

State of New Mexico

Silver Consolidated School District No. 1
FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS'
REPORT THEREON

For The Fiscal Year Ended June 30, 2012

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Silver Consolidated School District No. 1
DIRECTORY OF OFFICIALS
June 30, 2012

BOARD OF EDUCATION

Trent Petty	President
Pete Holguin	Vice-President
Debbie Eggleston	Secretary
Charlotte McGaughey	Member
Barry Rimmel	Member

SCHOOL OFFICIALS

Dick Pool	Superintendent
Candy Milam	Associated Superintendent of Finance

MIKE STONE, C.P.A.
LINDA STONE MCGEE, C.P.A.
KAY STONE, C.P.A.
JARROD MASON, C.P.A.
KELLEY WYATT, C.P.A.

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INDEPENDENT AUDITOR'S REPORT

Hector H. Balderas, State Auditor
and
Board of Education
Silver Consolidated School District No. 1
Silver City, New Mexico

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue funds of the Silver Consolidated School District No. 1 (District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the District's non-major governmental funds and the budgetary comparisons for the components of the general fund, the non-major special revenue funds, the capital projects funds, and the Debt Service Fund presented as other supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Silver Consolidated School District No. 1 as of June 30, 2012, and the respective changes in financial position, where applicable, thereof and the respective budgetary comparison for the General, Entitlement, Medicaid and Title I funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each non-major governmental fund of Silver Consolidated School District No. 1 as of June 30, 2012, and the respective changes in financial position, where applicable, thereof and the respective budgetary comparisons for the components of

the General Fund, the non-major special revenue funds, the capital projects funds, and the Debt Service Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2012, on our consideration of Silver Consolidated School District No. 1's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Silver Consolidated School District No. 1 has not presented Management's Discussion and Analysis that is required by accounting principles generally accepted in the United States of America to supplement, although not required to be a part of, the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements and on the combining, individual fund and budgetary comparisons statements presented as other supplementary information. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements of the District. In addition, the accompanying financial information listed as other supplemental data in the table of contents is also presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Stone, McGee & Co CPAs

November 10, 2012

Stone, McGee & Co.
Certified Public Accountants

Silver Consolidated School District No. 1
STATEMENT OF NET ASSETS
June 30, 2012

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 3,194,058
Property taxes receivable	636,903
Due from other governments	1,080,212
Inventory	62,615
Capital assets:	
Land and improvements	4,765,264
Buildings and improvements	48,508,987
Equipment	6,388,919
Less accumulated depreciation	(33,565,157)
Total capital assets, net of depreciation	\$ 26,098,013
Total assets	\$ 31,071,801
Liabilities	
Cash overdraft	\$ -
Accounts payable	132,437
Deferred revenue	3,409
Long-term liabilities:	
Portion due or payable within one year:	
Bonds payable	1,715,000
Accrued interest payable	132,174
Portion due or payable after one year:	
Bonds payable	6,635,000
Compensated absences	49,252
Total liabilities	\$ 8,667,272
Net Assets	
Invested in capital assets, net of related debt	\$ 17,748,013
Restricted for:	
Capital projects	132,571
Debt service	2,167,724
Other purposes	1,231,840
Unrestricted	1,124,381
Total net assets	\$ 22,404,529

The accompanying notes are an integral part of these financial statements

Silver Consolidated School District No. 1
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2012

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Charges for Services</u>
Governmental activities:		
Instruction	\$ 16,412,906	\$ 268,606
Support services - Students	3,229,432	
Support services - Instruction	838,052	
General administration	534,507	54,901
School administration	1,599,295	
Central services	897,168	
Operation of plant	4,614,158	
Food services	1,238,478	163,154
Transportation	1,090,816	
Other support services	102,690	
Interest on long-term debt	322,504	
	<u>\$ 30,880,006</u>	<u>\$ 486,661</u>
Total governmental activities		
General revenues:		
Property taxes:		
Levied for general purposes		
Levied for debt service		
Levied for capital improvements		
State aid - formula grants		
Recoveries and refunds		
Unrestricted investment earnings		
Total general revenues and special items		
Change in net assets		
Net assets, beginning of year		
Net assets - end of year		

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

Revenues		Net (Expense) Revenue and Changes in Net Assets
Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
\$ 2,065,249	\$ 14,343	\$ (14,064,708)
531,685		(2,697,747)
236,069		(601,983)
54,901		(424,705)
7,062		(1,592,233)
1,855		(895,313)
	9,495	(4,604,663)
1,156,060		80,736
965,806		(125,010)
		(102,690)
		(322,504)
<u>\$ 5,018,687</u>	<u>\$ 23,838</u>	<u>\$ (25,350,820)</u>
		\$ 157,477
		2,061,459
		1,864,338
		21,391,386
		56,905
		<u>3,276</u>
		<u>\$ 25,534,841</u>
		\$ 184,021
		<u>22,220,508</u>
		<u><u>\$ 22,404,529</u></u>

Silver Consolidated School District No. 1
BALANCE SHEETS
GOVERNMENTAL FUNDS
June 30, 2012

	General Fund	Title I	Entitlement
Assets			
Cash and investments	\$ 213,416	\$ -	\$ -
Property taxes receivable	55,758		
Inventory			
Due from other governments	14,850	232,681	471,432
Interfund receivable	996,745		
Total assets	\$ 1,280,769	\$ 232,681	\$ 471,432
 Liabilities and Fund Balances			
Accounts payable	\$ 107,136	\$ -	\$ -
Interfund payable		232,681	471,432
Deferred revenue	51,478		
Total liabilities	\$ 158,614	\$ 232,681	\$ 471,432
 Fund balance:			
Nonspendable:			
Inventories	\$ -	\$ -	\$ -
Restricted for:			
Education			
Food service			
Social services			
Capital projects			
Debt service			
Unassigned	1,122,155		
Total fund balances	\$ 1,122,155	\$ -	\$ -
Total liabilities and fund balances	\$ 1,280,769	\$ 232,681	\$ 471,432

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

<u>Medicaid</u>	<u>Debt Service</u>	<u>Other Funds</u>	<u>Total Governmental Funds</u>
\$ 606,301	\$ 1,923,881	\$ 450,460	\$ 3,194,058
	376,017	205,128	636,903
		62,615	62,615
35,578		325,671	1,080,212
			996,745
<u>\$ 641,879</u>	<u>\$ 2,299,898</u>	<u>\$ 1,043,874</u>	<u>\$ 5,970,533</u>
\$ 831	\$ -	\$ 24,470	\$ 132,437
		292,632	996,745
	320,166	160,117	531,761
<u>\$ 831</u>	<u>\$ 320,166</u>	<u>\$ 477,219</u>	<u>\$ 1,660,943</u>
\$ -	\$ -	\$ 62,615	\$ 62,615
		106,379	106,379
		265,090	265,090
641,048		132,571	641,048
	1,979,732		132,571
			1,979,732
			1,122,155
<u>\$ 641,048</u>	<u>\$ 1,979,732</u>	<u>\$ 566,655</u>	<u>\$ 4,309,590</u>
<u>\$ 641,879</u>	<u>\$ 2,299,898</u>	<u>\$ 1,043,874</u>	<u>\$ 5,970,533</u>

Silver Consolidated School District No. 1
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
 TO NET ASSETS OF GOVERNMENTAL ACTIVITIES**
 June 30, 2012

Total governmental fund balances	\$	4,309,590
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		26,098,013
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property taxes subject to the 60 day availability period		528,352
Long-term liabilities, including bonds payable, compensated absences, lease-purchases payable and accrued interest payable are not due and payable in the current period and therefore are not reported in the funds:		
Bonds payable		(8,350,000)
Accrued interest payable		(132,174)
Compensated absences payable		(49,252)
		22,404,529
<i>Net Assets of Governmental Activities</i>	\$	22,404,529

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

Silver Consolidated School District No. 1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012

	General	Title I	Entitlement
Revenues:			
Property taxes	\$ 156,531	\$ -	\$ -
Fees and charges	196,480		
State aid	22,474,693		
Federal aid	371,637	826,044	862,874
Earnings on investments	3,093		
Miscellaneous	56,905		
Total revenues	\$ 23,259,339	\$ 826,044	\$ 862,874
Expenditures:			
Current:			
Instruction	\$ 13,863,018	\$ 722,901	\$ 596,430
Support services - Students	2,725,429		114,168
Support services - Instruction	538,891	80,098	128,237
General administration	407,943	23,045	24,039
School administration	1,574,588		
Central services	706,265		
Operation of plant	2,767,195		
Food service			
Transportation	955,867		
Other support services	102,690		
Debt service:			
Principal			
Interest			
Capital outlay			
Total expenditures	\$ 23,641,886	\$ 826,044	\$ 862,874
Revenues over (under) expenditures	\$ (382,547)	\$ -	\$ -
Other financing sources (uses):			
Transfers in			
Transfers out			
Net change in fund balance	\$ (382,547)	\$ -	\$ -
Fund balance, July 1, 2011	1,504,702		
Fund balance, June 30, 2012	\$ 1,122,155	\$ -	\$ -

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

Medicaid	Debt Service	Other Funds	Total Governmental Funds
\$ -	\$ 2,043,806	\$ 1,816,792	\$ 4,017,129
		235,280	431,760
		105,997	22,580,690
377,320		1,470,247	3,908,122
		183	3,276
			56,905
<u>\$ 377,320</u>	<u>\$ 2,043,806</u>	<u>\$ 3,628,499</u>	<u>\$ 30,997,882</u>
\$ -	\$ -	\$ 369,159	\$ 15,551,508
330,733		40,197	3,210,527
		34,112	781,338
	18,013	23,657	496,697
		7,062	1,581,650
		1,855	708,120
		1,260,914	4,028,109
		1,238,478	1,238,478
		20,260	976,127
			102,690
	1,650,000		1,650,000
	348,941		348,941
		396,435	396,435
<u>\$ 330,733</u>	<u>\$ 2,016,954</u>	<u>\$ 3,392,129</u>	<u>\$ 31,070,620</u>
\$ 46,587	\$ 26,852	\$ 236,370	\$ (72,738)
			-
			-
\$ 46,587	\$ 26,852	\$ 236,370	\$ (72,738)
594,461	1,952,880	330,285	4,382,328
<u>\$ 641,048</u>	<u>\$ 1,979,732</u>	<u>\$ 566,655</u>	<u>\$ 4,309,590</u>

Silver Consolidated School District No. 1
**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**
For the Fiscal Year Ended June 30, 2012

Net change in fund balances- total governmental funds \$ (72,738)

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

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 as depreciation expense:

Capital outlay	396,435
Depreciation expense	(1,890,482)

Revenues in the Statement of Activities that do not provide current financial
resources are not reported as revenues in the funds. This is the net
change during the year:

Property taxes subject to the 60 day availability period	66,145
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Repayment of debt principal is an expenditure in the governmental funds,
but the repayment reduces long-term liabilities in the Statement of Net
Assets:

Payment of bond principal	1,650,000
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In the Statement of Activities, interest is accrued on outstanding bonds,
whereas in governmental funds, an interest expenditure is reported
when due. This is the net change during the year.

26,437

Some expense reported in the Statement of Activities, such as compensated
absences, do not require the use of current financial resources and there-
fore are not reported as expenditures in governmental funds. This is the
net change in compensated absences for the year.

8,224

Change in Net Assets of Governmental Activities

\$ 184,021

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

Silver Consolidated School District No. 1
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30,2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 353,256	\$ 353,256	\$ 371,637	\$ 18,381
State sources	22,447,240	23,016,708	22,474,939	(541,769)
Local sources	199,015	199,015	205,472	6,457
Interest income	12,500	12,500	9,433	(3,067)
Total revenues	\$ 23,012,011	\$ 23,581,479	\$ 23,061,481	\$ (519,998)
Expenditures:				
Current:				
Instruction	\$ 13,655,887	\$ 13,801,881	\$ 13,589,536	\$ 212,345
Support services - Students	2,898,361	2,890,525	2,725,429	165,096
Support services - Instructi	597,858	626,958	538,891	88,067
General administration	470,671	481,091	410,699	70,392
School administration	1,596,160	1,624,730	1,573,693	51,037
Central services	600,434	779,932	700,722	79,210
Operation of plant	2,967,156	3,067,476	2,753,921	313,555
Transportation	954,284	987,686	955,837	31,849
Other support services	57,101	107,101	77,867	29,234
Capital outlay				-
Total expenditures	\$ 23,797,912	\$ 24,367,380	\$ 23,326,595	\$ 1,040,785
Net change in fund balance	\$ (785,901)	\$ (785,901)	\$ (265,114)	\$ 520,787
Fund balance, July 1, 2011	785,901	785,901	1,339,003	553,102
Fund balance, June 30, 2012	\$ -	\$ -	\$ 1,073,889	\$ 1,073,889
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ (382,547)	
Revenue accruals (net)			(197,858)	
Expenditure accruals (net)			315,291	
Other financing sources (net)				
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ (265,114)</u>	

The accompanying notes are an integral part of these financial statements

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 752,201	\$ 880,522	\$ 576,789	\$ (303,733)
Expenditures:				
Current:				
Instruction	\$ 553,981	\$ 605,078	\$ 596,430	\$ 8,648
Support services - Students	57,413	120,819	114,227	6,592
Support services - Instruction	119,493	129,628	128,237	1,391
General administration	21,314	24,997	24,039	958
Capital outlay	-	-	-	-
Total expenditures	\$ 752,201	\$ 880,522	\$ 862,933	\$ 17,589
Net change in fund balance	\$ -	\$ -	\$ (286,144)	\$ (286,144)
Fund balance, July 1, 2011	-	-	(185,288)	(185,288)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (471,432)	\$ (471,432)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(286,085)	
Expenditure accruals (net)			(59)	
Other financing sources (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (286,144)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - MEDICAID
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 350,000	\$ 350,000	\$ 341,742	\$ (8,258)
Expenditures:				
Current:				
Support services - Students	350,000	350,000	330,430	19,570
Net change in fund balance	\$ -	\$ -	\$ 11,312	\$ 11,312
Fund balance, July 1, 2011	-	-	594,989	594,989
Fund balance, June 30, 2012	\$ -	\$ -	\$ 606,301	\$ 606,301
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 46,587	
Revenue accruals (net)			(35,578)	
Expenditure accruals (net)			303	
Other financing sources (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 11,312	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 826,889	\$ 894,736	\$ 676,112	\$ (218,624)
Expenditures:				
Current:				
Instruction	\$ 750,813	\$ 782,155	\$ 722,901	\$ 59,254
Support services - Instruction	52,928	89,433	80,098	9,335
General administration	23,148	23,148	23,045	103
Transportation				-
Total expenditures	\$ 826,889	\$ 894,736	\$ 826,044	\$ 68,692
Net change in fund balance	\$ -	\$ -	\$ (149,932)	\$ (149,932)
Fund balance, July 1, 2011			(82,749)	(82,749)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (232,681)	\$ (232,681)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(149,932)	
Expenditure accruals (net)				
Other financing sources (net)				
Net change in fund balance, NON-GAAP budgetary basis			\$ (149,932)	

The accompanying notes are an integral part of these financial statements

Silver Consolidated School District No. 1
STATEMENT OF FIDUCIARY
NET ASSETS
June 30, 2012

	Private Purpose Trust Funds	Agency
Assets		
Cash and investments	\$ 32,140	\$ 502,214
Total assets	\$ 32,140	\$ 502,214
 Liabilities		
Deposits held for others		\$ 502,214
Total liabilities		\$ 502,214
 Net Assets		
Endowments held in trust for scholarships and other purposes	\$ 32,140	

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

Silver Consolidated School District No. 1
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 For the Fical Year Ended June 30, 2012

	<u>Private Purpose Trust Funds</u>
Additions	
Gifts and contributions	\$ 9,000
Deductions	
Scholarships awarded	<u>8,500</u>
Change in net assets	\$ 500
Net assets July 1, 2011	<u>31,640</u>
Net assets June 30, 2012	<u><u>\$ 32,140</u></u>

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

Silver Consolidated School District No. 1
NOTES TO FINANCIAL STATEMENTS
For The Fiscal Year Ended June 30, 2012

Note 1

Summary of Significant Accounting Policies

Silver Consolidated School District No. 1, organized under the laws of the State of New Mexico, operates under the school board-superintendent form of government. The System provides public education opportunities for children from first through twelfth grade, including but not limited to classroom and vocational studies; as well as school oriented social and athletic activities.

The District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The more significant accounting policies established in GAAP and used by the District are discussed below.

A. REPORTING ENTITY

These financial statements present the District (the primary government). Component units are legally separate entities that are included in the District's reporting entity because of the significance of their operating or financial relations with the District. Based on that criteria, the District had no component units. The District's component unit in prior years, Aldo Leopold Charter School, became a state chartered school July 1, 2010, and is no longer a component unit of the District.

B. BASIS OF PRESENTATION

Government-wide Financial Statements:

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The District has no business-type activities.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing

a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. Funds are organized into two major categories: governmental, and fiduciary. An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

The General Fund is the primary operating fund of the District and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds. Included in the General Fund are sub-funds: Operational, the Unrestricted District Fund; Transportation, which accounts for State source revenue used to transport students; Instructional Materials, which accounts for State Source Funds used to purchase textbooks; and Non-instructional Support, which accounts for various student extracurricular activities.

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

Capital Project Fund

The Capital project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items.

Debt Service Fund

The Debt Service Fund accounts for the accumulation of financial resources for the payment of interest and principle on the general long-term debt of the District.

Fiduciary Funds

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net assets and changes in net assets and are reported using accounting principles similar to proprietary funds.

Agency Funds account for assets held in a purely custodial capacity. Since agency funds are custodial in nature (i.e.) assets equal liabilities, they do not involve the measurements of results of operations.

The emphasis in fund financial statements is on the major funds in the governmental category. Non-major funds are summarized into a single column.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated in to the government-wide statements.

Major Fund Descriptions

General – See above description.

Entitlement Fund

Entitlement funds are used to account for federal resources administered by the New Mexico State Department of Education to provide for the special education needs of handicapped children three to five years old. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 94-142 and P.L. 99-457).

Title I – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide assistance to educationally deprived students in low-income areas of the District. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 103-382).

Medicaid – to account for the federal assistance to improve primary health care and increase health education (P.L. 105-33), and is a Special Revenue Fund.

Debt Service – See above description.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, governmental activities are presented using the economic resources measurement focus as defined in item “b” below.

In the fund financial statements, the “current financial resources” measurement focus is used.

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

- b. The government-wide financial statements utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), and financial position. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual:

The government-wide financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Substantially all governmental fund revenues are accrued. In applying GASBS No. 33 to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient.

Property tax receivables are recognized net of estimated refunds and uncollectible amounts in the period for which the taxes are levied, even if they are not available. Property taxes not collected within 60 days of year end are reported as deferred revenue. Property taxes are considered fully collectible.

In the government –wide Statement of Net Assets, the governmental activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a fully accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District’s net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The District first utilizes restricted resources when an expense is incurred and for purposes for which both restricted and unrestricted net assets are available.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s functions. The functions are also supported by generally government revenues (property taxes, certain intergovernmental revenues, and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Charges for services include revenues based on exchange or exchange-like transactions. These revenues arise from charges to customers or applicants who purchase use or directly benefit from the goods, services or privileges

provided. Revenues in this category include fees charged for specific services, such as attendance at athletic events, food service, copies and auxiliary services. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (property taxes, intergovernmental revenues, interest income, etc.).

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net assets resulting from the current year's activities.

D. BUDGETS

Budgets for the General, Special Revenue, Debt Service and Capital Projects funds are prepared by management and approved by the local school board and the Public Finance School Division of the Department of Education. The District has one Capital Project Fund, PSFA Funding, where vendors are paid directly by the State of New Mexico. No budget statements are presented for this fund. There was no activity in this Fund during the 2011-2012 fiscal year.

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

Actual expenditures may not exceed the budget on a functional category 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 Education Department.

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

E. CASH AND INVESTMENTS

Cash includes amounts in demand deposits as well as short-term investments with a maturity of six months from the date acquired by the government. State statutes authorize the government to invest in obligations of the U.S. Treasury, interest-bearing accounts with local financial institutions and the State Treasurer Pool.

New Mexico Statutes require that financial institutions with public monies on deposit pledge collateral, to the owners of such monies, in an amount not less than 50% of the public monies held on deposit. Collateral pledged is held in safekeeping by other financial institutions, with safekeeping receipts held by the District. The pledged securities remain in the name of the financial institution. Repurchase agreements are required to be collateralized 102%.

F. INVENTORIES

Except for U.S.D.A. commodities, which are shown at estimated value, inventories are valued at cost (first-in, first-out). Inventory in the Cafeteria Fund consists mainly of food items. Inventories, in other governmental fund types, consist primarily of supply-type assets.

G. CAPITAL ASSETS

Capital assets purchased or acquired with an original cost of \$5,000.00 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Software and library resources	3-5 years
Machinery and equipment	5-10 years
Improvements	10-20 years

The accounting treatment over property, plant and equipment depends on whether they are reported in the government-wide financial statements or fund financial statements. In the government-wide financial statements, fixed assets are accounted for as capital assets. In the fund financial statements, fixed assets are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

H. LONG-TERM DEBT

The accounting treatment of long-term debt depends on whether the assets are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of bonds payable and accrued compensated absences.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principle and interest reported as expenditures.

I. COMPENSATED ABSENCES

The District's policies, regarding vacation time, permit employees to accumulate earned but unused vacation leave. The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources. These liabilities have typically been liquidated from general fund resources.

J. EQUITY CLASSIFICATIONS

Government-wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – all other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Fund Statements

During the year ended June 30, 2011, the District implemented GASB Statement 54 “Fund Balance Reporting and Governmental Fund Type Definitions”. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance – amounts that are not in a spendable form (such as inventory) or are required to remain intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the government itself, using its highest level of decision-making authority, to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change its constraints.
- Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the government body delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

The Board of Education establishes (an modifies or rescinds) fund balance commitments by adoption of a resolution or a vote of the Board. This is typically done through the adoption and amendment of the budget. Assigned fund balance is established by the Board of Education through adoption or amendment of the budget as intended for a specific purpose (such as purchase of fixed assets, construction, debt service or for other purposes).

K. PROPERTY TAX

Property taxes attach as an enforceable lien on property as of January 1. Property tax rates for the year are set no later than September 1 each year by the Secretary of Finance and Administration. The rates of tax are then used by County Assessors to develop the property tax schedule by October 1. Taxes are payable in equal semiannual installments by November 10 and April 10 of the subsequent year and become delinquent 30 days later. Taxes are collected on behalf of the District by the County Treasurer, and are remitted to the District in the month following collection. Because the Treasurer of the County in which the District is located is statutorily required to collect taxes as an intermediary agency for all forms of government, distribution of taxes are made through the applicable County to the District.

The District is permitted to levy taxes for general operating purposes up to \$.50 per \$1,000 of taxable value for both residential and nonresidential property, taxable value being defined as one third of the fully assessed value. In addition, the district is allowed to levy taxes for payments of bond principal and interest in amounts approved by voters of the District, as well as a Two Mill Levy for District improvements. The District's total tax rate to finance general government services for the year ended June 30, 2012 was \$.323 per \$1,000 for non-residential property and \$.253 for residential property. The District's tax rate for debt service was \$3.86 per \$1,000 for both residential and nonresidential property. The District's tax rate for District improvements was \$1.90 per \$1,000 for residential and \$1.90 for nonresidential property.

L. INTERFUND ACTIVITY

Inter-fund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as inter-fund receivables and payable as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market

or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other inter-fund transactions are treated as transfers. Inter-fund activity between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

M. USE OF ESTIMATES

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

Note 2 Custodial Credit Risk

Custodial credit risk is the risk in the event of a bank failure the government's deposits may not be returned to it. The District does not have a deposit policy for credit risk beyond that disclosed in Note 1. As of June 30, 2012, \$3,535,399 of the governments bank balance of \$7,363,200 was exposed to custodial credit risk as follows:

Uninsured and collateralized	<u>\$3,535,399</u>
Total	<u>\$3,535,399</u>

	<u>Bank Balance</u>	<u>Carrying Amount</u>
Deposits by custodial risk category:		
Insured	\$ 250,000	\$ 250,000
Collateral held by the pledging bank's agent in the District's name	3,577,801	3,478,412
Uninsured and collateralized	<u>3,535,399</u>	<u>-0-</u>
	<u>\$ 7,363,200</u>	<u>\$ 3,728,412</u>

The District does not have a risk policy beyond that required by State Statute.

Note 3 Capital Assets

Capital asset activity for the year ended June 30, 2012, was as follows:

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
Capital assets not being depreciated:				
Land	\$ 270,563	\$ -0-	\$ -0-	\$ 270,563
Construction progress	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total assets not being Depreciated	<u>\$ 270,563</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 270,563</u>
Other capital assets:				
Building & improvements	\$ 48,462,884	\$ 46,103	\$ -0-	\$ 48,508,987
Land improvements	6,338,134	112,380	61,595	6,388,919
Furniture and equipment	<u>4,256,749</u>	<u>237,952</u>	<u>-0-</u>	<u>4,494,701</u>
Total other capital assets at historical cost	<u>\$ 59,057,767</u>	<u>\$ 396,435</u>	<u>\$ 61,595</u>	<u>\$ 59,392,607</u>
Less accumulated depre- ciation for:				
Building & improvement	\$ (24,629,846)	\$ (1,217,921)	\$ -0-	\$ (25,847,767)
Land improvements	(2,348,206)	(198,408)	-0-	(2,546,614)

Furniture & equipment	<u>(4,758,218)</u>	<u>(474,153)</u>	<u>61,595</u>	<u>(5,170,776)</u>
Total accumulated depreciation	<u>\$(31,736,270)</u>	<u>\$ (1,890,482)</u>	<u>\$ 61,595</u>	<u>\$ (33,565,157)</u>
Total capital assets, net	<u>\$ 27,592,060</u>	<u>\$ (1,494,047)</u>	<u>\$ -0-</u>	<u>\$ 26,098,013</u>

Depreciation expense was charged to the governmental activities as follows:

Instruction	\$ 869,622
Student support	18,905
School support	56,714
Administration general	37,810
Administration school	17,645
Central services	189,048
Plant operation	586,049
Transportation	<u>114,689</u>
	<u>\$ 1,890,482</u>

Note 4 Long-term Debt

Changes in long-term debt were as follows during the year end June 30, 2012:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>	<u>Due In</u> <u>One Year</u>
G.O. Bonds, series 1997	\$ 1,000,000	\$	\$ 485,000	\$ 515,000	\$ 515,000
G.O. Bonds, series 2005	<u>9,000,000</u>	<u>-0-</u>	<u>1,165,000</u>	<u>7,835,000</u>	<u>1,200,000</u>
	\$10,000,000	\$ -0-	\$1,650,000	\$ 8,350,000	\$ 1,715,000
Compensated absences payable	<u>57,476</u>	<u>75,176</u>	<u>83,400</u>	<u>49,252</u>	<u>-0-</u>
	<u>\$10,057,476</u>	<u>\$ 75,176</u>	<u>\$1,733,400</u>	<u>\$ 8,399,252</u>	<u>\$ 1,715,000</u>

Annual debt service for bonds payable requirements are as follows:

Due in fiscal year ending June 30:

	<u>Principal</u>	<u>Interest</u>
2013	\$ 1,715,000	\$ 283,451
2014	1,240,000	226,435
2015	1,280,000	179,825
2016	1,325,000	131,953

2017	1,370,000	81,410
2018-2022	<u>1,420,000</u>	<u>27,690</u>
	<u>\$ 8,350,000</u>	<u>\$ 930,764</u>

No compensated absences are considered due and payable in the next fiscal year.

GENERAL OBLIGATION BONDS

During the year ended June 30, 1997, the District was authorized by voters of the District to issue \$10,600,000 in general obligation bonds to erect, remodel, make additions to and furnish school buildings.

The District issued \$4,750,000 of the \$10,600,000 issue on April 15, 1997, with interest rates from 4.375% to 5.15%, maturing serially, with final maturity August 1, 2012. The remaining \$5,850,000 was issued March 10, 1998, with interest rates from 4.2% to 6.2%, maturing serially, with final maturity August 1, 2010.

During the year ended June 30, 2005, the District was authorized by voters of the District to issue \$9,000,000 in general obligation bonds to erect, remodel, make additions to and furnish school buildings.

The District issued all of the \$9,000,000 on April 15, 2005, with interest rates from 3.625% to 3.9% maturing serially with final maturity August 1, 2021.

The bonds and bond interest are paid from property tax levies enacted specifically for the debt retirement. The revenues pledged totaled \$9,280,764 at June 30, 2012, and equal 100% of the tax levies enacted to repay the bonded indebtedness. The bonds were sold to erect and furnish facilities for the District. Interest rates range from 3.625% to 2.2% for individually scheduled retirements, and maturity dates range from 2012 through 2018. The property tax levies expire when the related bond indebtedness is repaid.

During the year ended June 30, 2012, the District recognized \$2,061,459 in property taxes pledged to retire the bonded indebtedness, and retired \$1,998,941 in bond principal and interest.

Note 5 Pension Plan – Educational Retirement Board

Plan Description

Substantially all of the Silver Consolidated School District No. 1 full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11 NMSA 1978). The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report

may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at www.nmerb.org.

Funding Policy

Plan members earning \$20,000 or less annually are required by statute to contribute 7.9% of their gross salary. Plan members earning over \$20,000 annually were required to contribute 11.15% of their gross salary in fiscal year 2012 and will be required to contribute 9.40% of their gross salary in fiscal year 2013. The Silver Consolidated School District No.1 has been and is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, in fiscal years 2012 and 2013. In fiscal year 2012 the Silver Consolidated School District No. 1 contributed 9.15% of the gross covered salary of employees earning more than \$20,000 annually. In fiscal year 2013 the Silver Consolidated School District No.1 will contribute 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the Silver Consolidated School District No. 1 are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The Silver Consolidated School District No. 1's contributions to ERB for the fiscal years ending June 30, 2012, 2011, and 2010, were \$15,819,299, \$1,929,726, and \$2,005,766, respectively, which equal the amount of the required contributions for each fiscal year.

Note 6 Post-Employment Benefits – State Retire Health Care Plan

Plan Description

Silver Consolidated School District No. 1 contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

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

Funding Policy

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

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/1998 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The Silver Consolidated School District No. 1’s contributions to the RHCA for the years ended June 30, 2012, 2011, and 2010 were \$277,348, \$262,455, and \$235,731, respectively, which equal the required contributions for each year.

Note 7 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; injuries to employees; and natural disasters. Because the District was unable to obtain general liability insurance at a cost it considered to be economically justifiable, it joined together with other school districts in

the State and obtained insurance coverage with New Mexico Public Schools Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for member school districts. The District pays an annual premium to New Mexico Public Schools Insurance Authority for its general insurance coverage, and all risk of loss is transferred. No losses exceeding insurance in the past three years.

The New Mexico Public Schools Insurance Authority is self-insured for property and liability losses below \$250,000 and purchases excess insurance above the self-insured retention. The self-insured retention aggregate for property is set at \$2,000,000 with a \$1,000,000 stop loss. The self-insured retention aggregate for liability is \$3,000,000 with a \$1,000,000 stop loss.

Note 8 Contingent Liabilities

Amounts received or receivable from grantor 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 which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

Note 9 Operating Lease

The District entered into a lease for the use of office equipment. The lease, executed in April, 2011, is for a four year term, with monthly payments of \$2,778. Future commitments under the lease are as follows:

Due in the year ending June 30:

2013	\$ 33,336
2014	33,336
2015	<u>25,002</u>
Total	<u>\$ 91,674</u>

Payments under the lease for the year ended June 30, 2012, totaled \$33,336.

Note 10 Inter-Fund Activity

Inter-fund balances of June 30, 2012, consisted of the following:

	<u>Inter-Fund Payable</u>			
	<u>Title</u>			
<u>Inter-fund Receivable</u>	<u>I</u>	<u>Entitlement</u>	<u>All Others</u>	<u>Total</u>
General	\$ 232,681	\$ 471,432	\$ 292,632	\$ 996,745
Total	<u>\$ 232,681</u>	<u>\$ 471,432</u>	<u>\$ 292,632</u>	<u>\$ 996,745</u>

All amounts are expected to be repaid within one year. The purpose of the loans was to provide cash for operating purposes.

There were no inter-fund transfers during the year ended June 30, 2012.

Note 11 Restricted Net Assets

At June 30, 2012, net assets restricted for other purposes included the following balances in special revenue funds:

Medicaid	\$ 641,048
Cafeteria	327,557
Athletics	37,153
PED:	
SB-9	44,070
Other	<u>182,012</u>
	<u>\$ 1,231,840</u>

The District reported \$3,532,135 in restricted assets, of which \$3,494,982 is restricted by enabling legislation.

Note 12 Endowments

The District received an endowment from the Estate of Dr. Theodore Draelos. This endowment of \$22,500 is to be used for investment purposes only with the proceeds from such investments restricted to use for scholarship. The corpus is to remain intact for a twenty year period which commenced in 1988. This is in accordance with State law. Net appreciation of \$9,640 is available for expenditure by the governing board. This

appreciation is reported in net assets of the private purpose trust fund as a part of “held in trust for scholarships and other purposes”.

Note 13 Budgetary Authority

The District had no budgetary over expenditures for the fiscal year June 30, 2012.

GENERAL FUND

General Fund - To account for resources traditionally associated with governments which are not required to be accounted for in another fund. Revenues and expenditures of the operational, transportation, and auxiliary student activity accounts are accounted for in this fund.

SPECIAL REVENUE FUNDS

Cafeteria – Fund used to account for revenues generated by the District as well as the federal assistance received and the related expenditures necessary to provide food services for the district. Required by the New Mexico Department of Education Manual of procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue funds (PSAB, Supplement 17).

Athletics – To account for the revenues received, and the related expenditures incurred, by the District related to athletic functions (PSAB, Supplement 3).

Title I/Stimulus – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide assistance to educationally deprived students in low-income areas of the District. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School districts to be accounted for as a separate fund within the Special Revenue funds (P.L. 103-382).

Pre-School/Discretionary/Entitlement/Stimulus – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide for the special education needs of handicapped children. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 94-142 and P.L. 99-457).

Education of Homeless/Stimulus – fund used to account for federal resources administered by the New Mexico State Department of Education to provide comprehensive services to homeless children and youth and their families, and expedited evaluations of homeless children's needs to help facilitate enrollment, attendance, and success in school (Stewart B. McKinney Homeless Assistance Act of 1987).

Learn and Serve – To support the implementation, operation, or expansion of programs that advance service-learning as a teaching, learning, and youth development strategy. Authorized by the National and Community Service Act of 1990, as amended.

Partners in Education – To support the planning, development, and initial implementation of charter schools. Authorized by the Elementary and Secondary Education Act of 1965, as amended, Title V Part B, Subpart 1.20 U.S.C. 8061-8067.

Library SB301 G.O. Bonds, Library Bonds, and REC Operating – to account for funds to upgrade libraries, books and equipment (NMPED), Laws of 2004).

Safe Routes to School – to account for the federal resources to develop safe routes to school for students within the District. Authorization SAFETEA-LU (P.L. 109-59).

State Equalization Stimulus – to support and restore funding for the District programs and services in states and local education agencies.

English Language – Created to improve the education of limited English proficient children and youths by helping them learn English. (ESEA as amended by the No Child Left Behind Act P.L. No. 107-110).

Teacher Training – Created by P.L. 107-110 to improve teacher and principal quality and ensure that all teachers are highly qualified.

Safe and Drug Free Schools – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide an integrated approach in the school curriculum to aid in drug abuse education and prevention. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 103-382).

Rural Schools – Created to provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. (Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended).

Fruits and Vegetables – To account for the resources granted to insure that children get an adequate diet of fruits and vegetables with meals. (NMPED regulations).

Competitive Title II – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide for the special education needs of handicapped children three to five years old. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 94-142 and P.L. 99-457).

Kindergarten 3 Plus – Fund used to account for federal resources administered by the New Mexico State Department of Education to provide for the special education needs of handicapped children three to five years old. Required by the New Mexico Department of Education Manual of Procedures for New Mexico School Districts to be accounted for as a separate fund within the Special Revenue Funds (P.L. 94-142 and P.L. 99-457).

TANF Kindergarten – The purpose of this grant is to assist the District to develop and implement a full day kindergarten program. (NMPED regulations).

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

School Improvement/School Improvement Framework/Schools in Need of Improvement – to account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools. (NMPED regulations).

Family Resources – To account for monies received to develop family interaction as an education tool. (NMPED regulations).

Teacher Mentoring – To account for the federal resources intended to improve teacher quality. (No Child Left Behind Act).

Community Health – To account for revenues received for a counselor for health counseling and sexuality education and for high risk students who do not qualify for special education services and standardized school based health assessments.

Elementary Breakfast/Breakfast for Elementary – To account for funds to provide breakfast for elementary students (PED).

NMEMNRD – To account for the federal grant from the Department of Energy to implement and monitor energy efficiency in school buildings. (Title V, subtitle E of Energy Independence and Security Act, P.L. 110-140).

Private School Stimulus – Funds used to account for federal resources to provide private school Special Education. (P.L. 94-142 and P.L. 99-457).

Education Job Fund – Used to account for federal funds given to states to assist local education agencies in saving or creating education jobs (P.L. 111-126).

2009 Dual Credit Instruction – To account for state grant received to provide college credits to high school students, authority, State Grant PED.

DEBT SERVICE FUND

Interest and Principal – To account for the resources restricted for the payment of interest obligations on general long-term debt and for the retirement of general obligation bonds as they mature.

CAPITAL PROJECTS FUNDS

Special Capital Outlay – State – To account for the state resources to be used for specific construction projects.

AGENCY FUNDS

Agency Fund – To account for monies held in a custodial account (assets equal liabilities) for the benefit of others. Individual accounts are identified by name in the supporting schedule section of this report.

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2012

	Special Revenue Funds			
	Cafeteria	Athletics	Discretionary	Preschool
Assets				
Cash and investments	\$ 234,710	\$ 37,816	\$ -	\$ -
Inventory	62,615			
Property taxes receivable				
Interfund receivable				
Due from other governments	32,644		5,179	4,453
Total assets	\$ 329,969	\$ 37,816	\$ 5,179	\$ 4,453
Liabilities and Fund Balances				
Accounts payable	\$ 2,412	\$ 663	\$ -	\$ -
Interfund payable			5,179	4,453
Deferred revenue				
Total liabilities	\$ 2,412	\$ 663	\$ 5,179	\$ 4,453
Fund balance:				
Nonspendable:				
Inventories	\$ 62,615	\$ -	\$ -	\$ -
Restricted for:				
Education		37,153		
Food service	264,942			
Capital projects				
Total fund balances	\$ 327,557	\$ 37,153	\$ -	\$ -
Total liabilities and fund balances	\$ 329,969	\$ 37,816	\$ 5,179	\$ 4,453

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

Special Revenue Funds

<u>Education of Homeless</u>	<u>Fruits and Vegetables</u>	<u>Idea B Risk Pool</u>	<u>Learn and Serve</u>	<u>Partners in Education</u>	<u>Competitive Title II</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,576
<u>1,949</u>	<u>11,255</u>	<u>4,968</u>	<u>14,636</u>	<u>3,474</u>	
<u>\$ 1,949</u>	<u>\$ 11,255</u>	<u>\$ 4,968</u>	<u>\$ 14,636</u>	<u>\$ 3,474</u>	<u>\$ 1,576</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>1,949</u>	<u>11,255</u>	<u>4,968</u>	<u>14,636</u>	<u>3,474</u>	<u>1,576</u>
<u>\$ 1,949</u>	<u>\$ 11,255</u>	<u>\$ 4,968</u>	<u>\$ 14,636</u>	<u>\$ 3,474</u>	<u>\$ 1,576</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,949</u>	<u>\$ 11,255</u>	<u>\$ 4,968</u>	<u>\$ 14,636</u>	<u>\$ 3,474</u>	<u>\$ 1,576</u>

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (continued)
June 30, 2012

	Special Revenue Funds			
	English Language	Teacher Training	Safe and Drug Free	Rural Schools
Assets				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Inventory				
Property taxes receivable				
Interfund receivable				
Due from other governments	39	82,081	1,226	57,013
Total assets	\$ 39	\$ 82,081	\$ 1,226	\$ 57,013
Liabilities and Fund Balances				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Interfund payable	39	82,081	1,226	57,013
Deferred revenue				
Total liabilities	\$ 39	\$ 82,081	\$ 1,226	\$ 57,013
Fund balance:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ -	\$ -
Restricted for:				
Education				
Food service				
Capital projects				
Total fund balances	\$ -	\$ -	\$ -	\$ -
Total liabilities and fund balances	\$ 39	\$ 82,081	\$ 1,226	\$ 57,013

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

Special Revenue Funds

<u>Preschool Stimulus</u>	<u>Safe Routes</u>	<u>State Equalization Stimulus</u>	<u>TANF Kindergarten</u>	<u>Community Health</u>	<u>REC Operating</u>
\$ 38	\$ -	\$ 1,795	\$ 441	\$ 1,483	\$ -
	<u>7,332</u>				<u>11,190</u>
<u>\$ 38</u>	<u>\$ 7,332</u>	<u>\$ 1,795</u>	<u>\$ 441</u>	<u>\$ 1,483</u>	<u>\$ 11,190</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>38</u>	<u>7,332</u>	<u>1,795</u>			<u>11,190</u>
<u>\$ 38</u>	<u>\$ 7,332</u>	<u>\$ 1,795</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,190</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
			441	1,483	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 441</u>	<u>\$ 1,483</u>	<u>\$ -</u>
<u>\$ 38</u>	<u>\$ 7,332</u>	<u>\$ 1,795</u>	<u>\$ 441</u>	<u>\$ 1,483</u>	<u>\$ 11,190</u>

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (continued)
June 30, 2012

	Special Revenue Funds			
	2008 GO Bond	2010 GO Bonds Student Library	PED Tech For Education	School Improvement
Assets				
Cash and investments	\$ 4,788	\$ -	\$ 11,825	\$ -
Inventory				
Property taxes receivable				
Interfund receivable				
Due from other governments		12,425		24,637
Total assets	\$ 4,788	\$ 12,425	\$ 11,825	\$ 24,637
Liabilities and Fund Balances				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Interfund payable		12,425		24,637
Deferred revenue				
Total liabilities	\$ -	\$ 12,425	\$ -	\$ 24,637
Fund balance:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ -	\$ -
Restricted for:				
Education	4,788		11,825	
Food service				
Capital projects				
Total fund balances	\$ 4,788	\$ -	\$ 11,825	\$ -
Total liabilities and fund balance:	\$ 4,788	\$ 12,425	\$ 11,825	\$ 24,637

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

Special Revenue Funds

<u>Family Resource</u>	<u>Library Bonds</u>	<u>Teacher Mentoring</u>	<u>Elementary Breakfast</u>	<u>Kindergarten 3+</u>	<u>Library GO Bond</u>
\$ -	\$ -	\$ 6,428	\$ 148	\$ -	\$ -
<u>13,368</u>	<u>1,944</u>	<u> </u>	<u> </u>	<u>24,395</u>	<u>10,116</u>
<u><u>\$ 13,368</u></u>	<u><u>\$ 1,944</u></u>	<u><u>\$ 6,428</u></u>	<u><u>\$ 148</u></u>	<u><u>\$ 24,395</u></u>	<u><u>\$ 10,116</u></u>
\$ -	\$ -	\$ -	\$ -	\$ 395	\$ -
13,368	1,944			24,000	10,116
<u>13,368</u>	<u>1,944</u>	<u>-</u>	<u>-</u>	<u>24,395</u>	<u>10,116</u>
<u><u>\$ 13,368</u></u>	<u><u>\$ 1,944</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 24,395</u></u>	<u><u>\$ 10,116</u></u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		6,428	148		
<u>-</u>	<u>-</u>	<u>6,428</u>	<u>148</u>	<u>-</u>	<u>-</u>
<u><u>\$ 13,368</u></u>	<u><u>\$ 1,944</u></u>	<u><u>\$ 6,428</u></u>	<u><u>\$ 148</u></u>	<u><u>\$ 24,395</u></u>	<u><u>\$ 10,116</u></u>

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (concluded)
June 30, 2012

	Special Revenue Funds			Capital Projects Funds
	2008 Library Books	NMERD	SB-9	Capital Outlay State
Assets				
Cash and investments	\$ 191	\$ -	\$ 36,124	\$ 24,935
Inventory				
Property taxes receivable			143,898	
Interfund receivable				
Due from other governments		1,347		
Total assets	\$ 191	\$ 1,347	\$ 180,022	\$ 24,935
Liabilities and Fund Balances				
Accounts payable	\$ -	\$ -	\$ 21,000	\$ -
Interfund payable		1,347		
Deferred revenue			114,952	
Total liabilities	\$ -	\$ 1,347	\$ 135,952	\$ -
Fund balance:				
Nonspendable:				
Inventories	\$ -	\$ -	\$ -	\$ -
Restricted for:				
Education	191		44,070	
Food service				
Capital projects				24,935
Total fund balances	\$ 191	\$ -	\$ 44,070	\$ 24,935
Total liabilities and fund balances	\$ 191	\$ 1,347	\$ 180,022	\$ 24,935

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

Capital Projects Funds	
<u>Capital Imp HB 33</u>	<u>Total</u>
\$ 88,162	\$ 450,460
	62,615
61,230	205,128
	-
	<u>325,671</u>
<u>\$ 149,392</u>	<u>\$ 1,043,874</u>
\$ -	\$ 24,470
	292,632
<u>41,756</u>	<u>160,117</u>
<u>\$ 41,756</u>	<u>\$ 477,219</u>
\$ -	\$ 62,615
	106,379
	265,090
<u>107,636</u>	<u>132,571</u>
<u>\$ 107,636</u>	<u>\$ 566,655</u>
<u>\$ 149,392</u>	<u>\$ 1,043,874</u>

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2012

	Special Revenue Funds			
	Cafeteria	Athletics	Discretionary	Preschool
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Fees and charges	163,154	72,126		
State aid				
Federal aid	1,084,887		3,704	11,816
Earnings on investments	183			
Total revenues	\$ 1,248,224	\$ 72,126	\$ 3,704	\$ 11,816
Expenditures:				
Current:				
Instruction	\$ -	\$ 68,234	\$ 439	\$ 2,418
Support services - Students			3,160	9,068
Support services - Instruction				
General administration			105	330
School administration				
Central services				
Operation of plant				
Food services	1,167,305			
Transportation				
Capital outlay	37,821			
Total expenditures	\$ 1,205,126	\$ 68,234	\$ 3,704	\$ 11,816
Revenues over (under) expenditures	\$ 43,098	\$ 3,892	\$ -	\$ -
Other financing sources (uses):				
Transfers out	-	-	-	-
Net change in fund balance	\$ 43,098	\$ 3,892	\$ -	\$ -
Fund balance, July 1, 2011	284,459	33,261		
Fund balance, June 30, 2012	<u>\$ 327,557</u>	<u>\$ 37,153</u>	<u>\$ -</u>	<u>\$ -</u>

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

Special Revenue Funds

Education of Homeless	Fruits and Vegetables	Idea B Risk Pool	Teacher Training	Rural Schools	Safe Routes
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,899	71,173	4,968	184,849	79,733	17,110
<u>\$ 2,899</u>	<u>\$ 71,173</u>	<u>\$ 4,968</u>	<u>\$ 184,849</u>	<u>\$ 79,733</u>	<u>\$ 17,110</u>
\$ 1,044	\$ -	\$ 4,968	\$ 179,692	\$ 34,230 27,969 15,309 2,225	\$ -
1,855	71,173		5,157		17,110
<u>\$ 2,899</u>	<u>\$ 71,173</u>	<u>\$ 4,968</u>	<u>\$ 184,849</u>	<u>\$ 79,733</u>	<u>\$ 17,110</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Silver Consolidated School District No. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (continued)
For the Fiscal Year Ended June 30, 2012

	Special Revenue Funds			
	Education Job Fund	TANF Kindergarten	Community Health	Dual Credit
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Fees and charges				
State aid				4,543
Federal aid	9,108			
Earnings on investments				
Total revenues	\$ 9,108	\$ -	\$ -	\$ 4,543
Expenditures:				
Current:				
Instruction	\$ 9,108	\$ -	\$ -	\$ 4,543
Support services - Students				
Support services - Instruction				
General administration				
School administration				
Central services				
Operation of plant				
Food services				
Transportation				
Capital outlay				
Total expenditures	\$ 9,108	\$ -	\$ -	\$ 4,543
Revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -
Other financing sources (uses):				
Transfers out				
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011		441	1,483	
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ 441</u>	<u>\$ 1,483</u>	<u>\$ -</u>

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

Special Revenue Funds					
2008 GO Bond	2010 GO Bonds Student Library	PED Tech for Education	Teacher Mentoring	Elementary Breakfast	Kindergarten 3+
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	12,425				74,686
<u>\$ -</u>	<u>\$ 12,425</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,686</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,483
6,378	12,425				7,062
					3,150
<u>\$ 6,378</u>	<u>\$ 12,425</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,695</u>
\$ (6,378)	\$ -	\$ -	\$ -	\$ -	\$ (9)
<u>\$ (6,378)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9)</u>
11,166		11,825	6,428	148	9
<u>\$ 4,788</u>	<u>\$ -</u>	<u>\$ 11,825</u>	<u>\$ 6,428</u>	<u>\$ 148</u>	<u>\$ -</u>

Silver Consolidated School District NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (concluded)
For the Fiscal Year Ended June 30, 2012

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	2008		Capital Outlay	Capital Imp
	<u>Library Books</u>	<u>SB-9</u>	<u>State</u>	<u>HB 33</u>
Revenues:				
Property taxes	\$ -	\$ 1,138,013	\$ -	\$ 678,779
Fees and charges				
State aid			14,343	
Federal aid				
Earnings on investments				
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>\$ -</u>	<u>\$ 1,138,013</u>	<u>\$ 14,343</u>	<u>\$ 678,779</u>
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				
Support services - Instruction				
General administration		9,195		6,645
School administration				
Central services				
Operation of plant		933,163		327,751
Food services				
Transportation				
Capital outlay		107,524	14,343	236,747
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>\$ -</u>	<u>\$ 1,049,882</u>	<u>\$ 14,343</u>	<u>\$ 571,143</u>
Revenues over (under) expenditures	\$ -	\$ 88,131	\$ -	\$ 107,636
Other financing sources (uses):				
Tranfers out				
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	\$ -	\$ 88,131	\$ -	\$ 107,636
Fund balance, July 1, 2011	<u>191</u>	<u>(44,061)</u>	<u>24,935</u>	<u>-</u>
Fund balance, June 30, 2012	<u>\$ 191</u>	<u>\$ 44,070</u>	<u>\$ 24,935</u>	<u>\$ 107,636</u>

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

Total

\$ 1,816,792
235,280
105,997
1,470,247
183

\$ 3,628,499

\$ 369,159
40,197
34,112
23,657
7,062
1,855
1,260,914
1,238,478
20,260
396,435

\$ 3,392,129

\$ 236,370

-

\$ 236,370

330,285

\$ 566,655

Silver Consolidated School District No. 1
GENERAL FUND
COMBINING BALANCE SHEET
June 30, 2012

	Operational	Transportation	Instructional Materials
Assets			
Cash and investments	\$ 37,369	\$ 1,794	\$ 37,981
Taxes receivable	55,758		
Due from other governments	14,850		
Interfund receivable	996,745		
Total assets	\$ 1,104,722	\$ 1,794	\$ 37,981
 Liabilities and Fund Balances			
Accounts payable	\$ 107,136	\$ -	\$ -
Deferred revenue	51,478		
Total liabilities	\$ 158,614	\$ -	\$ -
Fund balance:			
Unassigned	\$ 946,108	\$ 1,794	\$ 37,981
Total fund balances	\$ 946,108	\$ 1,794	\$ 37,981
Total liabilities and fund balances	\$ 1,104,722	\$ 1,794	\$ 37,981

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

<u>Non - Instructional Support</u>	<u>Total</u>
\$ 136,272	\$ 213,416 55,758 14,850 996,745
<u>\$ 136,272</u>	<u>\$ 1,280,769</u>
\$ -	\$ 107,136 51,478
<u>\$ -</u>	<u>\$ 158,614</u>
<u>\$ 136,272</u>	<u>\$ 1,122,155</u>
<u>\$ 136,272</u>	<u>\$ 1,122,155</u>
<u><u>\$ 136,272</u></u>	<u><u>\$ 1,280,769</u></u>

Silver Consolidated School District No. 1
GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Fiscal Year Ended June 30, 2012

	Operational	Transportation	Instructional Materials
Revenues:			
Property taxes	\$ 156,531	\$ -	\$ -
Fees and charges			
State aid	21,400,881	945,555	128,257
Federal aid	371,637		
Earnings on investments	3,093		
Miscellaneous	56,659		246
Total revenues	\$ 21,988,801	\$ 945,555	\$ 128,503
Expenditures:			
Current:			
Instruction	\$ 13,462,658	\$ -	\$ 128,965
Support services - Students	2,725,429		
Support services - Instruction	538,891		
General administration	407,943		
School administration	1,574,588		
Central services	706,265		
Operation of plant	2,767,195		
Food services			
Transportation	12,045	943,822	
Other support services	102,690		
Capital outlay			
Total expenditures	\$ 22,297,704	\$ 943,822	\$ 128,965
Revenues over (under) expenditures	\$ (308,903)	\$ 1,733	\$ (462)
Other financing sources:			
Transfers in			
Net change in fund balance	\$ (308,903)	\$ 1,733	\$ (462)
Fund balance, July 1, 2011	1,255,011	61	38,443
Fund balance, June 30, 2012	\$ 946,108	\$ 1,794	\$ 37,981

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

<u>Non-Instructional Support</u>	<u>Total</u>
\$ -	\$ 156,531
196,480	196,480
	22,474,693
	371,637
	3,093
	<u>56,905</u>
<u>\$ 196,480</u>	<u>\$ 23,259,339</u>
\$ 271,395	\$ 13,863,018
	2,725,429
	538,891
	407,943
	1,574,588
	706,265
	2,767,195
	-
	955,867
	102,690
	<u>-</u>
<u>\$ 271,395</u>	<u>\$ 23,641,886</u>
\$ (74,915)	\$ (382,547)
	-
	<u>-</u>
\$ (74,915)	\$ (382,547)
<u>211,187</u>	<u>1,504,702</u>
<u>\$ 136,272</u>	<u>\$ 1,122,155</u>

Silver Consolidated School District No. 1
GENERAL FUND/OPERATIONAL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 353,256	\$ 353,256	\$ 371,637	\$ 18,381
State sources	21,425,718	21,963,324	21,400,881	(562,443)
Local sources	199,015	199,015	205,472	6,457
Interest income	12,500	12,500	9,433	(3,067)
 Total revenues	 \$ 21,990,489	 \$ 22,528,095	 \$ 21,987,423	 \$ (540,672)
 Expenditures:				
Current:				
Instruction	\$ 13,526,148	\$ 13,672,142	\$ 13,460,571	\$ 211,571
Support services - Students	2,898,361	2,890,525	2,725,429	165,096
Support services - Instructio	597,858	626,958	538,891	88,067
General administration	470,671	481,091	410,699	70,392
School administration	1,596,160	1,624,730	1,573,693	51,037
Central services	600,434	779,932	700,722	79,210
Operation of plant	2,967,156	3,067,476	2,753,921	313,555
Transportation	40,530	42,070	12,015	30,055
Other support services	57,101	107,101	77,867	29,234
Capital outlay				-
 Total expenditures	 \$ 22,754,419	 \$ 23,292,025	 \$ 22,253,808	 \$ 1,038,217
 Net change in fund balance	 \$ (763,930)	 \$ (763,930)	 \$ (266,385)	 \$ 497,545
Fund balance, July 1, 2011	763,930	763,930	1,300,499	536,569
Fund balance, June 30, 2012	\$ -	\$ -	\$ 1,034,114	\$ 1,034,114
 Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ (308,903)	
Revenue accruals (net)			(1,378)	
Expenditure accruals (net)			43,896	
Other financing sources (net)				
 Net change in fund balance, NON-GAAP budgetary basis			 \$ (266,385)	

The accompanying notes are an integral part of these financial statements

Silver Consolidated School District No. 1
GENERAL FUND/INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:				
State sources	<u>\$ 107,768</u>	<u>\$ 107,768</u>	<u>\$ 128,503</u>	<u>\$ 20,735</u>
Expenditures:				
Current:				
Instruction	<u>\$ 129,739</u>	<u>\$ 129,739</u>	<u>\$ 128,965</u>	<u>\$ 774</u>
Support services - Instruction				<u>-</u>
Total expenditures	<u>\$ 129,739</u>	<u>\$ 129,739</u>	<u>\$ 128,965</u>	<u>\$ 774</u>
Net change in fund balance	<u>\$ (21,971)</u>	<u>\$ (21,971)</u>	<u>\$ (462)</u>	<u>\$ 21,509</u>
Fund balance, July 1, 2011	<u>21,971</u>	<u>21,971</u>	<u>38,443</u>	<u>16,472</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 37,981</u></u>	<u><u>\$ 37,981</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			<u>\$ (462)</u>	
Revenue accruals (net)			<u>-</u>	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ (462)</u></u>	

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

Silver Consolidated School District No. 1
GENERAL FUND/TRANSPORTATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ 913,754	\$ 945,616	\$ 945,555	\$ (61)
Expenditures:				
Current:				
Transportation	<u>913,754</u>	<u>945,616</u>	<u>943,822</u>	<u>1,794</u>
Net change in fund balance	\$ -	\$ -	\$ 1,733	\$ 1,733
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>61</u>	<u>61</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,794</u></u>	<u><u>\$ 1,794</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 1,733	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ 1,733</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - CAFETERIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ 975,000	\$ 1,165,262	\$ 1,008,789	\$ (156,473)
Local sources	148,000	148,000	163,154	15,154
Earnings on investments			183	183
Total revenues	<u>\$ 1,123,000</u>	<u>\$ 1,313,262</u>	<u>\$ 1,172,126</u>	<u>\$ (141,136)</u>
Expenditures:				
Current:				
Food services	\$ 1,175,337	\$ 1,327,599	\$ 1,142,194	\$ 185,405
Capital outlay		38,000	37,821	179
Total expenditures	<u>\$ 1,175,337</u>	<u>\$ 1,365,599</u>	<u>\$ 1,180,015</u>	<u>\$ 185,584</u>
Net change in fund balance	\$ (52,337)	\$ (52,337)	\$ (7,889)	\$ 44,448
Fund balance, July 1, 2011	<u>52,337</u>	<u>52,337</u>	<u>242,599</u>	<u>190,262</u>
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 234,710</u>	<u>\$ 234,710</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 43,098	
Revenue accruals (net)			(76,098)	
Expenditure accruals (net)			25,111	
Other financing sources (net)				
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ (7,889)</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - ATHLETICS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Local sources	\$ 110,000	\$ 110,000	\$ 72,126	\$ (37,874)
Expenditures:				
Current:				
Instruction	\$ 140,000	\$ 140,000	\$ 67,571	\$ 72,429
Capital outlay	10,000	10,000		10,000
Total expenditures	\$ 150,000	\$ 150,000	\$ 67,571	\$ 82,429
Net change in fund balance	\$ (40,000)	\$ (40,000)	\$ 4,555	\$ 44,555
Fund balance, July 1, 2011	40,000	40,000	33,261	(6,739)
Fund balance, June 30, 2012	\$ -	\$ -	\$ 37,816	\$ 37,816
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 3,892	
Revenue accruals (net)			-	
Expenditure accruals (net)			663	
Other financing sources (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 4,555	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - SENATE BILL 9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ 70,111	\$ 144,231	\$ 143,723	\$ (508)
Local sources	<u>1,002,858</u>	<u>1,002,858</u>	<u>1,128,826</u>	<u>125,968</u>
Total revenues	<u>\$ 1,072,969</u>	<u>\$ 1,147,089</u>	<u>\$ 1,272,549</u>	<u>\$ 125,460</u>
Expenditures:				
Current:				
General administration	\$ 10,000	\$ 10,000	\$ 9,195	\$ 805
Operation of plant	670,111	809,969	808,287	1,682
Capital outlay	<u>445,358</u>	<u>379,620</u>	<u>219,280</u>	<u>160,340</u>
Total expenditures	<u>\$ 1,125,469</u>	<u>\$ 1,199,589</u>	<u>\$ 1,036,762</u>	<u>\$ 162,827</u>
Net change in fund balance	\$ (52,500)	\$ (52,500)	\$ 235,787	\$ 288,287
Fund balance, July 1, 2011	<u>52,500</u>	<u>52,500</u>	<u>(199,663)</u>	<u>(252,163)</u>
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,124</u>	<u>\$ 36,124</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 88,131	
Revenue accruals (net)			134,536	
Expenditure accruals (net)			<u>13,120</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ 235,787</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - PRESCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 21,490	\$ 24,161	\$ 32,962	\$ 8,801
Expenditures:				
Current:				
Instruction	\$ 14,600	\$ 14,600	\$ 2,418	\$ 12,182
Support services - Students	6,288	9,074	9,068	6
General administration	602	487	330	157
Total expenditures	\$ 21,490	\$ 24,161	\$ 11,816	\$ 12,345
Net change in fund balance	\$ -	\$ -	\$ 21,146	\$ 21,146
Fund balance, July 1, 2011	-	-	(25,599)	(25,599)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (4,453)	\$ (4,453)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			21,146	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 21,146	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - PRESCHOOL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 133	\$ 133
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
General administration				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 133	\$ 133
Fund balance, July 1, 2011	-	-	(95)	(95)
Fund balance, June 30, 2012	\$ -	\$ -	\$ 38	\$ 38
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			133	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 133	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - LEARN AND SERVE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
General administration				-
Capital outlay				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(14,636)	(14,636)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (14,636)	\$ (14,636)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - PARTNERS IN EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
General administration				-
School administration				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(3,474)	(3,474)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (3,474)	\$ (3,474)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - EDUCATION OF HOMELESS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ 23,000	\$ 950	\$ (22,050)
Expenditures:				
Current:				
Instruction	\$ -	\$ 19,000	\$ 1,044	\$ 17,956
Central services		4,000	1,855	2,145
Total expenditures	\$ -	\$ 23,000	\$ 2,899	\$ 20,101
Net change in fund balance	\$ -	\$ -	\$ (1,949)	\$ (1,949)
Fund balance, July 1, 2011	-	-	-	-
Fund balance, June 30, 2012	\$ -	\$ -	\$ (1,949)	\$ (1,949)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(1,949)	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (1,949)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - ENGLISH LANGUAGE ACQUISITION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Direct instruction	\$ -	\$ -	\$ -	\$ -
Instructional support				-
Administration				-
Community service				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(39)	(39)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (39)	\$ (39)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - TEACHER TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 188,397	\$ 222,941	\$ 148,013	\$ (74,928)
Expenditures:				
Current:				
Instruction	\$ 183,184	\$ 216,631	\$ 179,692	\$ 36,939
General administration	5,213	6,310	5,157	1,153
Total expenditures	\$ 188,397	\$ 222,941	\$ 184,849	\$ 38,092
Net change in fund balance	\$ -	\$ -	\$ (36,836)	\$ (36,836)
Fund balance, July 1, 2011	-	-	(45,245)	(45,245)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (82,081)	\$ (82,081)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(36,836)	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (36,836)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - SAFE AND DRUG-FREE SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
General administration				-
Central services				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(1,226)	(1,226)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (1,226)	\$ (1,226)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)				
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - RURAL EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ 61,339	\$ 84,553	\$ 50,254	\$ (34,299)
Expenditures:				
Current:				
Instruction	\$ 27,072	\$ 37,430	\$ 34,230	\$ 3,200
Support services - Students	32,500	29,382	27,969	1,413
Support services - Instruction		15,313	15,309	4
General administration	1,767	2,428	2,225	203
Total expenditures	\$ 61,339	\$ 84,553	\$ 79,733	\$ 4,820
Net change in fund balance	\$ -	\$ -	\$ (29,479)	\$ (29,479)
Fund balance, July 1, 2011	-	-	(27,534)	(27,534)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (57,013)	\$ (57,013)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(29,479)	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (29,479)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - PED: TECH FOR EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Operation of plant	\$ -	\$ -	\$ -	\$ -
Capital outlay	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	11,825	11,825
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,825</u>	<u>\$ 11,825</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis				
Revenue accruals (net)				
Expenditure accruals (net)				
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ -</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - FAMILY AND YOUTH RESOURCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Students	\$ -	\$ -	\$ -	\$ -
General administration	-	-	-	-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	<u>(13,368)</u>	<u>(13,368)</u>
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,368)</u>	<u>\$ (13,368)</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ -</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - FRESH FRUIT AND VEGETABLES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ 72,020	\$ 71,173	\$ (847)
Expenditures:				
Current:				
Food services	-	72,020	71,173	847
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(11,255)	(11,255)
Fund balance, June 30, 2012	\$ -	\$ -	\$ (11,255)	\$ (11,255)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)				
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - TANF - KINDERGARTEN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Students	-	-	-	-
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	441	441
Fund balance, June 30, 2012	\$ -	\$ -	\$ 441	\$ 441
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - INCENTIVES FOR SCHOOL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Capital outlay				-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>(24,637)</u>	<u>(24,637)</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (24,637)</u></u>	<u><u>\$ (24,637)</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)				
Expenditure accruals (net)				
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ -</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - LIBRARY GO BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Instruction	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>(1,944)</u>	<u>(1,944)</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (1,944)</u></u>	<u><u>\$ (1,944)</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ -</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - COMPETITIVE TITLE II
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
General administration				-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>1,576</u>	<u>1,576</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,576</u></u>	<u><u>\$ 1,576</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ -</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - COMMUNITY HEALTH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Students	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>1,483</u>	<u>1,483</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,483</u></u>	<u><u>\$ 1,483</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ -</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - TEACHER MENTORING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	-	-	-	-
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	6,428	6,428
Fund balance, June 30, 2012	\$ -	\$ -	\$ 6,428	\$ 6,428
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - BREAKFAST FOR ELEMENTARY SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 2,130	\$ 2,130
Expenditures:				
Current:				
General administration	\$ -	\$ -	\$ -	\$ -
Food services	-	-	-	-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 2,130	\$ 2,130
Fund balance, July 1, 2011	-	-	(2,130)	(2,130)
Fund balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			2,130	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 2,130	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - KINDERGARTEN THREE PLUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ 59,500	\$ 89,011	\$ 50,291	\$ (38,720)
Expenditures:				
Current:				
Instruction	\$ 50,659	\$ 73,821	\$ 64,088	\$ 9,733
Support services - Instruction		4,000		4,000
School administration	7,685	7,685	7,062	623
Transportation	1,156	3,505	3,150	355
Total expenditures	\$ 59,500	\$ 89,011	\$ 74,300	\$ 14,711
Net change in fund balance	\$ -	\$ -	\$ (24,009)	\$ (24,009)
Fund balance, July 1, 2011	-	-	9	9
Fund balance, June 30, 2012	\$ -	\$ -	\$ (24,000)	\$ (24,000)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ (9)	
Revenue accruals (net)			(24,395)	
Expenditure accruals (net)			395	
Net change in fund balance, NON-GAAP budgetary basis			\$ (24,009)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - LIBRARY SB 301 GO BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Instruction	-	-	-	-
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(10,116)	(10,116)
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,116)</u>	<u>\$ (10,116)</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ -</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - TITLE I FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ -	\$ 37,716	\$ 37,716
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Instruction				-
General administration				-
School administration				-
Transportation				-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ 37,716	\$ 37,716
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>(37,716)</u>	<u>(37,716)</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			37,716	
Expenditure accruals (net)			<u> </u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ 37,716</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - SAFE ROUTES TO SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ 25,000	\$ 8,220	\$ (16,780)
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Instruction				-
Pupil transportation		25,000	17,110	7,890
Total expenditures	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 17,110</u>	<u>\$ 7,890</u>
Net change in fund balance	\$ -	\$ -	\$ (8,890)	\$ (8,890)
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>1,558</u>	<u>1,558</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (7,332)</u></u>	<u><u>\$ (7,332)</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(8,890)	
Expenditure accruals (net)			<u> </u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ (8,890)</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - ENTITLEMENT STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 106,400	\$ 106,400
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
Support services - Instruction				-
General administration				-
School administration				-
Operation of plant				-
Capital outlay				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 106,400	\$ 106,400
Fund balance, July 1, 2011	-	-	(106,400)	(106,400)
Fund balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			106,400	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 106,400	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ 4,968	\$ -	\$ (4,968)
Expenditures:				
Current:				
Instruction	\$ -	\$ 4,968	\$ 4,968	\$ -
Support services - Students				-
General administration				-
Total expenditures	\$ -	\$ 4,968	\$ 4,968	\$ -
Net change in fund balance	\$ -	\$ -	\$ (4,968)	\$ (4,968)
Fund balance, July 1, 2011	-	-	-	-
Fund balance, June 30, 2012	\$ -	\$ -	\$ (4,968)	\$ (4,968)
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(4,968)	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (4,968)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - EDUCATION OF HOMELESS STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 10,949	\$ 10,949
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
Operation of plant				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 10,949	\$ 10,949
Fund balance, July 1, 2011	-	-	(10,949)	(10,949)
Fund balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			10,949	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 10,949	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - 2008 LIBRARY BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Support services - Instruction	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	191	191
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 191</u>	<u>\$ 191</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis				
Revenue accruals (net)				
Expenditure accruals (net)				
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ -</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - NMEMNRD
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ -	\$ 17,875	\$ 17,875
Expenditures:				
Capital outlay	-	-	-	-
Net change in fund balance	\$ -	\$ -	\$ 17,875	\$ 17,875
Fund balance, July 1, 2011	-	-	(19,222)	(19,222)
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,347)</u>	<u>\$ (1,347)</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			17,875	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ 17,875</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - REC OPERATING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Instruction	-	-	-	-
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	(11,190)	(11,190)
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,190)</u>	<u>\$ (11,190)</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ -</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - PRIVATE SCHOOL SHARE STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 1,433	\$ 1,433
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
General administration				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 1,433	\$ 1,433
Fund balance, July 1, 2011	-	-	(1,433)	(1,433)
Fund balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			1,433	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 1,433	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - STATE EQUALIZATION STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Federal sources	\$ -	\$ -	\$ 137,876	\$ 137,876
Expenditures:				
Current:				
Instruction	\$ -	\$ -	\$ -	\$ -
Support services - Students				-
Support services - Instruction				-
General administration				-
School administration				-
Operation of plant				-
Capital outlay				-
Total expenditures	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	\$ -	\$ -	\$ 137,876	\$ 137,876
Fund balance, July 1, 2011	-	-	(136,081)	(136,081)
Fund balance, June 30, 2012	\$ -	\$ -	\$ 1,795	\$ 1,795
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			137,876	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ 137,876	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ 9,108	\$ 170,673	\$ 161,565
Expenditures:				
Current:				
Instruction	\$ -	\$ 9,108	\$ 9,108	\$ -
General administration	-	-	-	-
Total expenditures	<u>\$ -</u>	<u>\$ 9,108</u>	<u>\$ 9,108</u>	<u>\$ -</u>
Net change in fund balance	\$ -	\$ -	\$ 161,565	\$ 161,565
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>(161,565)</u>	<u>(161,565)</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			161,565	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ 161,565</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - STATE BREAKFAST FOR ELEMENTARY SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ 5,989	\$ -	\$ (5,989)
Expenditures:				
Current:				
General administration	\$ -	\$ -	\$ -	\$ -
Food services		5,989	-	5,989
Total expenditures	<u>\$ -</u>	<u>\$ 5,989</u>	<u>\$ -</u>	<u>\$ 5,989</u>
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>148</u>	<u>148</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 148</u></u>	<u><u>\$ 148</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ -</u></u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - 2009 DUAL CREDIT INSTRUCTION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ 4,543	\$ 6,055	\$ 1,512
Expenditures:				
Current:				
Instruction	-	4,543	4,543	-
Net change in fund balance	\$ -	\$ -	\$ 1,512	\$ 1,512
Fund balance, July 1, 2011	-	-	(1,512)	(1,512)
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			1,512	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ 1,512</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - 2008 GO BOND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ -	\$ 9,668	\$ -	\$ (9,668)
Expenditures:				
Current:				
Support services - Instruction	-	9,668	6,378	3,290
Net change in fund balance	\$ -	\$ -	\$ (6,378)	\$ (6,378)
Fund balance, July 1, 2011	-	-	11,166	11,166
Fund balance, June 30, 2012	\$ -	\$ -	\$ 4,788	\$ 4,788
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ (6,378)	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ (6,378)	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - IDEA B DISCRETIONARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Federal sources	\$ -	\$ 5,000	\$ 23,139	\$ 18,139
Expenditures:				
Current:				
Instruction		\$ 1,000	\$ 439	\$ 561
Support services - Students	-	3,800	3,160	640
General administration		200	105	95
Total expenditures	\$ -	\$ 5,000	\$ 3,704	\$ 1,296
Net change in fund balance	\$ -	\$ -	\$ 19,435	\$ 19,435
Fund balance, July 1, 2011	-	-	(24,614)	(24,614)
Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,179)</u>	<u>\$ (5,179)</u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			19,435	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u>\$ 19,435</u>	

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

Silver Consolidated School District No. 1
SPECIAL REVENUE FUND - 2010 GO BOND STUDENT LIBRARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ 20,636	\$ 20,636	\$ -	\$ (20,636)
Expenditures:				
Current:				
Support services - Instruction	<u>20,636</u>	<u>20,636</u>	<u>12,425</u>	<u>8,211</u>
Net change in fund balance	\$ -	\$ -	\$ (12,425)	\$ (12,425)
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (12,425)</u></u>	<u><u>\$ (12,425)</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			(12,425)	
Expenditure accruals (net)			<u>-</u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ (12,425)</u></u>	

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

Silver Consolidated School District No. 1
CAPITAL PROJECT FUND - STATE SPECIAL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
State sources	\$ -	\$ 14,343	\$ 14,343	\$ -
Expenditures:				
Capital outlay	-	14,343	14,343	-
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance, July 1, 2011	-	-	-	-
Fund balance, June 30, 2012	\$ -	\$ -	\$ -	\$ -
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ -	
Revenue accruals (net)			-	
Expenditure accruals (net)			-	
Net change in fund balance, NON-GAAP budgetary basis			\$ -	

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

Silver Consolidated School District No. 1
CAPITAL PROJECTS FUND - CAPITAL IMPROVEMENTS HB 133
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
State sources	\$ -	\$ -	\$ -	\$ -
Local sources	<u>788,823</u>	<u>788,823</u>	<u>659,305</u>	<u>(129,518)</u>
Total revenues	<u>\$ 788,823</u>	<u>\$ 788,823</u>	<u>\$ 659,305</u>	<u>\$ (129,518)</u>
Expenditures:				
Current:				
General administration	\$ 8,000	\$ 8,000	\$ 6,645	\$ 1,355
Operation of plant				-
Capital outlay	<u>780,823</u>	<u>780,823</u>	<u>564,498</u>	<u>216,325</u>
Total expenditures	<u>\$ 788,823</u>	<u>\$ 788,823</u>	<u>\$ 571,143</u>	<u>\$ 217,680</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,162</u>	<u>\$ 88,162</u>
Fund balance, July 1, 2011	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30, 2012	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 88,162</u></u>	<u><u>\$ 88,162</u></u>
Budgetary reconciliation:				
Net change in fund balance, GAAP basis			\$ 107,636	
Revenue accruals (net)			(19,474)	
Expenditure accruals (net)			<u> </u>	
Net change in fund balance, NON-GAAP budgetary basis			<u><u>\$ 88,162</u></u>	

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

Silver Consolidated School District No. 1
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES--BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
For the Fiscal Year Ended June 30, 2012

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:				
Local sources	\$ 1,094,144	\$ 1,094,144	\$ 2,026,512	\$ 932,368
Earnings on investments				-
 Total revenues	<u>\$ 1,094,144</u>	<u>\$ 1,094,144</u>	<u>\$ 2,026,512</u>	<u>\$ 932,368</u>
 Expenditures:				
Current:				
Administration	\$ 21,000	\$ 21,000	\$ 18,013	\$ 2,987
Principal	1,650,000	1,650,000	1,650,000	-
Interest	350,000	350,000	348,941	1,059
Special revenue bonds reserve				-
 Total expenditures	<u>\$ 2,021,000</u>	<u>\$ 2,021,000</u>	<u>\$ 2,016,954</u>	<u>\$ 4,046</u>
 Net change in fund balance	\$ (926,856)	\$ (926,856)	\$ 9,558	\$ 936,414
 Fund balance, July 1, 2011	<u>926,856</u>	<u>926,856</u>	<u>1,914,323</u>	<u>987,467</u>
 Fund balance, June 30, 2012	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,923,881</u>	<u>\$ 1,923,881</u>

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

Silver Consolidated School District No. 1
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Fiscal Year Ended June 30, 2012

	<u>Balance</u> <u>July 1, 2011</u>	<u>Receipts</u>	<u>Disburse-</u> <u>ments</u>	<u>Balance</u> <u>June 30, 2012</u>
Assets				
Cash and investments:				
Silver High School	78,206	\$ 257,603	\$ 272,954	\$ 62,855
Silver Opportunity School	1,487	1,458	1,114	1,831
La Plata Middle School	36,071	122,498	119,099	39,470
GW Stout Elementary	23,177	55,509	58,460	20,226
Harrison Schmitt Elementary	26,565	131,877	131,679	26,763
Sixth Street Elementary	10,845	35,710	36,798	9,757
Jose Barrios Elementary	46,580	26,508	34,304	38,784
Cliff Schools	107,743	130,012	124,596	113,159
Business Office	<u>215,372</u>	<u>3,927,072</u>	<u>3,953,075</u>	<u>189,369</u>
 Total assets	 <u>\$ 546,046</u>	 <u>\$ 4,688,247</u>	 <u>\$ 4,732,079</u>	 <u>\$ 502,214</u>
Liabilities				
Deposits held for others:				
Silver High School	78,206	\$ 257,603	\$ 272,954	\$ 62,855
Silver Opportunity School	1,487	1,458	1,114	1,831
La Plata Middle School	36,071	122,498	119,099	39,470
GW Stout Elementary	23,177	55,509	58,460	20,226
Harrison Schmitt Elementary	26,565	131,877	131,679	26,763
Sixth Street Elementary	10,845	35,710	36,798	9,757
Jose Barrios Elementary	46,580	26,508	34,304	38,784
Cliff Schools	107,743	130,012	124,596	113,159
Business Office	<u>215,372</u>	<u>3,927,072</u>	<u>3,953,075</u>	<u>189,369</u>
 Total liabilities	 <u>\$ 546,046</u>	 <u>\$ 4,688,247</u>	 <u>\$ 4,732,079</u>	 <u>\$ 502,214</u>

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

Silver Consolidated School District No. 1
SCHEDULE OF DEPOSITORY COLLATERAL
June 30, 2012

	Ambank	Total
Checking and CD's	\$ 7,363,200	\$ 7,363,200
Total on deposit	\$ 7,363,200	\$ 7,363,200
Less: FDIC insurance	(250,000)	(250,000)
Total uninsured public funds	\$ 7,113,200	\$ 7,113,200
50% collateralization requirement (Section 6-10-17 NMSA)	\$ 3,556,600	\$ 3,556,600
Pledged Securities:		
Loving Mun School District 10 547413CH5 1/15/2015	\$ 106,945	\$ 106,945
Federal Farm Cr Bank 31331J2S1 11/16/2015	514,346	514,346
FHLB 313371SN7 11/25/2016	520,720	520,720
FHLB 313371PC4 12/12/2014	505,082	505,082
Hobbs Schools 433866DA5 4/15/2018	113,198	113,198
FHLB 313371PV2 12/9/2016	515,830	515,830
Grants/Cibola Schools 388240DR1 6/1/2014	174,875	174,875
Gallup Mckinley 364010NR5 8/1/2016	111,018	111,018
Taos NM GRT 87601RAQ3 6/1/2017	194,398	194,398
Belen NM CNS No2 077581NB8 8/1/2017	214,401	214,401
Chaves Co NM GRT 162634BM0 8/1/2017	110,301	110,301
Alamogordo Schools 01146FQ2 8/1/2019	230,144	230,144
Portales Schools 736151DJ7 1/15/2015	266,543	266,543
Total pledged securities	\$ 3,577,801	\$ 3,577,801
Pledged securities over (under) requirement	\$ 21,201	\$ 21,201

Securities pledged for Ambank are held by the Federal Home Loan Bank in Dallas, TX.

Silver Consolidated School District NO. 1
SCHEDULE OF INDIVIDUAL DEPOSIT ACCOUNTS AND INVESTMENTS
 June 30, 2012

	<u>Type of Account</u>	<u>Bank Balance</u>	<u>Reconciled Balance</u>
<u>Ambank</u>			
Operational	Checking	\$ 5,949,431	\$ 2,921,532
Cliff Athletics	Checking	30,188	30,054
Athletics	Checking	8,716	7,762
Food Service	Checking	305,889	234,710
Trust	Checking	546,040	534,354
Payroll	Checking	<u>522,936</u>	<u>-</u>
Total Cash and Investments		<u><u>\$ 7,363,200</u></u>	<u><u>\$ 3,728,412</u></u>

Silver Consolidated School District No. 1
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
ALL FUNDS BY SCHOOL DISTRICT CLASSIFICATION
For The Fiscal Year Ended June 30, 2012

	<u>Operational</u>	<u>Transportation</u>	<u>Instructional Materials</u>	<u>Food Services</u>	<u>Athletics</u>
Total cash and investments as of July 1, 2011	\$ 1,300,499	\$ 61	\$ 38,443	\$ 242,599	\$ 33,261
Add: Current year receipts	21,985,686	945,555	128,502	1,172,126	72,126
Voided warrants	1,737				
Refunds					
Less: Current year expenditures	(22,253,808)	(943,822)	(128,964)	(1,180,015)	(67,571)
Overdrafts					
Abatements					
Receivables/payables	(829,327)				
Transfers					
Total cash and investments as of June 30, 2012	<u>\$ 204,787</u>	<u>\$ 1,794</u>	<u>\$ 37,981</u>	<u>\$ 234,710</u>	<u>\$ 37,816</u>

Silver Consolidated School District No. 1
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS (continued)
ALL FUNDS BY SCHOOL DISTRICT CLASSIFICATION
For The Fiscal Year Ended June 30, 2012

	<u>Special Capital Outlay State</u>	<u>Capital Improv. HB 33</u>	<u>SB-9</u>	<u>Debt Service</u>	<u>Agency</u>
Total cash and investments as of July 1, 2011	\$ 24,935	\$ -	\$ (199,663)	\$ 1,914,323	\$ 577,686
Add: Current year receipts	14,343	659,305	1,272,549	2,026,512	4,697,247
Chargebacks					
Refunds					
Less: Current year expenditures	(14,343)	(571,143)	(1,036,762)	(2,016,954)	(4,740,579)
Overdrafts					
Abatements					
Receivables/payables					
Transfers					
Total cash and investments as of June 30, 2012	<u>\$ 24,935</u>	<u>\$ 88,162</u>	<u>\$ 36,124</u>	<u>\$ 1,923,881</u>	<u>\$ 534,354</u>

Silver Consolidated School District No. 1
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS (continued)
ALL FUNDS BY SCHOOL DISTRICT CLASSIFICATION
For The Fiscal Year Ended June 30, 2012

	Non Instructional Support	Federal Flowthrough	Federal Direct	State Grants	State Direct
Total cash and investments as of July 1, 2010	\$ 211,187	\$ (445,641)	\$ 165,734	\$ (31,075)	\$ (19,222)
Add: Current year receipts	196,480	1,738,155	658,511	56,346	17,875
Voided warrants					
Refunds					
Less: Current year expenditures	(271,395)	(2,048,120)	(356,649)	(97,645)	
Overdrafts					
Abatements					
Receivables/payables		755,606		72,374	1,347
Transfers					
Total cash and investments as of June 30, 2011	<u>\$ 136,272</u>	<u>\$ -</u>	<u>\$ 467,596</u>	<u>\$ -</u>	<u>\$ -</u>

Silver Consolidated School District No. 1
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS (concluded)
ALL FUNDS BY SCHOOL DISTRICT CLASSIFICATION
For The Fiscal Year Ended June 30, 2012

	Total
Total cash and investments as of July 1, 2011	\$ 3,813,127
Add: Current year receipts	35,641,318
Chargebacks	1,737
Refunds	-
Less: Current year expenditures	(35,727,770)
Overdrafts	-
Abatements	-
Receivables/payables	-
Transfers	-
	-
Total cash and investments as of June 30, 2012	\$ 3,728,412

Silver Consolidated School District No. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Fiscal Year Ended June 30, 2012

<u>Federal Grantor/Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
Direct Programs:			
Education Job Fund	84.410	25.255	\$ 9,108
Passed through N.M. Department of Education:			
Title I Grants to Lea's	84.010	24.101	826,044
Special Education-Grants to States	84.027	24.106	871,546
Special Education-Preschool Grants	84.173	24.109	11,816
Education of Homeless	84.196	24.113	2,899
Teacher Quality State Grants	84.367	24.154	184,849
Rural Education	84.358	24.160	<u>79,733</u>
Total U.S. Department of Education			<u>\$ 1,985,995</u>
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Direct Programs:			
Schools and Roads-Grants to States	10.665	N/A	\$ 316,736
Passed through N.M. Department of Education:			
National School Lunch Program	10.555	N/A	614,651
Summer Food	10.559	N/A	55,086
School Breakfast Program	10.553	N/A	345,168
Fresh Fruits and Vegetables Program	10.582	24.118	71,173
Passed through N.M. Department of Human Svc's:			
Emergency Food Assistance Program	10.569	N/A	<u>69,982</u>
Total U.S. Department of Agriculture			<u>\$ 1,472,796</u>

Silver Consolidated School District No. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS(concluded)
For The Fiscal Year Ended June 30, 2012

<u>Federal Grantor/Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through N.M.Dept. of Transportation: Highway Planning and Construction	20.205	25.146	<u>\$ 17,110</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
Passed through N.M. Dept. of Human Services: Medical Assistance Program	93.778	25.153	<u>\$ 377,320</u>
Total expenditures of federal awards			<u><u>\$ 3,853,221</u></u>

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

Silver Consolidated School District No. 1
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2012

Note 1 Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Silver Consolidated School District No. 1 and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Note 2 Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. The District received \$69,982 in food commodities during the 2011-2012 fiscal year.

Note 3 The District had the following insurance coverages during the year ended June 30, 2012:

Workers compensation	\$ 1,050,000
Property	500,000,000
Liability	1,000,000
Auto	10,000,000

Silver Consolidated School District No. 1
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Fiscal Year Ended June 30, 2012

Findings – Financial Statement Audit

Current Status

08-1 Expenditures exceeded budgetary authority

Resolved

Findings and Questioned Costs – Major Federal Award programs

None

MIKE STONE, C.P.A.
LINDA STONE MCGEE, C.P.A.
KAY STONE, C.P.A.
JARROD MASON, C.P.A.
KELLEY WYATT, C.P.A.

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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
GOVERNMENTAL AUDITING STANDARDS**

Hector H. Balderas, State Auditor
and
Board of Education
Silver Consolidated School District No. 1
Silver City, New Mexico

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons of the general fund and major special revenue funds of Silver Consolidated School District No. 1 as of and for the year ended June 30, 2012, which collectively comprise Silver Consolidated School District No. 1's basic financial statements and have issued our report thereon dated November 10, 2012. We have also audited the financial statements of each of the District's non-major governmental funds and related budgetary comparisons presented as other supplementary information as of and for the year ended June 30, 2012 and have issued our report thereon dated November 10, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of Silver Consolidated School District No. 1 is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Silver Consolidated School District No. 1's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Silver Consolidated School District No. 1's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Silver Consolidated School District No. 1's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a

material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Silver Consolidated School District No. 1's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Stone, McGee & Co CPAs

November 10, 2012

Stone, McGee & Co.
Certified Public Accountants

MIKE STONE, C.P.A.
LINDA STONE MCGEE, C.P.A.
KAY STONE, C.P.A.
JARROD MASON, C.P.A.
KELLEY WYATT, C.P.A.

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Hector H. Balderas, State Auditor
and
Board of Education
Silver Consolidated School District No. 1
Silver City, New Mexico

Compliance

We have audited Silver Consolidated School District No. 1's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Silver Consolidated School District No. 1's major federal programs for the year ended June 30, 2012. Silver Consolidated School District No. 1's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Silver Consolidated School District No. 1's management. Our responsibility is to express an opinion on Silver Consolidated School District No. 1's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and *OMB Circular A-133* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Silver Consolidated School District No. 1's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Silver Consolidated School District No. 1's compliance with those requirements.

In our opinion, Silver Consolidated School District No. 1 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

Management of Silver Consolidated School District No. 1 is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Silver Consolidated School District No. 1's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Silver Consolidated School District No. 1'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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

Stone, McGee & Co CPAs

November 10, 2012

Silver Consolidated School District No. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2012

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Silver Consolidated School District No. 1.
2. No significant deficiencies relating to the audit of the financial statements are reported in the *Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Bases on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Silver Consolidated School District No. 1, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies related to the audit of the major federal award programs are reported in the *Independent Auditor's Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance With OMB Circular A-133*.
5. The auditor's report on compliance for the major federal award programs for Silver Consolidated School District No. 1 expresses an unqualified opinion on all major programs.
6. No audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 were noted during the audit.
7. The programs tested as major programs included: The nutrition cluster, consisting of the National School Lunch Program, CFDA No. 10.555, the School Breakfast Program, CFDA No. 10.553, and the Summer Food Program, CFDA No. 10.559: Schools and Roads – Grants to States, CFDA No. 10.665, and Medical Assistance Program, CFDA No. 93.778.
8. The threshold for distinguishing types A and B programs was \$300,000.
9. Silver Consolidated School District No. 1 was determined to be a low-risk auditee.

FINDINGS – FINANCIAL STATEMENT AUDIT

None

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

None

OTHER – FINANCIAL STATEMENT PREPARATION

The financial statements were prepared by Stone, McGee & Co., C.P.A.'s.

EXIT CONFERENCE

The contents of this report were discussed October 26, 2012. Present at this exit conference were:

<u>Name</u>	<u>Title</u>	<u>Affiliation</u>
Trent Petty	Board President	Silver Consolidated Schools
Patricia Martinez	Acting Superintendent	Silver Consolidated Schools
Candy Milam	Ass. Supt. of Finance	Silver Consolidated Schools
Michele McCain	Comptroller	Silver Consolidated Schools
Mike Stone	Shareholder	Stone, McGee & Co., CPA's