,500</u>	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

ROBOTICS FUND - NO. 27116
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ 8,850	\$ 8,850
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	8,850	8,850
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	8,850	\$ 8,850
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(8,850)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

PRE-K INITIATIVE FUND - NO. 27149
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 53,000	\$ 53,000	\$ 45,457	\$ (7,543)
Expenditures:				
Current:				
Instruction	45,000	45,000	45,000	-
Support services:				
Student transportation	8,000	8,000	8,000	-
Total expenditures	53,000	53,000	53,000	-
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(7,543)	(7,543)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(7,543)	\$ (7,543)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			7,543	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

BREAKFAST FOR ELEMENTARY STUDENTS FUND - NO. 27155
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ 2,228	\$ 977	\$ (1,251)
Expenditures:				
Current:				
Food Services Operations	-	2,228	1,987	241
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(1,010)	(1,010)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	(1,010)	\$ (1,010)
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			1,010	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

KINDERGARTEN 3-PLUS FUND - NO. 27166

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ 87,936	\$ 52,979	\$ 4,964	\$ (48,015)
Expenditures:				
Current:				
Instruction	59,778	21,934	3,583	18,351
Support services:				
General Administration	-	1,008	-	1,008
School Administration	7,292	5,986	1,084	4,902
Student transportation	12,707	22,601	18,701	3,900
Food Services Operations	8,159	1,450	-	1,450
Total expenditures	<u>87,936</u>	<u>52,979</u>	<u>23,368</u>	<u>29,611</u>
<i>Excess (deficiency) of revenues over expenditures</i>	-	-	(18,404)	(18,404)
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	(18,404)	<u>\$ (18,404)</u>
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			18,404	
Fund balance at end of the year (GAAP basis)			<u>\$ -</u>	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

2013 PRE-K CLASSROOMS FUND - NO. 27177

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ 364,838	\$ -	\$ (364,838)
Expenditures:				
Current:				
Capital outlay:				
Construction in progress	-	364,838	-	364,838
<i>Excess of revenues over expenditures</i>	-	-	-	-
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	-	\$ -
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

EARLY COLLEGE FUND - NO. 27180
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ 137,282	\$ 137,282
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	137,282	137,282
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	137,282	\$ 137,282
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(137,282)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

STEM TEACHER INITIATIVE FUND - NO. 27181
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ 10,000	\$ 10,000
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	10,000	10,000
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	10,000	\$ 10,000
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(10,000)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NEW MEXICO GROWN FUND - NO. 27183

**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ 591	\$ 591
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	591	591
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	591	\$ 591
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(591)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

NEXT GENERATION ASSESSMENTS FUND - NO. 27185
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ 2,850	\$ 2,850
Expenditures:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	2,850	2,850
Fund balance at beginning of the year	-	-	-	-
Fund balance at end of the year	\$ -	\$ -	2,850	\$ 2,850
RECONCILIATION TO GAAP BASIS:				
Change in grant receivable			(2,850)	
Fund balance at end of the year (GAAP basis)			\$ -	

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

STATE DIRECTED ACTIVITIES FUND - NO. 27200
**Schedule of Revenues, Expenditures, and
 Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
 Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget
				Positive (Negative)
Revenues:				
Intergovernmental - state grants	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
<i>Excess of revenues over expenditures</i>	-	-	-	-
Fund balance at beginning of the year	-	-	71,751	71,751
Fund balance at end of the year	<u>\$ -</u>	<u>\$ -</u>	71,751	<u>\$ 71,751</u>
RECONCILIATION TO GAAP BASIS:				
Change in payables			-	
Fund balance at end of the year (GAAP basis)			<u>\$ 71,751</u>	

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OTHER SUPPLEMENTAL INFORMATION

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2015

Activity		Balance			Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2014</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>June 30, 2015</u>
23130	Central Office	\$ 1,054	\$ 1,559	\$ 1,875	\$ 738
23131	Flower Acct. (Bereavement)	224	-	213	11
23199	Interest Clearing	1,532	146	68	1,610
23211	Class Of 2011	1,891	-	-	1,891
23212	Class Of 2012	308	-	-	308
23213	Class Of 2013	2,110	-	-	2,110
23214	Class Of 2014	6,226	-	247	5,979
23215	Class Of 2015	905	4,505	3,986	1,424
23216	Class Of 2016	5,275	7,209	10,179	2,305
23217	Class Of 2017	1,972	3,946	1,803	4,115
23218	Class Of 2018	1,502	480	-	1,982
23219	Class Of 2019	540	455	-	995
23220	Class Of 2020	-	2,041	960	1,081
23230	MS/HS- Admin. Acct.	366	-	-	366
23233	Annual Account	4,365	50	723	3,692
23235	Scholarship Account	11,973	5,000	3,000	13,973
23236	Driving Permits	-	614	-	614
23238	HS Accerlated Lost Book	417	20	-	437
23239	Ski Club	170	-	-	170
23240	Desert Rose Floral (C. Lujan)	132	-	125	7
23241	MS/HS Student Activity	1,893	2,344	1,609	2,628
23242	7/8th Boys Basketball	-	828	543	285
23244	7th/8th Girls Basketball	609	-	-	609
23245	Custodian's	44	-	-	44
23250	HS Cheerleaders	336	-	-	336
23253	Letterman (HS Boys B.B)	226	1,802	2,000	28
23254	Letterwomen (HS Girls B.B.)	-	5,222	3,649	1,573
23255	HS Baseball	-	443	51	392
23256	HS Cross-Country	376	370	348	398
23257	HS Track	300	580	385	495
23258	HS Volleyball	215	-	-	215
23259	MS/HS Honor Society	83	-	-	83
23261	HS Girls Softball	287	-	-	287
23263	Science Fund	28	-	-	28
23272	HS Biology Club	20	-	-	20
23276	FFA (Future Farmers Of America)	2,181	25,601	24,737	3,045
23278	Journalism Club	358	-	-	358
23279	Incentive Program Carry-Over	83	-	-	83
23280	Industrial Arts	1,357	75	-	1,432
23281	Mariachi Band	320	-	-	320
23282	Mesa Club	1,341	1,726	857	2,210
23283	HS Student Council	367	1,519	1,213	673
23284	MS Student Council	196	282	195	283
23290	MVHS Library	236	-	-	236
23421	Ojo Elem- Class Of 2021	\$ -	\$ 33	\$ -	\$ 33

(cont'd; 1 of 2)

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

FIDUCIARY FUNDS
Schedule of Changes in Assets and Liabilities - All Agency Funds
Year Ended June 30, 2015

Activity		Balance				Balance
<u>Fund</u>	<u>ASSETS</u>	<u>June 30, 2014</u>	<u>Receipts</u>	<u>Disbursements</u>		<u>June 30, 2015</u>
23422	Ojo Elem- Class Of 2022	\$ 407	\$ 161	\$ 200		\$ 368
23423	Ojo Elem- Class Of 2023	-	60	-		60
23424	Ojo Elem- Class Of 2024	5	54	-		59
23425	Ojo Elem- Class Of 2025	-	54	-		54
23432	Ojo Elem Book Fair	1	-	-		1
23433	Ojo Golden Apple	1,728	-	-		1,728
23435	Ojo Elem. Student Council	-	250	-		250
23437	Ojo Elem. 5/6th Basketball	1,732	4,725	2,851		3,606
23439	Ojo Elem. Library	165	-	-		165
23441	Ojo Elem. Incentive	3,602	8,619	6,208		6,013
23443	Ojo Elem. PTO	526	494	435		585
23444	Ojo Elem Kinds in Need	110	-	-		110
23530	El Rito- Admin. Acct.	484	-	-		484
23531	El Rito Elmer Glue	500	-	-		500
23532	El Rito Golden Apple	3,000	-	-		3,000
23537	El Rito Boys/Girls B.B. (4/6th)	1,789	842	261		2,370
23539	El Rito Book Fair	170	1,622	1,622		170
23583	El Rito Student Council	442	-	-		442
23585	El Rito Library	168	-	-		168
23597	El Rito Elem.Student Activity	12,205	4,878	4,059		13,024
23598	El Rito--PTO	<u>-</u>	<u>316</u>	<u>-</u>		<u>316</u>
	Pooled cash and investments	<u>\$ 78,852</u>	<u>\$ 88,925</u>	<u>\$ 74,402</u>		<u>\$ 93,375</u>
	<u>LIABILITIES</u>					
	Deposits held for others	<u>\$ 78,852</u>	<u>\$ 88,925</u>	<u>\$ 74,402</u>		<u>\$ 93,375</u>

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STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

SCHEDULE OF PLEDGED COLLATERAL
June 30, 2015

	Community <u>Bank</u>	Century <u>Bank</u>	<u>Total</u>
Cash on deposit at June 30, 2015	\$ 2,670,891	\$ 99,937	\$ 2,770,828
Less: FDIC coverage	<u>250,000</u>	<u>99,937</u>	<u>349,937</u>
Uninsured funds	<u>\$ 2,420,891</u>	<u>\$ -</u>	<u>\$ 2,420,891</u>
 50% collateral requirement	 \$ 1,210,446	 \$ -	 \$ 1,210,446
Pledged collateral	<u>1,263,142</u>	<u>-</u>	<u>1,263,142</u>
 Excess (deficiency) of pledged collateral	 <u>\$ 52,696</u>	 <u>\$ -</u>	 <u>\$ 52,696</u>

Pledged collateral of financial institutions consists of the following at June 30, 2015

Community Bank:	<u>Maturity</u>	<u>CUSIP #</u>	<u>Market Value</u>
FHLB	12/8/2023	3130A0F70	\$ 104,474
FHLB	12/8/2023	3130A0F70	104,474
FHLB	3/11/2016	313375RN9	301,476
FNSM	1/30/2017	3135G0GY3	146,412
FHLMC	11/27/2018	3135G0YT4	<u>606,306</u>
			<u>\$ 1,263,142</u>

The above securities are held at Federal Reserve, Kansas City, KS.

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

CASH RECONCILIATION
Year Ended June 30, 2015

	Beginning Cash	Receipts	Distributions	Other	Net Cash End of Period	Adjustments to the report	Total Cash on Report
Operations	\$ 301,377	\$ 4,325,808	\$ (3,915,223)	\$ -	\$ 711,962	\$ (524,487)	\$ 187,475
Teachergage	20,153	1,800	-	-	21,953	-	21,953
Transportation	-	358,474	(358,474)	-	-	8,732	8,732
Instructional Materials	727	24,830	(25,557)	-	-	-	-
Food Services	10,009	188,193	(185,971)	-	12,231	2,901	15,132
Athletics	316	40,772	(41,000)	-	88	-	88
Federal Flowthrough Funds	(177,091)	254,937	(207,296)	-	(129,450)	134,288	4,838
Federal Direct Funds	(44,049)	291,870	(301,798)	-	(53,977)	56,303	2,326
Local Grants	36,686	2,181	(5,665)	-	33,202	-	33,202
State Flowthrough Funds	(137,959)	239,933	(142,437)	-	(40,463)	115,127	74,664
Bond Building	836,352	865,000	(237,209)	-	1,464,143	-	1,464,143
Special Capital Outlay - State	(290,284)	-	-	5,000	(285,284)	285,284	-
Capital Improvements SB-9	60,019	137,557	(97,232)	(5,000)	95,344	-	95,344
Debt Service	383,530	441,958	(441,344)	-	384,144	-	384,144
Agency Funds	78,852	88,925	(74,402)	-	93,375	-	93,375
Total	\$ 1,078,638	\$ 7,262,238	\$ (6,033,608)	\$ -	\$ 2,307,268	\$ 78,148	\$ 2,385,416

<u>Account Name</u>	<u>Account Type</u>	<u>Bank Name</u>	<u>Bank Amount</u>	Adjustments to report:	
Operational	Checking - Interest	Community Bank	\$ 2,670,891	Pooled cash loans receivable	\$ (581,247)
Activities	Checking - Interest	Century Bank	<u>99,937</u>	Pooled cash loans payable	581,247
			<u>\$ 2,770,828</u>	Unmailed Checks	<u>78,148</u>
					<u>\$ 78,148</u>

Adjustments to cash:		
Bank Balance		\$ 2,770,828
Cash on hand		-
Outstanding deposits		-
Outstanding checks		<u>(385,412)</u>
Total adjustment to cash		<u>\$ 2,385,416</u>

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

SCHEDULE OF VENDOR INFORMATION
 (Individual Purchases in Exceeding \$60,000, Excluding Gross Receipts Tax)
Year Ended June 30, 2015

Prepared by (Agency Staff Name): Brenda Halder Title: Business Manager Date: October 3, 2015

<u>RFB/RFP #</u>	<u>Type of Procurement</u>	<u>Awarded To</u>	<u>Amount of Awarded Contract</u>	<u>Amount of Amended Contract</u>	<u>Name and Physical Address of All Respondents</u>	<u>In-State / Out-of-State Vendor</u>	<u>Veteran's Preference N/A for Federal Funds</u>	<u>Scope of Work</u>
2014-2015 #1	Propane Fuel	Ferrellgas	\$1.49 Per Gallon (N/A	Ferrellgas, Inc., 209 S Grand Ave., Las Vegas, NM 87701	Y	N	Vendor shall deliver and supply liquid petroleum gas to the district as needed.
P14-018	Design Professional	FBT Architects, AIA LTD.	\$	468,523	N/A	Y	N	Professional and technical services shall be provided by the design professional, through the project design professional Engineer. Replacement of the Ojo Caliente Elementary Facilities w/a 21,938 sf new school K-8.
					FBT Architects, One Park Square, 6501 Americas Pkwy, STE.300, Albuquerque, NM 87110			
					Design Group, 120 Vassar Dr. SE #100, Albuquerque, NM 87106	Y	N	
					Barbara Felix, 511 Agua Fria, Santa Fe, NM 87501	Y	N	
					Atkin Olshin Schade, 1807 2nd st.#34, Santa Fe, NM 87505	Y	N	
					Greer Stafford, 1717 Louisiana Blvd NE#205, Albuquerque, NM 87110	Y	N	
					Vigil & Associates, 4477 Irving Blvd MW, Albuquerque, NM 87114.	Y	N	
					Wilson & Companay, 4900 Lang Ave.NE, Albuquerque, NM 87109	Y	N	

COMPLIANCE SECTION

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

§

Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and
Report on the Schedule of Expenditures of
Federal Awards Required By OMB Circular A-133

§

Schedule of Findings and Questioned Costs:
Summary of Auditor's Results
Financial Statement Findings
Federal Award Findings

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Summary Schedule of Prior Year Audit Findings

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Schedule of Expenditures of Federal Awards
Notes to the Schedule of Expenditures of Federal Awards

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Required Disclosure

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

INDEPENDENT AUDITORS' REPORT

Tim Keller, State Auditor
The Board of Education and
The Audit Committee of Mesa Vista Consolidated School District No. 6

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 Mesa Vista Consolidated School District No. 6 as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Mesa Vista Consolidated School District No. 6's basic financial statements, and the combining and individual funds and related budgetary comparisons of Mesa Vista Consolidated School District No. 6, presented as supplemental information, and have issued our report thereon dated October 7, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit, of the financial statements, we considered Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6's internal control. Accordingly, we do not express an opinion on the effectiveness of Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a *material weakness*, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the 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. However, material weaknesses may exist that have not been identified.

Tim Keller, State Auditor
The Board of Education and
The Audit Committee of Mesa Vista Consolidated School District No. 6

Compliance and other matters

As part of obtaining reasonable assurance about whether Mesa Vista Consolidated School District No. 6'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. We also noted certain other matters that are required to be reported pursuant to Government Auditing Standards and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings 2012-003, 2013-006, 2015-001, and 2015-002.

Mesa Vista Consolidated School District No. 6's Response to Findings

Mesa Vista Consolidated School District No. 6 responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Mesa Vista Consolidated School District No. 6's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Mesa Vista Consolidated School District No. 6'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
October 7, 2015

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL
OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY OMB CIRCULAR A-133

INDEPENDENT AUDITOR'S REPORT

Tim Keller, State Auditor
The Board of Education and
The Audit Committee of Mesa Vista Consolidated School District No. 6

Report on Compliance for Each Major Federal Program

We have audited Mesa Vista Consolidated School District No. 6's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Mesa Vista Consolidated School District No. 6's major federal programs for the year ended June 30, 2015. Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6's compliance.

Opinion on Each Major Federal Program

In our opinion, Mesa Vista Consolidated School District No. 6 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, 2015.

Tim Keller, State Auditor
The Board of Education and
The Audit Committee of Mesa Vista Consolidated School District No. 6

Report on Internal Control Over Compliance

Management of Mesa Vista Consolidated School District No. 6 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 Mesa Vista Consolidated School District No. 6'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 Mesa Vista Consolidated School District No. 6'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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The 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.

Accounting & Financial Solutions, LLC
Farmington, New Mexico
October 7, 2015

SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS

STATE OF NEW MEXICO
MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2015

<u>Federal Grantor/Pass - Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Programs</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture:				
Direct Program:				
Forest Reserve	10.670	11000		\$ <u>23,669</u>
Pass-Through Program From:				
New Mexico Department of Education:				
<u>Child Nutrition Cluster:</u>				
USDA National School Lunch Program	10.555	21000	137,238	
USDA School Breakfast Program	10.553	21000	47,324	
Total Child Nutrition Cluster				184,562
Fresh Fruits and Vegetables	10.582	24118		3,717
Pass-Through Program From:				
New Mexico Human Service Department:				
USDA Commodities Program	10.550	21000		12,889
Subtotal Pass-Through Programs				201,168
Total U.S. Department of Agriculture				224,837
U.S. Department of Education:				
Direct Programs:				
Elementary School Counseling	84.215E	25215		297,336
Rural Education Achievement	84.358A	25233		4,462
Subtotal Direct Programs				301,798
Pass-Through Programs From:				
New Mexico Department of Education:				
<u>Special Education (IDEA) Cluster:</u>				
Entitlement IDEA-B	84.027	24106	96,259	
Preschool IDEA-B	84.173	24109	3,503	
IDEA-B "Risk Pool"	84.027	24120	8,730	
Total Special Education (IDEA) Cluster				108,492
Title I	84.010	24101		70,414
Title II Teacher Quality	84.367	24154		14,558
USDA Equipment	10.579	24183		10,116
Subtotal Pass-Through Programs				203,580
Total U.S. Department of Education				505,378
Total Expenditures of Federal Awards				\$ 730,215

See the accompanying notes to the Schedule of Expenditures of Federal Awards.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED JUNE 30, 2015

1. Scope of audit pursuant to OMB Circular A-133

All federal grant operations of Mesa Vista Consolidated School District No. 6 (the “School District”) are included in the scope of the Office of management and Budget (“OMB”) Circular A-133 audit (the “Single Audit”). The Single Audit was performed in accordance with the provisions of the OMB Circular Compliance Supplement (Revised July 2015 the “Compliance Supplement”). Compliance testing of all requirements are described in the Compliance Supplement, was performed for the grants programs noted below. These programs represent all federal award programs and other grants with fiscal 2015 cash and non-cash expenditures to ensure coverage of at least 25% (LOW risk auditee) of federally granted funds. Actual coverage is approximately 33% of total cash and non-cash federal award program expenditures. Total cash expenditures were in the amount of \$717,326 and all non-cash expenditures amounted to \$12,889.

<u>Major Federal Award Program Description</u>	<u>Fiscal 2015 Expenditure</u>
Cash assistance:	
Special Education (IDEA) Cluster	\$ 108,492
Elementary School Counseling	297,336
Total	<u>\$ 405,828</u>

The District did not have any federal program that were considered high risk Type A programs for the 2015.

The U.S. Department of Education is the School District’s oversight agency for single audit.

2. Summary of significant accounting policies

Basis of presentation

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of the Cooperative under programs of the federal government for the year ended June 30, 2015. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of the Cooperative, it is not intended to and does not present the financial position and changes in net position of the Cooperative. All federal programs considered active during the year ended June 30, 2015, are reflected on the Schedule. An active federal program is defined as a federal program for which there were receipts or disbursements of funds or accrued (deferred) grant revenue adjustments during the fiscal year or a federal program considered as not completed or closed out at the beginning of the fiscal year. The Schedule is prepared using the accrual basis of accounting. Grant revenues are recorded for financial reporting purposes when the Cooperative has met the qualifications for the respective grant. Grant revenues for the Food Donation Program are based upon commodities received, at amounts per standard price listing, published quarterly by the United States Department of Agriculture (the “USDA”). In addition, there is no federal insurance in effect during the year and loan or loan guarantee outstanding at year end.

Accrued and deferred reimbursements

Various reimbursement procedures are used for Federal awards received by the School District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of reimbursable expenditures over receipts to date. Deferred balance at year-end represent an excess of cash receipts over reimbursable expenditure to date. Generally, accrued or deferred balances covered by differences in the timing of cash receipts and expenditures will be reversed in the remaining grant period.

3. Reconciliation of Federal Awards to Expenditure of Federal Awards

The differences between the federal awards received (Intergovernmental sources – federal) during the year ended June 30, 2015 and the federal awards expended during the year are as follows:

Federal sources	\$ 767,716
Indirect costs from federal programs	(37,177)
Unexpended federal sources	(324)
Prior year federal sources expended	-
Total expenditures of federal awards	<u>\$ 730,215</u>

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED JUNE 30, 2015

4. Unexpended Federal Awards

There were federal awards received during the year ended June 30, 2015 that were not expended during the year. These awards will be reported in subsequent years when they have been expended. Those amounts are as follows:

	2015	<u>Unexpended Awards</u>
Title XIX Medicaid	\$	324

5. Federal Awards Receivable

There are federal programs that have not received reimbursement for expenditures made within those programs. The District expects to receive all reimbursement of federal awards in the following year and a receivable has been reported for those reimbursements. The following programs reported a receivable for the expenditures that had not been reimbursed as of June 30, 2015.

<u>Grantor/Program</u>	<u>CFDA #</u>		<u>Grant Receivable</u>
U.S. Dept. of Agriculture:			
USDA Equipment Assistance	10.579	\$	10,116
Fresh Fruits and Vegetables	10.582		3,717
U.S. Dept. of Education:			
Title I	84.010		33,439
Entitlement IDEA-B	84.027		55,427
Preschool IDEA-B	84.173		732
IDE-B "Risk Pool"	84.027		8,730
Title III English Language	84.365		9,833
Title II Teacher Quality	84.367		7,456
Elementary School Counseling	84.215E		47,076
Rural Education Achievement	84.358A		7,226
			\$ 183,752

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2015

I. SUMMARY OF AUDIT RESULTS

	<u>Yes</u>	<u>No</u>	<u>Occurrences</u>
FINANCIAL STATEMENTS:			
Type of auditor's report issued: <u>Unmodified</u>			
Internal control over financial reporting:			
Material weakness(es) identified?	—	✓	—
Significant Deficiency(ies) identified?	—	✓	—
Noncompliance material to financial statements noted?	—	✓	—
FEDERAL AWARDS:			
Internal control over major programs:			
Material weakness(es) identified?	—	✓	—
Significant Deficiency(ies) identified?	—	✓	—
Type of auditor's report issued on compliance with major programs: <u>Unmodified</u>			
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	—	✓	—
The programs treated as major programs include:			
<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>		
Special Education (IDEA) Cluster	84.027 & 84.173		
Elementary School Counseling	84.215E		
The threshold for distinguishing types A and B programs: <u>\$300,000</u>			
Auditee qualified as low-risk auditee?	✓	—	

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

II. FINDINGS RELATED TO FINANCIAL STATEMENTS

2012 – 003 UNTIMELY DEPOSITS

Other Noncompliance

(Repeat of prior year finding; updated and revised)

Condition: Three of the thirty receipts reviewed totaling \$778 were deposited over seven days after being received. This is an increase in occurrences from the two that occurred in the previous year. This has been a persistent issue within the District.

Criteria: NMAC 6.20.2.14(c) states that money received and receipted shall be deposited in the bank within 24 hours or one banking day.

Cause: Deposits were not delivered to the administration office in a time that allowed for the monies to be deposited within the dictated time.

Effect of condition: The District is in violation of NMAC 6.20.2.14(c). Cash retained by management for extended periods of time are susceptible to misuse or fraud.

Recommendation: All receipting (cash/cash equivalents collections) should be done by the secretaries of each school. A roster or some other control document should be provided to the secretaries by the sponsor of the activity that expects to receipt cash contributions. The secretary should issue a pre-numbered receipt to everyone that makes a contribution. The District should implement a system of routing those deposits to the central office on a daily basis in order to facilitate cash receipts being deposited within one banking day.

Management's response: Mesa Vista School District will work with each school site to ensure that policies and procedures are in place for depositing money. Each sponsor will turn in money on a daily basis. Each school secretary will ensure that monies are turned in to the Central Office on a daily basis. Central Office staff will make sure to have all receipts deposited within one banking day. The three deposits that were considered late consisted of a high school coach, high school teacher and elementary secretary. These three staff members receipted revenue and did not submit their deposit to the Central Office in a timely matter.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

II. FINDINGS - FINANCIAL STATEMENTS AUDIT (cont'd)

2013 – 006 PURCHASE BEFORE PURCHASE ORDER
Other Noncompliance
(Repeat of prior year finding; updated and revised)

Condition: Of the thirty-one disbursements tested, three purchases were made without the required purchase order. Purchase orders are used to control cash and to authorize the purchases in accordance with the authorized budget. One was for the purchase of books in the amount \$852. Additionally, the invoice was delivered to one of the schools in the district and was not given to the administration office until three weeks after the date of the invoice. The second purchase was made from an activity fund in the amount of \$7. The third was for delivery of drinking water in the amount of \$61. The District has improved from the previous year regarding this issue. The previous year had nine occurrences of this nature. However, as of June 30, 2015 the District had not fully implemented a system of controls to prevent unauthorized purchases.

Criteria: Authorization for a purchase is acquired through the completion of a purchase order, which is signed by a person given authority over purchase control. The purchase order must be approved prior to the purchase or ordering of goods as per PSAB Supplement 13.

Cause: Personnel initiated and/or completed purchases prior to obtaining approval for the purchase in accordance with established policies and regulations.

Effect of condition: Any purchases made without prior authorization have the potential to cause cash deficits in the funds from which they are made or violations of the approved budget.

Recommendation: The importance of cash controls and adequate planning need to be made clear to all personnel that will be making purchases for the school.

Management's response: Mesa Vista School District will work with all employees to ensure adequate planning. Prior approval is necessary before purchasing is placed with any vendor. The purchase of books without a purchase order was one of our elementary library assistants. This employee was confronted by supervisor and business manager in FY14/15. Employee was warned and letter was placed in personal folder during the FY14/15. During employee orientation for FY15/16, all employees were informed not to purchase anything without a purchase order, per District's policy. If employees purchase without a purchase order, district will not pay for these purchases or reimburse employees.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

II. FINDINGS - FINANCIAL STATEMENTS AUDIT (cont'd)

2015 – 001 TRAVEL REIMBURSEMENT
Other Noncompliance

Condition: The School District reimbursed employees \$126 for travel when leave time and return times were not documented. The appropriateness of the reimbursement could not be determined.

Criteria (Required for financial audits performed under Government Auditing Standards): According to NMSA 1978 Section 2.42.2.8 where lodging and/or meals are provided or paid for by the agency, the governing body, or another entity, the public officer or employee is entitled to reimbursement only for actual expenses under 2.42.2.9 NMAC. These reimbursements are in lieu of, not in addition to, per diem.

Cause: Improper monitoring of travel reimbursements requests.

Effect of condition: Violation of NMAC 1978 Section 2.42.2.8, reimbursing for per diem when actual expenses were paid for the meals, and when meals were included in the cost of the training or the cost of the hotel. The district needs more documentation for reimbursement meals to insure that the meals were for the travel.

Recommendation: Management should insure that travel dates and times are appropriately filled out and reasonable for the travel taken, in order to identify when meals should be reimbursed for a travel.

Management's response: Mesa Vista School district will work with all employees to ensure reimbursement forms are completely filled out properly and approved by supervisors and superintendent before they are submitted to the Business Office.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

II. FINDINGS - FINANCIAL STATEMENTS AUDIT (cont'd)

2015 – 002 MISSING BACKGROUND CHECKS

Other Noncompliance

Condition: One of twenty employee files selected for testing had missing background checks.

Criteria: In accordance 1978 NMSA 22-10A-5, all employees who have access to children are required to have a background check completed and approved.

Cause: The District is not maintaining adequate controls over employee hiring.

Effect of condition: The District is out of compliance with requirements for 1978 NMSA 22-10A-5.

Recommendation: The District should not employ any individual without prior receipt of the cleared background check.

Management's response: Mesa Vista School district will ensure not to employ an individual without prior receipt of a cleared background check. This one employee was a licensed teacher who retired and continued employment as a high school substitute teacher. Human Resource Secretary however did not request a new background check due to break in service from teacher to substitute. FY15/16 district has reassigned Human Resource position to Payroll Manager.

III. AUDIT FINDINGS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

There were no findings required to be reported relating to federal awards.

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2015

I. NOT RESOLVED

2012 – 003 UNTIMELY DEPOSITS

Current Status: Not resolved. Repeated in the current year.

2013 – 006 PURCHASE BEFORE PURCHASE ORDER

Current Status: Not resolved. Repeated in the current year.

II. RESOLVED

2013 – 008 UNAUTHORIZED LOAN FROM RESTRICTED FUNDS

Current Status: Resolved. Not repeated in the current year.

REQUIRED DISCLOSURES

Year Ended June 30, 2015

The financial statements were prepared by the independent public accountants.

An exit conference was held October 7, 2015 during which the audit findings were discussed. The exit conference was attended by the following individuals:

MESA VISTA CONSOLIDATED SCHOOL DISTRICT NO. 6

Andy R. Lopez	President, Board of Education
Jessica Manzanares	Vice-President, Board of Education
Andrea Sandoval	Member, Audit Committee
Ernesto Valdez	Superintendent/ Member, Audit Committee
Brenda Halder	Business Manager/ Member, Audit Committee

ACCOUNTING & FINANCIAL SOLUTIONS, LLC

Terry Ogle, CPA	Partner
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