

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
ANNUAL FINANCIAL REPORT
JUNE 30, 2016

Harshwal & Company LLP
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INTRODUCTORY SECTION

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SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
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STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
DIRECTORY OF OFFICIALS
JUNE 30, 2016

| Name | Title |
|---------------------------|---|
| Board of Education | |
| Arnold Torres | President |
| Frances Vasquez | Vice President |
| Chris Arvidson | Secretary |
| Mike McMillan | Member |
| Ashley Montenegro | Member |
| School Officials | |
| John Carter | Superintendent |
| Candy Milam | Associated Superintendent of Finance |

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

Mr. Tim Keller, State Auditor
And Board of Education
Silver Consolidated School District No. 1
Silver City, New Mexico

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Silver Consolidated School District No. 1 (the "District"), as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds and the budgetary comparisons for the major capital project funds, the debt service fund, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2016, and the respective changes in financial position, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2016, and the respective changes in financial position and the respective budgetary comparisons for the major capital project funds, debt service funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the Schedule of the Proportionate Share of the Net Pension Liability on page 149, the Schedule of Contributions on page 150 and the notes to the required supplementary information on page 150 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with the auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 04, 2016 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

**Harshwal & Company LLP
Certified Public Accountants**

Harshwal & Company LLP

**Albuquerque, New Mexico
November 04, 2016**

BASIC FINANCIAL STATEMENT

GOVERNMENT - WIDE FINANCIAL STATEMENTS

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1

STATEMENT OF NET POSITION
JUNE 30, 2016

| | <u>Governmental activities</u> |
|--|------------------------------------|
| ASSETS | |
| Current assets: | |
| Cash and cash equivalents | \$ 3,371,642 |
| Property taxes receivables | 1,066,938 |
| Due from other governments | 1,029,526 |
| Inventory | <u>15,105</u> |
| Total current assets | <u>5,483,211</u> |
| Noncurrent assets: | |
| Capital assets: | 58,789,626 |
| Less: accumulated depreciation | <u>(38,804,570)</u> |
| Total noncurrent assets | <u>19,985,056</u> |
| Total assets | <u>25,468,267</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Changes of assumptions | 1,355,730 |
| Change in proportion | 108,572 |
| Employer contributions subsequent to the measurement date | <u>2,357,009</u> |
| Total deferred outflows of resources | <u>3,821,311</u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | 145,396 |
| Bonds payable | 1,370,000 |
| Accrued interest payable | <u>44,767</u> |
| Total current liabilities | <u>1,560,163</u> |
| Noncurrent liabilities: | |
| Bonds payable | 1,420,000 |
| Compensated absences | 40,424 |
| Net pension liability | <u>39,416,109</u> |
| Total noncurrent liabilities | <u>40,876,533</u> |
| Total liabilities | <u>42,436,696</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Unavailable revenue | 73,663 |
| Actuarial experience | 730,739 |
| Investment experience | 177,422 |
| Change in proportion after reallocation of inactive employer | <u>448,400</u> |
| Total deferred inflows of resources | <u>1,430,224</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
STATEMENT OF NET POSITION
JUNE 30, 2016

| | <u>Governmental activities</u> |
|--|------------------------------------|
| NET POSITION | |
| Net Investment in capital assets | 17,195,056 |
| Restricted for: | |
| Capital projects | 1,289,806 |
| Debt service | 1,516,088 |
| Other purposes | 753,063 |
| Unrestricted | <u>(35,331,355)</u> |
| Total net position | <u>(14,577,342)</u> |
| Total liabilities, deferred inflows of resources, and net position | <u>\$ 29,289,578</u> |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Program revenues</u> | | <u>Net (expenses) revenues and changes in net position</u> |
|-------------------------------|----------------------|--------------------------------|---|--|
| | | <u>Charges for service</u> | <u>Operating grants and contributions</u> | |
| Governmental activities: | | | | |
| Current: | | | | |
| Instruction | \$ 18,022,921 | \$ 99,159 | \$ 2,650,976 | \$ (15,272,786) |
| Support services-students | 3,322,076 | | 250,137 | (3,071,939) |
| Support services-instruction | 988,592 | | 12,215 | (976,377) |
| General administration | 760,947 | 444,312 | | (316,635) |
| School administration | 1,748,654 | | | (1,748,654) |
| Central services | 554,172 | | | (554,172) |
| Operation of plant | 4,078,562 | 203,123 | 249,557 | (3,625,882) |
| Food services | 1,318,549 | 55,948 | 1,121,808 | (140,793) |
| Transportation | 1,238,436 | | 1,238,408 | (28) |
| Other support services | 83,344 | | | (83,344) |
| Interest on long-term debt | <u>111,525</u> | | | <u>(111,525)</u> |
| Total governmental activities | <u>\$ 32,227,778</u> | <u>\$ 802,542</u> | <u>\$ 5,523,101</u> | <u>(25,902,135)</u> |

General revenues

| | |
|--|------------------------|
| Property taxes: | |
| Levied for general purposes | 1,082,820 |
| Levied for debt service | 1,220,226 |
| Levied for capital improvements | 1,154,348 |
| State aid - formula grants | 22,935,072 |
| Miscellaneous revenue | 5,250 |
| Unrestricted investment earnings | 5,411 |
| Insurance recovery | <u>10,314</u> |
| Total general revenues and special items | <u>26,413,441</u> |
| Change in net position | <u>511,306</u> |
| Net position - beginning of year | <u>(15,088,648)</u> |
| Net position - end of year | <u>\$ (14,577,342)</u> |

The accompanying notes are an integral part of these financial statements

GOVERNMENTAL FUND FINANCIAL STATEMENTS

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

| | General Funds | | | |
|--|-----------------------|--------------------------|--------------------------------------|---|
| | 11000- Operational | 13000- Transportation | 14000- Instructional Materials | 80000-Non - Instructional Support |
| ASSETS | | | | |
| Cash & investments | \$ 661,001 | \$ 44 | \$ 191,040 | \$ 38,851 |
| Property taxes receivable | 48,274 | | | |
| Inventory | | | | |
| Due from other governments | | | | |
| Interfund receivable | | | | |
| Total assets | <u>709,275</u> | <u>44</u> | <u>191,040</u> | <u>38,851</u> |
| LIABILITIES | | | | |
| Accounts payable | 137,649 | | | |
| Interfund payable | <u>536</u> | | | <u>910</u> |
| Total liabilities | <u>138,185</u> | <u>0</u> | <u>0</u> | <u>910</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | <u>45,851</u> | | | |
| Total deferred inflows of resources | <u>45,851</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| FUND BALANCES | | | | |
| Non-spendable: | | | | |
| Inventories | | | | |
| Restricted for: | | | | |
| Education | | | | |
| Food services | | | | |
| Social services | | | | |
| Capital projects | | | | |
| Debt service | | | | |
| Unassigned | <u>525,239</u> | <u>44</u> | <u>191,040</u> | <u>37,941</u> |
| Total fund balance | <u>525,239</u> | <u>44</u> | <u>191,040</u> | <u>37,941</u> |
| Total liabilities, deferred inflows of resources and fund balance | <u>\$ 709,275</u> | <u>\$ 44</u> | <u>\$ 191,040</u> | <u>\$ 38,851</u> |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

| | Special Revenue Funds | | Capital Projects Fund | |
|--|-----------------------|-----------------------|--|------------------------|
| | 24101-Title I | 24106- Entitlement | 31600-Capital Improvement HB 133 | 31700-Senate Bill 9 |
| ASSETS | | | | |
| Cash & investments | \$ - | \$ - | \$ 440,526 | \$ 809,339 |
| Property taxes receivable | | | 486,402 | 204,864 |
| Inventory | | | | |
| Due from other governments | 278,568 | 411,428 | | |
| Interfund receivable | | | | |
| Total assets | 278,568 | 411,428 | 926,928 | 1,014,203 |
| LIABILITIES | | | | |
| Accounts payable | | | | |
| Interfund payable | 278,568 | 411,428 | 0 | 11,708 |
| Total liabilities | 278,568 | 411,428 | 0 | 11,708 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | | | 474,701 | 189,851 |
| Total deferred inflows of resources | 0 | 0 | 474,701 | 189,851 |
| FUND BALANCES | | | | |
| Non-spendable: | | | | |
| Inventories | | | | |
| Restricted for: | | | | |
| Education | | | | |
| Food services | | | | |
| Social services | | | | |
| Capital projects | | | 452,227 | 812,644 |
| Debt service | | | | |
| Unassigned | | | | |
| Total fund balance | 0 | 0 | 452,227 | 812,644 |
| Total liabilities, deferred inflows of resources and fund balance | \$ 278,568 | \$ 411,428 | \$ 926,928 | \$ 1,014,203 |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016**

| | <u>Debt Service Fund</u> | | Total Governmental Funds |
|--|-------------------------------|-----------------------------------|--------------------------------|
| | <u>41000-Debt Service</u> | <u>Other Non- Major Funds</u> | |
| ASSETS | | | |
| Cash & investments | \$ 622,733 | \$ 608,108 | \$ 3,371,642 |
| Property taxes receivable | 327,398 | | 1,066,938 |
| Inventory | | 15,105 | 15,105 |
| Due from other governments | | 339,530 | 1,029,526 |
| Interfund receivable | <u>873,237</u> | <u>174,173</u> | <u>1,047,410</u> |
| Total assets | <u>1,823,368</u> | <u>1,136,916</u> | <u>6,530,621</u> |
| LIABILITIES | | | |
| Accounts payable | | 7,747 | 145,396 |
| Interfund payable | | <u>344,260</u> | <u>1,047,410</u> |
| Total liabilities | <u>0</u> | <u>352,007</u> | <u>1,192,806</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | <u>307,280</u> | <u>73,663</u> | <u>1,091,346</u> |
| Total deferred inflows of resources | <u>307,280</u> | <u>73,663</u> | <u>1,091,346</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | 15,105 | 15,105 |
| Restricted for: | | | |
| Education | | 58,918 | 58,918 |
| Food services | | 95,235 | 95,235 |
| Social services | | 583,805 | 583,805 |
| Capital projects | | 24,935 | 1,289,806 |
| Debt service | 1,516,088 | | 1,516,088 |
| Unassigned | | <u>(66,752)</u> | <u>687,512</u> |
| Total fund balance | <u>1,516,088</u> | <u>711,246</u> | <u>4,246,469</u> |
| Total liabilities, deferred inflows of resources and fund balance | <u>\$ 1,823,368</u> | <u>\$ 1,136,916</u> | <u>\$ 6,530,621</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2016

| | <u>Governmental Fund</u> |
|---|------------------------------|
| Amounts reported for governmental activities in the statement of Net position are different because: | |
| Fund balances - total governmental funds - | \$ 4,246,469 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 19,985,056 |
| Other long-term assets are not available to pay for current period expenditures and therefore are not reported in the funds: | |
| Property taxes subject to the 60 day availability period | 1,017,683 |
| 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 | (2,790,000) |
| Accrued interest payable | (44,767) |
| Compensated absences payable | (40,424) |
| Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in the funds: | |
| Deferred outflows of resources related to pension | 3,821,311 |
| Deferred inflows of resources related to pension | (1,356,561) |
| Certain liabilities, including net pension liability, are not due and payable in the current period and, therefore, are not reported in the funds: | |
| Net pension liability | <u>(39,416,109)</u> |
| Net Position-Total Governmental Activities | <u>\$ (14,577,342)</u> |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

| | General Funds | | | |
|-----------------------------------|-----------------------|--------------------------|--------------------------------------|--|
| | 11000- Operational | 13000- Transportation | 14000- Instructional Materials | 80000-Non - Instructional Support |
| REVENUES: | | | | |
| Property taxes | \$ 151,258 | \$ | \$ | \$ |
| Fees and charges | 30,093 | | | 203,123 |
| State aid | 23,125,778 | 1,238,408 | 205,092 | |
| Federal aid | 289,060 | | | |
| Investment income | 5,411 | | | |
| Insurance | 10,314 | | | |
| Miscellaneous | 3,094 | | 10 | |
| <i>Total revenues</i> | <u>23,615,008</u> | <u>1,238,408</u> | <u>205,102</u> | <u>203,123</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| Instruction | 13,951,896 | | 144,312 | |
| Support services - students | 2,955,941 | | | |
| Support services - instruction | 719,534 | | | |
| General administration | 674,028 | | | |
| School administration | 1,748,591 | | | |
| Central services | 554,172 | | | |
| Operation of plant | 2,639,439 | | | 208,085 |
| Food services | | | | |
| Transportation | | 1,238,436 | | |
| Other support services | 83,344 | | | |
| Debt service: | | | | |
| Debt service - principal | | | | |
| Debt service - interest | | | | |
| Capital outlay | | | | |
| <i>Total expenditures</i> | <u>23,326,945</u> | <u>1,238,436</u> | <u>144,312</u> | <u>208,085</u> |
| Net changes in fund balances | 288,063 | (28) | 60,790 | (4,962) |
| Fund balances - beginning of year | 237,176 | 72 | 130,250 | 42,903 |
| Fund balances- end of year | <u>\$ 525,239</u> | <u>\$ 44</u> | <u>\$ 191,040</u> | <u>\$ 37,941</u> |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

| | Special Revenue Funds | | Capital Projects Fund |
|-----------------------------------|-----------------------|-----------------------|--|
| | 24101-Title I | 24106- Entitlement | 31600-Capital Improvement HB 133 |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ 737,478 |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | 786,248 | 764,050 | |
| Investment income | | | |
| Insurance | | | |
| Miscellaneous | | | |
| <i>Total revenues</i> | 786,248 | 764,050 | 737,478 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | 637,778 | 498,744 | |
| Support services - students | | 115,999 | |
| Support services - instruction | 124,460 | 125,974 | |
| General administration | 24,010 | 23,333 | 7,532 |
| School administration | | | |
| Central services | | | |
| Operation of plant | | | 240,119 |
| Food services | | | |
| Transportation | | | |
| Other support services | | | |
| Debt service: | | | |
| Debt service - principal | | | |
| Debt service - interest | | | |
| Capital outlay | | | 376,224 |
| <i>Total expenditures</i> | 786,248 | 764,050 | 623,875 |
| Net changes in fund balances | 0 | 0 | 113,603 |
| Fund balances - beginning of year | 0 | 0 | 338,624 |
| Fund balances- end of year | \$ 0 | \$ 0 | \$ 452,227 |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

| | Capital Projects Fund | Debt Service Fund | |
|-----------------------------------|--------------------------|-----------------------|---------------------------|
| | 31700-Senate Bill 9 | 41000-Debt Service | Other Non- Major Funds |
| REVENUES: | | | |
| Property taxes | \$ 936,796 | \$ 1,239,118 | \$ |
| Fees and charges | 253,316 | 190,996 | 125,014 |
| State aid | 249,557 | | 193,158 |
| Federal aid | | | 1,606,822 |
| Investment income | | | |
| Insurance | | | |
| Miscellaneous | 660 | | 1,486 |
| <i>Total revenues</i> | 1,440,329 | 1,430,114 | 1,926,480 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 458,148 |
| Support services - students | | | 250,136 |
| Support services - instruction | | | 18,624 |
| General administration | 9,571 | 12,664 | 9,809 |
| School administration | | | 63 |
| Central services | | | |
| Operation of plant | 990,919 | | |
| Food services | | | 1,318,549 |
| Transportation | | | |
| Other support services | | | |
| Debt service: | | | |
| Debt service - principal | | 1,325,000 | |
| Debt service - interest | | 131,953 | |
| Capital outlay | 145,288 | | |
| <i>Total expenditures</i> | 1,145,778 | 1,469,617 | 2,055,329 |
| Net changes in fund balances | 294,551 | (39,503) | (128,849) |
| Fund balances - beginning of year | 518,093 | 1,555,591 | 840,095 |
| Fund balances- end of year | \$ 812,644 | \$ 1,516,088 | \$ 711,246 |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

| | Total Governmental Funds |
|-----------------------------------|--------------------------------|
| REVENUES: | |
| Property taxes | \$ 3,064,650 |
| Fees and charges | 802,542 |
| State aid | 25,011,993 |
| Federal aid | 3,446,180 |
| Investment income | 5,411 |
| Insurance | 10,314 |
| Miscellaneous | <u>5,250</u> |
| <i>Total revenues</i> | <u>32,346,340</u> |
| EXPENDITURES: | |
| Current: | |
| Instruction | 15,690,878 |
| Support services - students | 3,322,076 |
| Support services - instruction | 988,592 |
| General administration | 760,947 |
| School administration | 1,748,654 |
| Central services | 554,172 |
| Operation of plant | 4,078,562 |
| Food services | 1,318,549 |
| Transportation | 1,238,436 |
| Other support services | 83,344 |
| Debt service: | |
| Debt service - principal | 1,325,000 |
| Debt service - interest | 131,953 |
| Capital outlay | <u>521,512</u> |
| <i>Total expenditures</i> | <u>31,762,675</u> |
| Net changes in fund balances | 583,665 |
| Fund balances - beginning of year | <u>3,662,804</u> |
| Fund balances- end of year | <u>\$ 4,246,469</u> |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
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 YEAR ENDING JUNE 30, 2016**

| | <u>Governmental Fund</u> |
|--|------------------------------|
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Net change in fund balances - total governmental funds | \$ 583,665 |
| | |
| 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 | 521,512 |
| Depreciation expense | (1,799,752) |
| 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 | 392,743 |
| Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net positions: | |
| Payment of bond principal | 1,325,000 |
| 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. | 20,427 |
| Some expense reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This is the net change in compensated absences for the year. | 11,122 |
| Governmental funds report District's pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense: | |
| Pension contributions | 2,357,009 |
| Pension expense as per actuarial report | (2,900,919) |
| Add: Difference between prior year deferred outflows associated with 2015 actual employer contributions and the schedule of employer allocations 2015 actual employer contributions | 501 |
| Less: Rounding off difference | <u>(2)</u> |
| Net adjusted pension expenditure | <u>(2,900,420)</u> |
| Change in Net Position-total Governmental Activities | <u>\$ 511,306</u> |

The accompanying notes are an integral part of these financial statements

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET AND ACTUAL (NON-GAAP
BUDGETARY BASIS)**

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

GENERAL FUND/OPERATIONAL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-------------------|-------------------|-------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ 23,351,186 | \$ 23,063,866 | \$ 23,125,778 | \$ 61,912 |
| Federal sources | 43,000 | 274,908 | 289,060 | 14,152 |
| Local Sources | 192,946 | 192,946 | 197,928 | 4,982 |
| Interest Income | 4,950 | 4,950 | 5,411 | 461 |
| <i>Total revenues</i> | <u>23,592,082</u> | <u>23,536,670</u> | <u>23,618,177</u> | <u>81,507</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 13,923,636 | 14,009,211 | 13,951,896 | 57,315 |
| Support services: | | | | |
| Student | 3,028,166 | 3,012,321 | 2,931,728 | 80,593 |
| Instruction | 794,427 | 793,902 | 719,534 | 74,368 |
| General administration | 461,000 | 695,058 | 674,028 | 21,030 |
| School administration | 1,771,438 | 1,781,614 | 1,748,591 | 33,023 |
| Central services | 710,129 | 629,247 | 554,172 | 75,075 |
| Operation & maintenance of plant | 2,823,558 | 2,874,243 | 2,662,312 | 211,931 |
| Student Transportation | 6,000 | 6,000 | | 6,000 |
| Other support service | 104,448 | 104,448 | 83,344 | 21,104 |
| <i>Total expenditures</i> | <u>23,622,802</u> | <u>23,906,044</u> | <u>23,325,605</u> | <u>580,439</u> |
| <i>Net changes in fund balances</i> | (30,720) | (369,374) | 292,572 | 661,946 |
| <i>Beginning cash balance budgeted</i> | 30,720 | 369,374 | 0 | (369,374) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>237,176</u> | <u>237,176</u> |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 529,748</u> | <u>\$ 529,748</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 288,063 | |
| Revenue accruals (net) | | | 3,169 | |
| Expenditure accruals (net) | | | 1,340 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 292,572</u> | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

GENERAL FUND/TRANSPORTATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|--------------|----------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ 1,166,453 | \$ 1,238,408 | \$ 1,238,408 | \$ 0 |
| <i>Total revenues</i> | 1,166,453 | 1,238,408 | 1,238,408 | 0 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Transportation | 1,166,453 | 1,238,444 | 1,238,436 | 8 |
| <i>Total expenditures</i> | 1,166,453 | 1,238,444 | 1,238,436 | 8 |
| <i>Net changes in fund balances</i> | 0 | (36) | (28) | 8 |
| <i>Beginning cash balance budgeted</i> | 0 | 36 | 0 | (36) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 72 | 72 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 44 | \$ 44 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (28) | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (28) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
GENERAL FUND/INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|-----------------------|-----------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ 158,914 | \$ 158,914 | \$ 205,092 | \$ 46,178 |
| local Sources | | | <u>10</u> | <u>10</u> |
| <i>Total revenues</i> | <u>158,914</u> | <u>158,914</u> | <u>205,102</u> | <u>46,188</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | <u>158,914</u> | <u>158,914</u> | <u>144,312</u> | <u>14,602</u> |
| <i>Total expenditures</i> | <u>158,914</u> | <u>158,914</u> | <u>144,312</u> | <u>14,602</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 60,790 | 60,790 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>130,250</u> | <u>130,250</u> |
| <i>Fund balances - end of year</i> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>191,040</u></u> | <u><u>191,040</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 60,790 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>60,790</u></u> | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND - TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|--------------------|--------------|-------------|--------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 754,719 | \$ 883,572 | \$ 759,055 | \$ (124,517) |
| <i>Total revenues</i> | 754,719 | 883,572 | 759,055 | (124,517) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 643,764 | 694,228 | 637,778 | 56,450 |
| Support services-Instruction | 58,517 | 132,837 | 124,460 | 8,377 |
| Support Services General administration | 23,048 | 27,107 | 24,010 | 3,097 |
| Support Services-School administration | 1,000 | 1,000 | | 1,000 |
| <i>Total expenditures</i> | 726,329 | 855,172 | 786,248 | 68,924 |
| <i>Net changes in fund balances</i> | 28,390 | 28,400 | (27,193) | (55,593) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 28,390 | \$ 28,400 | \$ (27,193) | \$ (55,593) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Removal of non-budgeted Activity funds | | | 0 | |
| Revenue accruals (net) | | | (27,193) | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON-GAAP budgetary basis | | | \$ (27,193) | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

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

| | Budgeted Amounts | | | |
|--|--------------------|--------------|--------------|--------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal grants | \$ 701,067 | \$ 806,787 | \$ 638,971 | \$ (167,816) |
| <i>Total revenues</i> | 701,067 | 806,787 | 638,971 | (167,816) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 470,387 | 523,457 | 498,745 | 24,712 |
| Support services- Students | 84,537 | 123,857 | 115,999 | 7,858 |
| Support services- Instruction | 124,059 | 134,059 | 125,974 | 8,085 |
| Support services-General Administration | 22,084 | 25,414 | 23,333 | 2,081 |
| <i>Total expenditures</i> | 701,067 | 806,787 | 764,051 | 42,736 |
| <i>Net changes in fund balances</i> | 0 | 0 | (125,080) | (125,080) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ (125,080) | \$ (125,080) |
| Budgetary reconciliation: | | | | |
| Net Change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | (125,079) | |
| Expenditure accruals (net) | | | (1) | |
| Other financing sources (net) | | | 0 | |
| Net Change in fund balance, NON-GAAP budgetary basis | | | \$ (125,080) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
STATEMENT OF FIDUCIARY NET POSITIONS
JUNE 30, 2016

| | Private Purpose Trust Funds | Agency |
|--|-----------------------------------|-------------------|
| ASSETS | | |
| Cash and investments | \$ <u>52,543</u> | \$ <u>782,022</u> |
| Total assets | <u>52,543</u> | <u>782,022</u> |
| LIABILITIES | | |
| Accounts payables | | <u>12,006</u> |
| Deposits held in trust for others | | <u>770,016</u> |
| Total liabilities | | \$ <u>782,022</u> |
| NET POSITIONS | | |
| Endowments held in trust for scholarships and other purposes | \$ <u>52,543</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
STATEMENT OF CHANGES IN FIDUCIARY NET POSITIONS
JUNE 30, 2016

| | <u>Private Purpose Trust Funds</u> |
|-------------------------------------|--|
| ADDITIONS | |
| Gifts and contributions | \$ 132,386 |
| DEDUCTIONS | |
| Scholarships awarded | <u>137,077</u> |
| Change in net position | (4,691) |
| Net Positions beginning of the year | <u>57,234</u> |
| Net Position end of the year | <u><u>\$ 52,543</u></u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

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).

During the year ended June 30, 2016, the District adopted the following GASB Statements-

GASB Statement 72, Fair Value Measurement and Application:

This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements.

GASB Statement 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68:

The objective of this Statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all post-employment benefits with regard to providing decision-useful information, supporting assessments of accountability and inter period equity, and creating additional transparency implementation of this standard did not have a significant impact on the District's financial.

GASB Statement 79, Certain External Investment Pools and Pool Participants:

This Statement addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool from measuring all of its investments at amortized cost for financial reporting purposes. Professional judgment is required to determine if instances of noncompliance with the criteria established by this Statement during the reporting period, individually or in the aggregate, were significant. Implementation of this standard did not have a significant impact on the District's financial.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

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 Positions 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.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

B. Basis of Presentation - (Cont'd)

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 position and changes in net position and is 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. Typically these funds are owned by the club, athletic teams, and/or student organizations.

The emphasis in fund financial statements is on the major funds in the governmental category. Non-major funds are summarized in 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 into the government-wide statements.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

B. Basis of Presentation - (Cont'd)

Major Fund Descriptions

General – See above description.

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).

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).

Capital Improvements HB33 - The fund is used to account for the costs relating to erecting, remodeling, making additions to, providing equipment for, or furnishing public school buildings and purchasing or improving public school grounds. Financing is provided through property taxes as specified by Article 26 of the Public School Buildings Act. (House Bill 33)

SB-9 - Created by State law to account for the District tax levy restricted solely for use in improvements to the physical plant (NMSA 1978 22-25-1) and is a special revenue fund.

Debt Service – See above description

C. Measurement focus, basis of accounting

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

Measurement Focus

On the government-wide Statement of Net Position 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, liabilities, and deferred inflows of resources 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.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

C. Measurement focus, basis of accounting - (Cont'd)

- 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 position (or cost recovery), and financial position. All assets, liabilities, and deferred inflows of resources (whether current or noncurrent) associated with their activities are reported. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from non-exchange transactions are recognized when the earnings progress is complete.

Basis of accounting:

The 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. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

2. Modified Accrual:

The governmental fund's 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 deferred outflows of resources by the provider and deferred inflows of resources by the recipient. Grant revenues not collected within 60 days of year end are recorded as receivables and deferred inflows of resources. Such amounts are recorded net of estimated uncollectible amounts.

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 inflows of resources. Property taxes are considered fully collectible.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

C. Measurement focus, basis of accounting - (Cont'd)

In the government –wide Statement of Net Position, 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 position is reported in three parts – net investment in a capital asset; restricted net position; and unrestricted net position. The District first utilizes restricted resources when an expense is incurred and for purposes for which both restricted and unrestricted net position 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.).

This government-wide focus is more on the sustainability of the District as an entity and the change in the District’s net positions 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. Included in the General Fund are activity funds which, although not budgeted by the District are considered District funds. Therefore, these non-budgeted activity accounts are excluded from the budgetary comparison statement.

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 reappropriated in the budget of the subsequent fiscal year.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

D. Budgets - (Cont'd)

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.

Money market investments and participating interest-earning investment contracts that have a remaining maturity at the time of purchase of one year or less and are held by governments other than external investment pools should be measured at amortized cost as provided in paragraph 9 of GASB No. 72.

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 or more are reported at historical cost or estimated historical cost. Donated capital assets received prior to June 15, 2015, are recorded at their estimated fair value at the date of donation. Donated capital assets received after June 15, 2015, are recorded at acquisition value. 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 |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

G. Capital Assets - (Cont'd)

The accounting treatment of 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. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents consumption of net position that applies to a future period, and so will not be recognized as an outflow or resource (expenses/expenditures) until then. The Government had pension related deferred outflows of resources items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Government has two types of items, one of which arises under the full accrual basis of accounting, and both of which arise under the modified accrual basis of accounting, that qualifies for reporting under this category. Accordingly, the items, unavailable revenue, are reported in both the statement of net\ position and the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The Government reports unavailable revenue from the following sources:

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

J. Deferred Outflows/Inflows of Resources - (Cont'd)

| | Governmental Funds Balance Sheet | | | | | | Total |
|--|----------------------------------|------------------|----------------------------|------------------|-------------------|-------------------------------------|--------------------|
| | Statement of Net Position | General Fund | Capital Improvem ent | SB-9 | Debt Service | Non-Major Government al Funds | |
| Advances received under expenditure Driven Grants | \$ 73,663 | | | | | \$ 73,663 | \$ 73,663 |
| Property Taxes | | 45,851 | 474,701 | 189,851 | 307,280 | | 1,017,683 |
| Total | <u>\$ 73,663</u> | <u>\$ 45,851</u> | <u>\$474,701</u> | <u>\$189,851</u> | <u>\$ 307,280</u> | <u>\$ 73,663</u> | <u>\$1,091,346</u> |

Additionally, The Government had also pension related deferred inflows of resources items that qualify for reporting in this category.

K. Equity Classifications

Government-wide Statements

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

- a. Net investment in capital assets – 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 position – consists of net positions 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 position – all other net positions that do not meet the definition of “restricted” or “invested in capital assets”.

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.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

K. Equity Classifications - (Cont'd)

- 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 (and modifies or rescinds) fund balance commitments by the 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 the purchase of fixed assets, construction, debt service or for other purposes). Expenditures incurred are normally paid from the most highly constrained fund balance.

L. 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.

M. Interfund Activity

Inter-fund activity is reported as either loan, 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 is netted as part of the reconciliation to the government-wide financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (CONT'D)

N. 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.

O. Pensions

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

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, 2016, \$2,915,699 of the governments bank balance of \$7,939,333 was exposed to custodial credit risk as follows:

| | | | |
|---|------------------------------|----------------------------|---------------------|
| | Uninsured and Collateralized | \$ <u>2,915,699</u> | |
| | Total | \$ <u><u>2,915,699</u></u> | |
| Deposits by custodial risk category: | | | |
| Insured | | \$ 500,000 | \$ 500,000 |
| Collateral held by the pledging bank's agent in the District's name | | 4,523,634 | 3,706,207 |
| Uninsured and Collateralized | | <u>2,915,699</u> | <u>0</u> |
| | | <u>\$ 7,939,333</u> | <u>\$ 4,206,207</u> |

The District does not have a risk policy beyond that required by state statute.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2016, was as follows:

| | <u>Balance</u> <u>July 1, 2015</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>June 30, 2016</u> |
|---|---------------------------------------|-----------------------|------------------|--|
| Capital assets not being depreciated: | | | | |
| Land | \$ 270,563 | \$ _____ | \$ _____ | \$ 270,563 |
| Total assets not being depreciated | <u>270,563</u> | <u>0</u> | <u>0</u> | <u>270,563</u> |
| Other capital assets: | | | | |
| Building & improvements | 48,365,956 | 270,376 | | 48,636,332 |
| Land improvements | 5,758,223 | | | 5,758,223 |
| Furniture and equipment | <u>3,904,633</u> | <u>251,136</u> | <u>(31,261)</u> | <u>4,124,508</u> |
| Total other capital assets at historical cost | <u>58,028,812</u> | <u>521,512</u> | <u>(31,261)</u> | <u>58,519,063</u> |
| Less accumulated depreciation for: | | | | |
| Building & improvement | (28,789,593) | (998,414) | | (29,788,007) |
| Land improvements | (4,525,376) | (331,786) | | (4,857,162) |
| Furniture & equipment | <u>(3,721,110)</u> | <u>(469,552)</u> | <u>31,261</u> | <u>(4,159,401)</u> |
| Total accumulated depreciation | <u>(37,036,079)</u> | <u>(1,799,752)</u> | <u>31,261</u> | <u>(38,804,570)</u> |
| Total capital assets, net | <u>\$ 21,263,296</u> | <u>\$ (1,278,240)</u> | <u>\$ 0</u> | <u>\$ 19,985,056</u> |

Depreciation expense was charged to governmental activities as follows:

| | |
|-----------------------------|---------------------|
| Instruction | \$ 827,887 |
| Student support | 17,998 |
| School support | 53,993 |
| Administration general | 35,994 |
| Administration school | 4,499 |
| Central services | 179,975 |
| Plant operation | 557,923 |
| Transportation | <u>121,483</u> |
| Total depreciation expenses | <u>\$ 1,799,752</u> |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4. LONG - TERM DEBT

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

| | Balance <u>July 01, 2015</u> | <u>Additions</u> | <u>Deletions</u> | Balance <u>June 30, 2016</u> | Due Within <u>One Year</u> |
|------------------------|---------------------------------|-------------------|---------------------|---------------------------------|-------------------------------|
| G.O Bonds, Series 2005 | \$ 4,115,000 | \$ | \$ 1,325,000 | \$ 2,790,000 | \$ 1,370,000 |
| Compensated Absences | <u>51,546</u> | <u>128,172</u> | <u>139,294</u> | <u>40,424</u> | <u></u> |
| Total | <u>\$ 4,166,546</u> | <u>\$ 128,172</u> | <u>\$ 1,464,294</u> | <u>\$ 2,830,424</u> | <u>\$ 1,370,000</u> |

Annual debt service for bonds payable requirements are as follows:

Due in fiscal year ending June 30:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> |
|-------------|---------------------|-------------------|
| 2017 | 1,370,000 | 81,410 |
| 2018 | <u>1,420,000</u> | <u>27,690</u> |
| | <u>\$ 2,790,000</u> | <u>\$ 109,100</u> |

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

GENERAL OBLIGATION BONDS

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 \$2,899,100 at June 30, 2016, 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 2014 through 2018. The property tax levies expire when the related bond indebtedness is repaid.

During the year ended June 30, 2016, the District recognized \$1,239,118 in property taxes pledged to retire the bonded indebtedness and retired \$1,456,953 in bond principal and interest.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN- EDUCATIONAL RETIREMENT BOARD

General Information about the Pension Plan

Plan description. ERB was created by the state's Educational Retirement Act, Section 22-11-1 through 22-11-52, NMSA 1978, as amended, to administer the New Mexico Educational Employees' Retirement Plan (Plan). The Plan is a cost-sharing, multiple employer plan established to provide retirement and disability benefits for certified teachers and other employees of the state's public schools, institutions of higher learning, and agencies providing educational programs. The Plan is a pension trust fund of the State of New Mexico. The New Mexico legislature has the authority to set or amend contribution rates. ERB issues a publicly available financial report and a comprehensive annual financial report that can be obtained at <http://www.nmerb.org>.

Benefits provided. A member's retirement benefit is determined by a formula which includes three component parts: the member's final average salary (FAS), the number of years of service credit, and a 0.0235 multiplier. The FAS is the average of the member's salaries for the last five years of service or any other consecutive five-year period, whichever is greater. A brief summary of Plan coverage provisions follows:

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

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

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

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

Retired members and surviving beneficiaries receiving benefits receive an automatic cost of living adjustment (COLA) to their benefit each July 1, beginning in the year the member attains or would have attained age 65 or on July 1 of the year following the member's retirement date, whichever is later. Prior to June 30, 2013 the COLA adjustment was equal to one-half the change in the Consumer Price Index (CPI), except that the COLA shall not exceed 4% nor be less than 2%, unless the change in CPI is less than 2%, in which case, the COLA would equal the change in the CPI, but never less than zero. As of July 1, 2013, for current and future retirees the COLA was immediately reduced until the plan is 100% funded.

The COLA reduction was based on the median retirement benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10% COLA reduction; their average COLA will be 1.8%. All other retirees will have a 20% COLA reduction; their average COLA will be 1.6%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5% COLA reduction; their average COLA will be 1.9%. All other retirees will have a 10% COLA reduction; their average will be 1.8%. Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

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

Contributions. The contribution requirements of defined benefit plan members and the Silver Consolidated School District No. 1 are established in state statute under Chapter 10, Article 11, NMSA 1978. For the fiscal year ended June 30, 2015 (and thereafter) employers contributed 13.90% of employees' gross annual salary to the Plan; participating employees earning more than \$20,000 annually contributed 10.70% of their gross salary. Employees earning \$20,000 or less contributed 7.90%. Contributions to the pension plan from the District were \$2,357,009 for the year ended June 30, 2016.

STATE OF NEW MEXICO
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NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2015. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. At June 30, 2016, the District reported a liability of \$39,416,109 for its proportionate share of the net pension liability. The District's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, the District's proportion was 0.60853% percent, which was a decrease of 0.00925 from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the District recognized pension expense of \$2,900,919. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---|--|
| Differences between expected and actual experience | \$ | \$ 730,739 |
| Changes of assumptions | 1,355,730 | |
| Net difference between projected and actual earnings on pension plan investments | | 177,422 |
| Changes in proportion and differences between District's contributions and proportionate share of contributions | 108,572 | |
| Change in proportion after reallocation of inactive employers | | 448,400 |
| District's contributions subsequent to the measurement date | <u>2,357,009</u> | <u> </u> |
| Total | <u>\$ 3,821,311</u> | <u>\$ 1,356,561</u> |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

\$2,357,009 reported as deferred outflows/inflows of resources related to pensions resulting from District contributions subsequent to the measurement date June 30, 2016, will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Year ended June 30:</u> | <u>Amount</u> |
|----------------------------|---------------------|
| 2017 | \$ 187,350 |
| 2018 | 172,730 |
| 2019 | 79,599 |
| 2020 | (547,452) |
| Rounding off | <u>32</u> |
| Total | <u>\$ (107,741)</u> |

Actuarial assumptions. As described above, the total ERB pension liability and net pension liability are based on an actuarial valuation performed as of June 30, 2015. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. The liabilities reflect the impact of Senate Bill 115, signed into law on March 29, 2013, and new assumptions adopted by the Board of Trustees on June 12, 2015. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2015. Specifically, the liabilities measured as of June 30, 2015, incorporate the following assumptions:

1. All members with an annual salary of more than \$20,000 will contribute 10.70% during the fiscal year ending June 30, 2015, and thereafter.
2. Members hired after June 30, 2013, will have an actuarially reduced retirement benefit if they retire before age 55 and their COLA will be deferred until age 67.
3. COLAs for most retirees are reduced until ERB attains a 100% funded status.
4. These assumptions were adopted by the Board on June 12, 2015, in conjunction with the six-year experience study period ending June 30, 2014, and
5. For purposes of projecting future benefits, it is assumed that the full COLA is paid in all future years.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

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

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

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan’s target asset allocation for 2015 and 2014 for 30-year return assumptions are summarized in the following table:

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

| <u>Asset Class</u> | <u>2015 Long-Term Expected Real Rate of Return</u> | <u>2014 Long-Term Expected Real Rate of Return</u> |
|-----------------------------------|--|--|
| Cash | 3.25% | 1.50% |
| Treasuries | 3.50 | 2.00 |
| IG Corp Credit | 4.75 | 3.50 |
| MBS | 3.75 | 2.25 |
| Core Bonds | 3.98 | 2.53 |
| TIPS | 4.00 | 2.50 |
| High Yield Bonds | 5.75 | 4.50 |
| Bank Loans | 6.00 | 5.00 |
| Global Bonds (Unhedged) | 2.25 | 1.25 |
| Global Bonds (Hedged) | 2.41 | 1.38 |
| EMD External | 6.00 | 5.00 |
| EMD Local Currency | 6.75 | 5.75 |
| Large Cap Equities | 7.50 | 6.25 |
| Small/Mid Cap | 7.75 | 6.25 |
| International Equities (Unhedged) | 8.00 | 7.25 |
| International Equities (Hedged) | 8.47 | 7.50 |
| Emerging International Equities | 9.25 | 9.50 |
| Private Equity | 9.50 | 8.75 |
| Private Debt | 8.00 | 8.00 |
| Private Real Assets | 7.75 | 7.75 |
| Real Estate | 6.50 | 6.25 |
| Commodities | 5.75 | 5.00 |
| Hedge Funds Low Vol | 6.75 | 5.50 |
| Hedge Funds Mod Vol | 6.75 | 5.50 |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (ERB) - (Cont'd)

Discount rate: A single discount rate of 7.75% was used to measure the total ERB pension liability as of June 30, 2015, and June 30, 2014. This single discount rate was based on the expected rate of return on pension plan investments of 7.75%. Based on the stated assumptions and the projection of cash flows, the Plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current pension plan members. Therefore the long term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The projection of cash flows used to determine this single discount rate assumed that Plan contributions will be made at the current statutory levels. Additionally, contributions received through the Alternative Retirement Plan (ARP), ERB's defined contribution plan, are included in the projection of cash flows. ARP contributions are assumed to remain at a level percentage of ERB payroll, where the percentage of payroll is based on the most recent five year contribution history. The sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2015. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

| ERB Fund Division (A) | 1% Decrease (6.75%) | Current Discount Rate (7.75%) | 1% Increase (8.75%) |
|--|------------------------|-------------------------------------|------------------------|
| District's proportionate share of the net pension liability | <u>\$ 53,037,007</u> | <u>\$ 39,416,109</u> | <u>\$ 27,973,136</u> |

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

Payables to the pension plan. The District doesn't have any amount due to the plan as on June 30, 2016.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 6. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

Plan Description

The Silver Consolidated School District No. 1 contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employers defined benefit post employment health care 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 health care plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

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

Funding Policy

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

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

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 6. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN - (CONT'D)

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plan 3, 4 or 5; municipal fire member coverage plans 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The Silver Consolidated School District No. 1 contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$339,338, \$314,759, and \$340,535 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.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

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. INTER-FUND ACTIVITY

Inter-fund balances of June 30, 2016, consisted of the following:

| <u>Due from other funds</u> | <u>Amount</u> | <u>Due to other funds</u> | <u>Amount</u> |
|-----------------------------------|---------------------|-----------------------------------|---------------------|
| Major governmental funds: | | Major governmental funds: | |
| Debt service | \$ 873,237 | General Fund | \$ 1,446 |
| | | Title I | 278,568 |
| | | Entitlement | 411,428 |
| | | Senate Bill 9 | <u>11,708</u> |
| Total major governmental funds | <u>873,237</u> | Total major governmental funds | <u>703,150</u> |
| Total nonmajor governmental funds | <u>174,173</u> | Total nonmajor governmental funds | <u>344,260</u> |
| Grand total | <u>\$ 1,047,410</u> | Grand total | <u>\$ 1,047,410</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, 2016

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 10. RESTRICTED NET POSITON

At June 30, 2016, net positions restricted for other purposes included the following balances in special revenue funds:

| | |
|-----------|-------------------|
| Medicaid | \$ 583,805 |
| Cafeteria | 110,340 |
| Other | <u>58,918</u> |
| | <u>\$ 753,063</u> |

The District reported \$3,558,957 in restricted positions, of which \$1,289,806 restricted by enabling legislation.

NOTE 11. 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 \$5,640 is available for expenditure by the governing board. This appreciation is reported in net positions of the private purpose trust fund as a part of "held in trust for scholarships and other purposes".

NOTE 12. EVALUATION OF SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 04, 2016, the date which the financial statements were available to be issued.

NOTE 13. DEFICIT FUND BALANCE

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- a. Deficit fund balances of individual funds are the following:

| <u>Fund Names</u> | <u>Amounts</u> |
|--|----------------|
| 2009 Dual credit instruction | \$ 1,113 |
| NM reads to lead | \$ 33,361 |
| 2012 GO bond student library | \$ 18,271 |
| State breakfast for elementary schools | \$ 4,556 |
| Kindergarten three plus | \$ 3,277 |
| USHHSD Pregnancy Prevention | \$ 6,174 |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 14. JOINT POWER AGREEMENT

The Town of Silver City and the District are in agreement for the monthly payments of water, electricity, phone utility bills and the maintenance of the parking lots (labor, equipment, and materials), all four baseball parks, two soccer fields, concession stand, dugouts, and restrooms. The City and the District are both responsible parties. The term of this agreement shall be three(3) years from the date of approval by Director of Finance and Administration with the proviso that it is automatically renewed for three (3) year terms thereafter unless one party gives notice of non-renewal at least (30) days before the first day of a succeeding three (3) year term.

NOTE 15. SUBSEQUENT ACCOUNTING STANDARD PRONOUNCEMENTS

In June 2015, GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, was issued. The provisions of this Statement are effective for postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for fiscal years beginning after June 15, 2016. Earlier application is encouraged. The District is still evaluating how this standard will affect the District.

In June 2015, GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, was issued. The provisions of this Statement are effective for addressing accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers for fiscal years beginning after June 15, 2017. Earlier application is encouraged. The District is still evaluating how this standard will affect the District.

In August 2015, GASB Statement No. 77, Tax Abatement Disclosures, was issued. The provisions of this Statement require governments that enter into tax abatement agreements to disclose relevant information about those agreements and is effective for fiscal years beginning after December 15, 2015. Earlier application is encouraged. The District is still evaluating how this standard will affect the District.

In December 2015, GASB Statement No. 78, Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans, was issued. The provisions of this Statement amends the scope and applicability of Statement 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plans and is effective for fiscal years beginning after December 15, 2015. The District is still evaluating how this standard will affect the District.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

In January 2016, GASB Statement No. 80, Blending Requirements for Certain Component Units—an amendment of GASB Statement No. 14, was issued. The provisions of this Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, Determining Whether Certain Organizations Are Component Units and is effective for reporting periods beginning after June 15, 2016. The District is still evaluating how this standard will affect the District.

In March 2016, GASB Statement No. 81, Irrevocable Split-Interest Agreements, was issued. The provisions of this Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party if the government controls the present service capacity of the beneficial interests. This Statement requires that a government recognize revenue when the resources become applicable to the reporting period and are effective for reporting periods beginning after December 15, 2016. The District is still evaluating how this standard will affect the District.

In March 2016, GASB Statement No. 82, Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73, was issued. The provisions of this Statement clarifies that payments that are made by an employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements should be classified as plan member contributions for purposes of Statement 67 and as employee contributions for purposes of Statement 68. It also requires that an employer's expense and expenditures for those amounts be recognized in the period for which the contribution is assessed and classified in the same manner as the employer classifies similar compensation other than pensions and is effective for reporting periods after June 15, 2016. The District is still evaluating how this standard will affect the District. In February 2015, GASB Statement No. 72 Fair Value Measurement and Application, was issued. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2016. The District is still evaluating how this pronouncement will affect the financial statements.

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTION
JUNE 30, 2016

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).

Cliff Athletics Fund - To account for Gate receipts of Cliff High School.

Pre-School/Discretionary/Entitlement – 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).

NM Autism - Funded through IDEA-B for training for the teachers of Autistic students.

Education of Homeless – 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).

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

Idea B Risk Pool - To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children.

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.

IDEA-B Result Plan - These funds are awarded to non-Title I Schools with a grade of D or F and are intended to improve growth rates in the areas of reading and math for students with disabilities.

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).

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTION
JUNE 30, 2016

SPECIAL REVENUE FUNDS - (CONT'D)

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 to the school curriculum 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 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).

USDA 2010 Equipment Assistance Prog. Fund - 2015 Agriculture Appropriations Act to State agencies that will competitively award equipment assistance grants to eligible school food authorities (SFAs) participating in the National School Lunch Program (NSLP). These funds will allow SFAs to purchase equipment to serve healthier meals that meet the updated meal patterns, with emphasis on more fruits and vegetables in school meals, improve food safety, and expand access.

USHHS D Pregnancy Prevention Fund - To account for the grant sponsored by the Department of Health and Human Services for programs to educate students on pregnancy prevention.

Preschool Stimulus - IDEA-B Stimulus award for the Special Education Preschool funding from around 2010-11

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).

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.

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

State Equalization Stimulus - Education stabilization funds are used to restore state funding to public schools and higher education institutions.

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

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.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS DESCRIPTION
JUNE 30, 2016

SPECIAL REVENUE FUNDS - (CONT'D)

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

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

NM Reads To Lead K-3 Fund - Grants to provide an overarching goal of increasing student achievement in grades K-3 to ensure that all students are proficient in reading before entering fourth grade.

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 account for in this fund are received from the State of New Mexico. The authority 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).

Kindergarten 3 Plus Pre-K Initiative – Fund used to account for federal resources administered the New Mexico State Department of Education to provide for the special education needs 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).

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

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

Elementary Breakfast - To implement Breakfast in the Classroom for elementary schools.

Grown Fresh Fruit And Vegetables - Appropriations through the General Appropriations Act to distribute funding to school districts for the purchase of New Mexico Fresh grown fruits and vegetables for school meal programs.

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).

CAPITAL PROJECT FUNDS

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

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|--|-----------------------|---------------------|--------------------------|
| | 21000- Cafeteria | 22000- Athletics | 22007-Cliff Athletics |
| ASSETS | | | |
| Cash & investments | \$ 48,707 | \$ 24,642 | \$ 1,168 |
| Inventory | 15,105 | | |
| Interfund receivable | | | |
| Due from other governments | 54,022 | | |
| Total assets | 117,834 | 24,642 | 1,168 |
| LIABILITIES | | | |
| Accounts payable | 7,494 | 253 | |
| Interfund payable | | | |
| Total liabilities | 7,494 | 253 | 0 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | 15,105 | | |
| Restricted for: | | | |
| Education | | 24,389 | 1,168 |
| Food Service | 95,235 | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | 110,340 | 24,389 | 1,168 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 117,834 | \$ 24,642 | \$ 1,168 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|-------------------------------|----------------------------|---------------------|
| | 24107-Idea B Discretionary | 24108-NM Autism Project | 24109- Preschool |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | |
| Due from other governments | 1,474 | 2,838 | 9,661 |
| Total assets | 1,474 | 2,838 | 9,661 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | 1,474 | 2,838 | 9,661 |
| Total liabilities | 1,474 | 2,838 | 9,661 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | 0 | 0 | 0 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 1,474 | \$ 2,838 | \$ 9,661 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|--------------------------------|-------------------------------------|--------------------------------|
| | 24113-Education of Homeless | 24118-Fresh Fruit and Vegetables | 24120-Idea-B Risk Pool Fund |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | |
| Due from other governments | 1,827 | 14,144 | 5,526 |
| Total assets | 1,827 | 14,144 | 5,526 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | 1 | 14,144 | 5,526 |
| Total liabilities | 1 | 14,144 | 5,526 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | 1,826 | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | 1,826 | 0 | 0 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 1,827 | \$ 14,144 | \$ 5,526 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|--------------------------|--------------------------------|-----------------------------------|
| | 24126-Learn and Serve | 24129-Partners in Education | 24132-IDEA-B Results Plan Fund |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | |
| Due from other governments | <u>14,636</u> | <u>3,474</u> | <u>7,945</u> |
| Total assets | <u>14,636</u> | <u>3,474</u> | <u>7,945</u> |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | <u>14,636</u> | <u>3,474</u> | <u>7,945</u> |
| Total liabilities | <u>14,636</u> | <u>3,474</u> | <u>7,945</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | <u>0</u> | <u>0</u> | <u>0</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | <u>0</u> | <u>0</u> | <u>0</u> |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 14,636</u> | <u>\$ 3,474</u> | <u>\$ 7,945</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | <u>Special Revenue Funds</u> | | |
|---|--|---|-----------------------------------|
| | <u>24149- Competitive Title II</u> | <u>24153-English Language Acquisition</u> | <u>24154-Teacher Training</u> |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | 1,576 | | |
| Due from other governments | | 39 | 112,764 |
| Total assets | <u>1,576</u> | <u>39</u> | <u>112,764</u> |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | 39 | 112,764 |
| Total liabilities | <u>0</u> | <u>39</u> | <u>112,764</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | 1,576 | | |
| Total deferred inflows of resources | <u>1,576</u> | <u>0</u> | <u>0</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | <u>0</u> | <u>0</u> | <u>0</u> |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 1,576</u> | <u>\$ 39</u> | <u>\$ 112,764</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|--|--------------------------|---|
| | 24157-Safe and Drug Free Schools | 24160-Rural Education | 24183-USDA 2010 Equipment Assistance Prog |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | |
| Due from other governments | 1,226 | 20,909 | |
| Total assets | 1,226 | 20,909 | 0 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | 1,226 | 20,909 | |
| Total liabilities | 1,226 | 20,909 | 0 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | 0 | 0 | 0 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 1,226 | \$ 20,909 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|--|---------------------------------|-----------------------------------|
| | 24184-USHSD Pregnancy Prevention | 24209- Preschool Stimulus | 25146-Safe Routes to School |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ 1,318 |
| Inventory | | | |
| Interfund receivable | | 38 | |
| Due from other governments | | | |
| Total assets | 0 | 38 | 1,318 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | | |
| Total liabilities | 0 | 0 | 0 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | 6,174 | 38 | 1,318 |
| Total deferred inflows of resources | 6,174 | 38 | 1,318 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | (6,174) | | |
| Total fund balance | (6,174) | 0 | 0 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 0 | \$ 38 | \$ 1,318 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | <u>Special Revenue Funds</u> | | |
|---|------------------------------|--|------------------------------------|
| | <u>25153- Medicaid</u> | <u>25250-State Equalization Stimulus</u> | <u>25372-TANF Kindergarten</u> |
| ASSETS | | | |
| Cash & investments | \$ 503,619 | \$ 1,795 | \$ 441 |
| Inventory | | | |
| Interfund receivable | 142,948 | | |
| Due from other governments | | | |
| Total assets | <u>646,567</u> | <u>1,795</u> | <u>441</u> |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | | |
| Total liabilities | <u>0</u> | <u>0</u> | <u>0</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | <u>62,762</u> | <u>1,795</u> | |
| Total deferred inflows of resources | <u>62,762</u> | <u>1,795</u> | <u>0</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | 441 |
| Food Service | | | |
| Social Service | 583,805 | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | <u>583,805</u> | <u>0</u> | <u>441</u> |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 646,567</u> | <u>\$ 1,795</u> | <u>\$ 441</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|-------------------------------|------------------------|--|
| | 25376- Community Health | 27101-REC Operating | 27103-2009 Dual Credit Instruction |
| ASSETS | | | |
| Cash & investments | \$ 1,483 | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | |
| Due from other governments | | 11,190 | 1 |
| Total assets | 1,483 | 11,190 | 1 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | 11,190 | 1,114 |
| Total liabilities | 0 | 11,190 | 1,114 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | 1,483 | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | (1,113) |
| Total fund balance | 1,483 | 0 | (1,113) |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 1,483 | \$ 11,190 | \$ 1 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|-----------------------|---|--|
| | 27105-2008 GO Bond | 27106-2010 GO Bonds Student Library | 27107-2012 GO Bond Student Library |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | 11,166 | | |
| Due from other governments | | 13,246 | 13,196 |
| Total assets | 11,166 | 13,246 | 13,196 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | 13,246 | 31,467 |
| Total liabilities | 0 | 13,246 | 31,467 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | 11,166 | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | (18,271) |
| Total fund balance | 11,166 | 0 | (18,271) |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 11,166 | \$ 13,246 | \$ 13,196 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|-------------------------------|-------------------------------------|--|
| | 27114-NM Reads To Leads | 27117-PED: Tech For Education | 27138-Incentives for School Improvements |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | 11,825 | |
| Due from other governments | | | 24,637 |
| Total assets | 0 | 11,825 | 24,637 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | 33,361 | | 24,637 |
| Total liabilities | 33,361 | 0 | 24,637 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | 11,825 | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | (33,361) | | |
| Total fund balance | (33,361) | 11,825 | 0 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 0 | \$ 11,825 | \$ 24,637 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|---------------------------------------|-------------------------------------|---------------------------|
| | 27140-Family and Youth Resource | 27145-Library SB 301 GO Bonds | 27149-Pre-K Initiative |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | 1 |
| Due from other governments | <u>13,368</u> | <u>1,944</u> | <u> </u> |
| Total assets | <u>13,368</u> | <u>1,944</u> | <u>1</u> |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | <u>13,368</u> | <u>1,944</u> | <u> </u> |
| Total liabilities | <u>13,368</u> | <u>1,944</u> | <u>0</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | <u> </u> | <u> </u> | <u> </u> |
| Total deferred inflows of resources | <u>0</u> | <u>0</u> | <u>0</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | 1 |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | <u> </u> | <u> </u> | <u> </u> |
| Total fund balance | <u>0</u> | <u>0</u> | <u>1</u> |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 13,368</u> | <u>\$ 1,944</u> | <u>\$ 1</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|--------------------------------|--|--------------------------------------|
| | 27154- Teacher Mentoring | 27155-State Breakfast for Elementary Schools | 27166- Kindergarten Three Plus |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | 6,428 | | |
| Due from other governments | | | |
| Total assets | 6,428 | 0 | 0 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | | 4,556 | 3,277 |
| Total liabilities | 0 | 4,556 | 3,277 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | 6,428 | | |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | (4,556) | (3,277) |
| Total fund balance | 6,428 | (4,556) | (3,277) |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 6,428 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | Special Revenue Funds | | |
|---|---------------------------|--|-----------------------------|
| | 27170-Library GO Bonds | 27183-Grown Fresh Fruit And Vegetables | 27549-2008 Library Books |
| ASSETS | | | |
| Cash & investments | \$ | \$ | \$ |
| Inventory | | | |
| Interfund receivable | | | 191 |
| Due from other governments | 10,116 | | |
| Total assets | 10,116 | 0 | 191 |
| LIABILITIES | | | |
| Accounts payable | | | |
| Interfund payable | 10,116 | | |
| Total liabilities | 10,116 | 0 | 0 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | |
| Total deferred inflows of resources | 0 | 0 | 0 |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | |
| Restricted for: | | | |
| Education | | | 191 |
| Food Service | | | |
| Social Service | | | |
| Capital Projects | | | |
| Unassigned | | | |
| Total fund balance | 0 | 0 | 191 |
| Total liabilities, deferred inflows of resources, and fund balance | \$ 10,116 | \$ 0 | \$ 191 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016

| | <u>Special Revenue Funds</u> | <u>Capital Projects Fund</u> | |
|---|----------------------------------|---|---------------------|
| | 28184- <u>NMEMNRD</u> | 31400-State Special <u>Capital Outlay</u> | <u>Total</u> |
| ASSETS | | | |
| Cash & investments | \$ | \$ 24,935 | \$ 608,108 |
| Inventory | | | 15,105 |
| Interfund receivable | | | 174,173 |
| Due from other governments | <u>1,347</u> | | <u>339,530</u> |
| Total assets | <u>1,347</u> | <u>24,935</u> | <u>1,136,916</u> |
| LIABILITIES | | | |
| Accounts payable | | | 7,747 |
| Interfund payable | <u>1,347</u> | | <u>344,260</u> |
| Total liabilities | <u>1,347</u> | <u>0</u> | <u>352,007</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | | | <u>73,663</u> |
| Total deferred inflows of resources | <u>0</u> | <u>0</u> | <u>73,663</u> |
| FUND BALANCES | | | |
| Non-spendable: | | | |
| Inventories | | | 15,105 |
| Restricted for: | | | |
| Education | | | 58,918 |
| Food Service | | | 95,235 |
| Social Service | | | 583,805 |
| Capital Projects | | 24,935 | 24,935 |
| Unassigned | | | <u>(66,752)</u> |
| Total fund balance | <u>0</u> | <u>24,935</u> | <u>711,246</u> |
| Total liabilities, deferred inflows of resources, and fund balance | <u>\$ 1,347</u> | <u>\$ 24,935</u> | <u>\$ 1,136,916</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-----------------------|---------------------|--------------------------|
| | 21000- Cafeteria | 22000- Athletics | 22007-Cliff Athletics |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | 55,948 | 55,530 | 13,536 |
| State aid | | | |
| Federal aid | 1,012,368 | | |
| Miscellaneous | 1,475 | | |
| <i>Total revenue</i> | 1,069,791 | 55,530 | 13,536 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | 57,293 | 14,264 |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | 1,209,004 | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 1,209,004 | 57,293 | 14,264 |
| Net changes in fund balance | (139,213) | (1,763) | (728) |
| Fund balances - beginning of the year | 249,553 | 26,152 | 1,896 |
| Fund balances - end of the year | \$ 110,340 | \$ 24,389 | \$ 1,168 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-------------------------------|----------------------------|---------------------|
| | 24107-Idea B Discretionary | 24108-NM Autism Project | 24109- Preschool |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | 3,963 | 22,524 |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 3,963 | 22,524 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | 3,796 | 21,877 |
| Support services - students | | | |
| Support services - instruction | | 167 | |
| General administration | | | 647 |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 3,963 | 22,524 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 0 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|--------------------------------|--|-----------------------------------|
| | 24113-Education of Homeless | 24118-Fresh Fruit and Vegetables | 24120-Idea-B Risk Pool Fund |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | 51,956 | 558 |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 51,956 | 558 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 558 |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | 51,956 | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 51,956 | 558 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 1,826 | 0 | 0 |
| Fund balances - end of the year | \$ 1,826 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|--------------------------|--------------------------------|---------------------------------------|
| | 24126-Learn and Serve | 24129-Partners in Education | 24132-IDEA- B Results Plan Fund |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | | 19,999 |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 0 | 19,999 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 19,936 |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | 63 |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 19,999 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 0 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-----------------------------------|--|---------------------------|
| | 24149- Competitive Title II | 24153-English Language Acquisition | 24154-Teacher Training |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | | 184,584 |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 0 | 184,584 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 180,206 |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | 4,378 |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 184,584 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 0 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|--|--------------------------|---|
| | 24157-Safe and Drug Free Schools | 24160-Rural Education | 24183-USDA 2010 Equipment Assistance Prog |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | 47,673 | 13,060 |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 47,673 | 13,060 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | 46,217 | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | 1,456 | |
| School administration | | | |
| Food services | | | 13,060 |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 47,673 | 13,060 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 0 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|---|---------------------------------|-----------------------------------|
| | 24184-USHHSD Pregnancy Prevention | 24209- Preschool Stimulus | 25146-Safe Routes to School |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 0 | 0 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | (6,174) | 0 | 0 |
| Fund balances - end of the year | \$ (6,174) | \$ 0 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-----------------------|---|----------------------------|
| | 25153- Medicaid | 25250-State Equalization Stimulus | 25372-TANF Kindergarten |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | 250,137 | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 250,137 | 0 | 0 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | 250,136 | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 250,136 | 0 | 0 |
| Net changes in fund balance | 1 | 0 | 0 |
| Fund balances - beginning of the year | 583,804 | 0 | 441 |
| Fund balances - end of the year | \$ 583,805 | \$ 0 | \$ 441 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-------------------------------|------------------------|--|
| | 25376- Community Health | 27101-REC Operating | 27103-2009 Dual Credit Instruction |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | 14,131 |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 0 | 14,131 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 8,342 |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 8,342 |
| Net changes in fund balance | 0 | 0 | 5,789 |
| Fund balances - beginning of the year | 1,483 | 0 | (6,902) |
| Fund balances - end of the year | \$ 1,483 | \$ 0 | \$ (1,113) |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-----------------------|---|--|
| | 27105-2008 GO Bond | 27106-2010 GO Bonds Student Library | 27107-2012 GO Bond Student Library |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | 12,215 |
| Federal aid | | | |
| Miscellaneous | | | 11 |
| <i>Total revenue</i> | 0 | 0 | 12,226 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | | | |
| Support services - instruction | | | 18,457 |
| General administration | | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 18,457 |
| Net changes in fund balance | 0 | 0 | (6,231) |
| Fund balances - beginning of the year | 11,166 | 0 | (12,040) |
| Fund balances - end of the year | \$ 11,166 | \$ 0 | \$ (18,271) |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|-------------------------------|-------------------------------------|--|
| | 27114-NM Reads To Leads | 27117-PED: Tech For Education | 27138-Incentives for School Improvements |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | 111,540 | | |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 111,540 | 0 | 0 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | 105,659 | | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | 3,328 | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 108,987 | 0 | 0 |
| Net changes in fund balance | 2,553 | 0 | 0 |
| Fund balances - beginning of the year | (35,914) | 11,825 | 0 |
| Fund balances - end of the year | \$ (33,361) | \$ 11,825 | \$ 0 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|---------------------------------------|-------------------------------------|---------------------------|
| | 27140-Family and Youth Resource | 27145-Library SB 301 GO Bonds | 27149-Pre-K Initiative |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | | |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 0 | 0 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 1 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 1 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|----------------------------|--|--------------------------------------|
| | 27154-Teacher Mentoring | 27155-State Breakfast for Elementary Schools | 27166- Kindergarten Three Plus |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | 42,823 | 10,848 |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 42,823 | 10,848 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | 42,928 | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 42,928 | 0 |
| Net changes in fund balance | 0 | (105) | 10,848 |
| Fund balances - beginning of the year | 6,428 | (4,451) | (14,125) |
| Fund balances - end of the year | \$ 6,428 | \$ (4,556) | \$ (3,277) |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue Funds | | |
|---------------------------------------|---------------------------|--|-----------------------------|
| | 27170-Library GO Bonds | 27183-Grown Fresh Fruit And Vegetables | 27549-2008 Library Books |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | |
| State aid | | 1,601 | |
| Federal aid | | | |
| Miscellaneous | | | |
| <i>Total revenue</i> | 0 | 1,601 | 0 |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | |
| Support services - students | | | |
| Support services - instruction | | | |
| General administration | | | |
| School administration | | | |
| Food services | | 1,601 | |
| Capital outlay | | | |
| <i>Total expenditures</i> | 0 | 1,601 | 0 |
| Net changes in fund balance | 0 | 0 | 0 |
| Fund balances - beginning of the year | 0 | 0 | 191 |
| Fund balances - end of the year | \$ 0 | \$ 0 | \$ 191 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Special Revenue Funds</u> | <u>Capital Projects Fund</u> | |
|---------------------------------------|----------------------------------|--|-------------------|
| | 28184- NMEMNRD | 31400-State Special Capital Outlay | <u>Total</u> |
| REVENUES: | | | |
| Property taxes | \$ | \$ | \$ |
| Fees and charges | | | 125,014 |
| State aid | | | 193,158 |
| Federal aid | | | 1,606,822 |
| Miscellaneous | | | 1,486 |
| | <u>0</u> | <u>0</u> | <u>1,926,480</u> |
| <i>Total revenue</i> | | | |
| EXPENDITURES: | | | |
| Current: | | | |
| Instruction | | | 458,148 |
| Support services - students | | | 250,136 |
| Support services - instruction | | | 18,624 |
| General administration | | | 9,809 |
| School administration | | | 63 |
| Food services | | | 1,318,549 |
| Capital outlay | | | |
| | <u>0</u> | <u>0</u> | <u>2,055,329</u> |
| <i>Total expenditures</i> | | | |
| Net changes in fund balance | 0 | 0 | (128,849) |
| Fund balances - beginning of the year | <u>0</u> | <u>24,935</u> | <u>840,095</u> |
| Fund balances - end of the year | <u>\$ 0</u> | <u>\$ 24,935</u> | <u>\$ 711,246</u> |

The accompanying notes are an integral part of these financial statements

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY
BASIS) AND ACTUAL**

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- CAFETERIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|--------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 1,547,143 | \$ 1,547,143 | \$ 1,110,685 | \$ (436,458) |
| Local Sources | <u>44,000</u> | <u>44,000</u> | <u>57,423</u> | <u>13,423</u> |
| <i>Total revenues</i> | <u>1,591,143</u> | <u>1,591,143</u> | <u>1,168,108</u> | <u>(423,035)</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Food services | <u>1,591,143</u> | <u>1,591,143</u> | <u>1,220,273</u> | <u>370,870</u> |
| <i>Total expenditures</i> | <u>1,591,143</u> | <u>1,591,143</u> | <u>1,220,273</u> | <u>370,870</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | (52,165) | (52,165) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>249,553</u> | <u>249,553</u> |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 197,388</u> | <u>\$ 197,388</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (139,213) | |
| Revenue accruals (net) | | | 98,317 | |
| Expenditure accruals (net) | | | (11,269) | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ (52,165)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-ATHLETICS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|------------|-------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| Local Sources | \$ 152,314 | \$ 152,314 | \$ 55,530 | \$ (96,784) |
| <i>Total revenues</i> | 152,314 | 152,314 | 55,530 | (96,784) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 174,872 | 154,872 | 57,293 | 97,579 |
| <i>Total expenditures</i> | 174,872 | 154,872 | 57,293 | 97,579 |
| <i>Net changes in fund balances</i> | (22,558) | (2,558) | (1,763) | 795 |
| <i>Beginning cash balance budgeted</i> | 22,558 | 2,558 | 0 | (2,558) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 26,152 | 26,152 |
| <i>Fund balances - end of year</i> | 0 | 0 | 24,389 | 24,389 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (1,763) | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (1,763) | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**SPECIAL REVENUE FUND-CLIFF ATHLETICS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-----------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Local Sources | \$ 13,536 | \$ 13,536 | \$ 13,536 | \$ |
| <i>Total revenues</i> | 13,536 | 13,536 | 13,536 | 0 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | | 20,000 | 14,264 | 5,736 |
| <i>Total expenditures</i> | 0 | 20,000 | 14,264 | 5,736 |
| <i>Net changes in fund balances</i> | 13,536 | (6,464) | (728) | 5,736 |
| <i>Beginning cash balance budgeted</i> | 0 | 6,464 | 0 | (6,464) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 1,896 | 1,896 |
| <i>Fund balances - end of year</i> | \$ 13,536 | \$ 0 | \$ 1,168 | \$ 1,168 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (728) | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (728) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-IDEA B DISCRETIONARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|-----------------|-----------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-NEW MEXICO AUTISM PROJECT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|------------|------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ _____ | \$ 6,890 | \$ 1,265 | \$ (5,625) |
| <i>Total revenues</i> | 0 | 6,890 | 1,265 | (5,625) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | | 6,640 | 3,796 | 2,844 |
| Support Services - Instruction | | 250 | 167 | 83 |
| <i>Total expenditures</i> | 0 | 6,890 | 3,963 | 2,927 |
| <i>Net changes in fund balances</i> | 0 | 0 | (2,698) | (2,698) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ (2,698) | \$ (2,698) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 1,265 | |
| Expenditure accruals (net) | | | (3,963) | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (2,698) | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

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

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|------------|------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 21,448 | \$ 22,524 | \$ 19,156 | \$ (3,368) |
| <i>Total revenues</i> | 21,448 | 22,524 | 19,156 | (3,368) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 20,835 | 21,877 | 21,877 | |
| Support Services-General administration | 613 | 647 | 647 | |
| <i>Total expenditures</i> | 21,448 | 22,524 | 22,524 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | (3,368) | (3,368) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ (3,368) | \$ (3,368) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | (3,368) | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (3,368) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-EDUCATION OF HOMELESS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|----------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ _____ | \$ _____ | \$ _____ | \$ _____ |
| <i>Total revenues</i> | 0 | 0 | 0 | 0 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | _____ | _____ | _____ | _____ |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | | | | |
| <i>Fund balances - beginning of year</i> | _____ | _____ | 1,826 | 1,826 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 1,826 | \$ 1,826 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- FRESH FRUIT AND VEGETABLES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|----------------------|------------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ <u> </u> | \$ <u>52,888</u> | \$ <u>55,471</u> | \$ <u>2,583</u> |
| <i>Total revenues</i> | <u>0</u> | <u>52,888</u> | <u>55,471</u> | <u>2,583</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Food services | <u>0</u> | <u>52,888</u> | <u>51,956</u> | <u>932</u> |
| <i>Total expenditures</i> | <u>0</u> | <u>52,888</u> | <u>51,956</u> | <u>932</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 3,515 | 3,515 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>3,515</u></u> | <u><u>3,515</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 3,515 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>3,515</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|--------------|--------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ _____ | \$ _____ 588 | \$ _____ 672 | \$ _____ 84 |
| <i>Total revenues</i> | 0 | 588 | 672 | 84 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | _____ | _____ 588 | _____ 558 | _____ 30 |
| <i>Total expenditures</i> | 0 | 588 | 558 | 30 |
| <i>Net changes in fund balances</i> | 0 | 0 | 114 | 114 |
| <i>Fund balances - beginning of year</i> | _____ 0 | _____ 0 | _____ 0 | _____ 0 |
| <i>Fund balances - end of year</i> | \$ _____ 0 | \$ _____ 0 | \$ _____ 114 | \$ _____ 114 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 114 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 114 | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**SPECIAL REVENUE FUND- LEARN AND SERVE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|--------------------|--------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-PARTNERS IN EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-IDEA B RESULT PLAN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|--------------------------|--------------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 20,000 | \$ 20,000 | \$ 12,054 | \$ (7,946) |
| <i>Total revenues</i> | <u>\$ 20,000</u> | <u>\$ 20,000</u> | <u>\$ 12,054</u> | <u>\$ (7,946)</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>20,000</u> | <u>20,000</u> | <u>19,999</u> | <u>1</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | (7,945) | (7,945) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ (7,945)</u></u> | <u><u>\$ (7,945)</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | (7,945) | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ (7,945)</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- COMPETITIVE TITLE II
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-ENGLISH LANGUAGE ACQUISITION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- TEACHER TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-------------|-------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 138,992 | \$ 184,584 | \$ 123,753 | \$ (60,831) |
| <i>Total revenues</i> | 138,992 | 184,584 | 123,753 | (60,831) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 134,614 | 180,206 | 180,206 | |
| Support Services-General administration | 4,378 | 4,378 | 4,378 | |
| <i>Total expenditures</i> | 138,992 | 184,584 | 184,584 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | (60,831) | (60,831) |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ (60,831) | \$ (60,831) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | (60,831) | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (60,831) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- SAFE AND DRUG- FREE SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-------------|-------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 0</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- RURAL EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|-------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| Federal sources | \$ 47,906 | \$ 47,906 | \$ 42,013 | \$ (5,893) |
| <i>Total revenues</i> | <u>47,906</u> | <u>47,906</u> | <u>42,013</u> | <u>(5,893)</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 46,397 | 46,397 | 46,217 | 180 |
| Support Services-General administration | <u>1,509</u> | <u>1,509</u> | <u>1,456</u> | <u>53</u> |
| <i>Total expenditures</i> | <u>47,906</u> | <u>47,906</u> | <u>47,673</u> | <u>233</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | (5,660) | (5,660) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ (5,660)</u> | <u>\$ (5,660)</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | (5,660) | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ (5,660)</u> | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND-USDA 2010
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|------------------|------------------|----------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| Federal Sources | \$ _____ | \$ <u>13,060</u> | \$ <u>13,060</u> | \$ _____ |
| <i>Total revenues</i> | <u>0</u> | <u>13,060</u> | <u>13,060</u> | <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Food Services Operations | _____ | <u>13,060</u> | <u>13,060</u> | _____ |
| <i>Total expenditures</i> | <u>0</u> | <u>13,060</u> | <u>13,060</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-USHHSD PREGNANCY PREVENTION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|----------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| Federal Sources | \$ _____ | \$ _____ | \$ 6,174 | \$ 6,174 |
| <i>Total revenues</i> | 0 | 0 | 6,174 | 6,174 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Support Services-Students | _____ | _____ | _____ | _____ |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 6,174 | 6,174 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | (6,174) | (6,174) |
| <i>Fund balances - end of year</i> | 0 | 0 | 0 | 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 6,174 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 6,174 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-PRESCHOOL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - SAFE ROUTES TO SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND - MEDICAID
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS BALANCE -
BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|--|--------------------|----------------|------------------|----------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| Federal grants | \$ 248,829 | \$ 248,829 | \$ 284,908 | \$ 36,079 |
| <i>Total revenues</i> | <u>248,829</u> | <u>248,829</u> | <u>284,908</u> | <u>36,079</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Support services-Students | 255,030 | 255,030 | 250,137 | 4,893 |
| <i>Total expenditures</i> | <u>255,030</u> | <u>255,030</u> | <u>250,137</u> | <u>4,893</u> |
| <i>Net changes in fund balances</i> | (6,201) | (6,201) | 34,771 | 40,972 |
| <i>Beginning cash balance budgeted</i> | 6,201 | 6,201 | 0 | (6,201) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>583,804</u> | <u>583,804</u> |
| <i>Fund balances - end of year</i> | <u>0</u> | <u>0</u> | <u>618,575</u> | <u>618,575</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 1 | |
| Revenue accruals (net) | | | 34,771 | |
| Expenditure accruals (net) | | | (1) | |
| Other Financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON-GAAP budgetary basis | | | <u>\$ 34,771</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - STATE EQUALIZATION STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- TANF- KINDERGARTEN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|---------------|---------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 441 | 441 |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 441</u> | <u>\$ 441</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 0</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - COMMUNITY HEALTH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 1,483 | 1,483 |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 1,483</u> | <u>\$ 1,483</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 0</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- REC OPERATING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|-------------|-------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 0</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- 2009 DUAL CREDIT INSTRUCTION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|-----------|----------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ | 8,504 | \$ 14,131 | \$ 5,627 |
| <i>Total revenues</i> | 0 | 8,504 | 14,131 | 5,627 |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | | 8,504 | 8,342 | 162 |
| <i>Total expenditures</i> | 0 | 8,504 | 8,342 | 162 |
| <i>Net changes in fund balances</i> | 0 | 0 | 5,789 | 5,789 |
| <i>Fund balances - beginning of year</i> | 30 | 0 | (6,902) | (6,902) |
| <i>Fund balances - end of year</i> | 30 | 0 | (1,113) | (1,113) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 5,789 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 5,789 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND-2008 GO BOND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|-------------------------|-------------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>11,166</u> | <u>11,166</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 11,166</u></u> | <u><u>\$ 11,166</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- 2010 GO BOND STUDENT LIBRARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - 2012 GO BOND STUDENT LIBRARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|---------------------------|---------------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ 34,753 | \$ 34,753 | \$ 12,215 | \$ (22,538) |
| Local Sources | <u>13,159</u> | <u>18,458</u> | <u>11</u> | <u>(18,447)</u> |
| <i>Total revenues</i> | <u>47,912</u> | <u>53,211</u> | <u>12,226</u> | <u>(40,985)</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Support services-Instruction | <u>47,912</u> | <u>53,211</u> | <u>18,458</u> | <u>34,753</u> |
| <i>Total expenditures</i> | <u>47,912</u> | <u>53,211</u> | <u>18,458</u> | <u>34,753</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | (6,232) | (6,232) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>(12,040)</u> | <u>(12,040)</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ (18,272)</u></u> | <u><u>\$ (18,272)</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (6,231) | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | (1) | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ (6,232)</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - NM READS TO LEADS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-------------|-------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ 130,000 | \$ 130,000 | \$ 111,540 | \$ (18,460) |
| <i>Total revenues</i> | 130,000 | 130,000 | 111,540 | (18,460) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Instruction | 125,905 | 125,905 | 105,658 | 20,247 |
| Support services General Administration | 4,095 | 4,095 | 3,328 | 767 |
| <i>Total expenditures</i> | 130,000 | 130,000 | 108,986 | 21,014 |
| <i>Net changes in fund balances</i> | 0 | 0 | 2,554 | 2,554 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | (35,914) | (35,914) |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ (33,360) | \$ (33,360) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 2,553 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 1 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 2,554 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- PED: TECH FOR EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|-------------------------|-------------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>11,825</u> | <u>11,825</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 11,825</u></u> | <u><u>\$ 11,825</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- INCENTIVES FOR SCHOOL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL(NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|-------------|-------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 0</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND - FAMILY AND YOUTH RESOURCES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|--------------------|--------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- LIBRARY SB 301 GO BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- PRE-K INITIATIVE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | 0 | 0 | 0 | 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 1 | 1 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 1 | \$ 1 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- TEACHER MENTORING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|------------------------|------------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>6,428</u> | <u>6,428</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 6,428</u></u> | <u><u>\$ 6,428</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND - STATE BREAKFAST FOR ELEMENTARY SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|-----------|-------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ | 65,498 | \$ 42,823 | \$ (22,675) |
| <i>Total revenues</i> | 0 | 65,498 | 42,823 | (22,675) |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Food services | 65,498 | 65,498 | 42,928 | 22,570 |
| <i>Total expenditures</i> | 65,498 | 65,498 | 42,928 | 22,570 |
| <i>Net changes in fund balances</i> | (65,498) | 0 | (105) | (105) |
| <i>Beginning cash balance budgeted</i> | 65,498 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | (4,451) | (4,451) |
| <i>Fund balances - end of year</i> | 0 | 0 | (4,556) | (4,556) |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (105) | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ (105) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- KINDERGARTEN THREE PLUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|-------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ _____ | \$ _____ | \$ 10,848 | \$ 10,848 |
| <i>Total revenues</i> | <u>0</u> | <u>0</u> | <u>10,848</u> | <u>10,848</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 10,848 | 10,848 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>(14,125)</u> | <u>(14,125)</u> |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ (3,277)</u> | <u>\$ (3,277)</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 10,848 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 10,848</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
REVENUE FUND - LIBRARY GO BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|--------------------|-----------------|--------|----------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | 0 | 0 | 0 | 0 |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND-NM GROWN FRESH FRUIT AND VEGETABLES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|-----------------|----------|------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| State Sources | \$ | 3,102 | \$ 1,601 | \$ (1,501) |
| <i>Total revenues</i> | \$ | 0 | \$ 1,601 | \$ (1,501) |
| <i>EXPENDITURES:</i> | | | | |
| General administration | | | | |
| Food Services | | 3,102 | 1,601 | 1,501 |
| <i>Total expenditures</i> | | 0 | 1,601 | 1,501 |
| <i>Net changes in fund balances</i> | | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | | 0 | 0 | 0 |
| <i>Fund balances - end of year</i> | \$ | 0 | \$ 0 | \$ 0 |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | 0 | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | \$ 0 | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

SPECIAL REVENUE FUND- 2008 LIBRARY BOOKS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|----------------------|----------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>191</u> | <u>191</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 191</u></u> | <u><u>\$ 191</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SPECIAL REVENUE FUND- NMEMNRD
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|--------------------|--------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
CAPITAL PROJECT FUND- STATE SPECIAL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|-------------------------|-------------------------|
| | Original Budget | Final Budget | | |
| <i>REVENUES:</i> | | | | |
| <i>Total revenues</i> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> | \$ <u>0</u> |
| <i>EXPENDITURES:</i> | | | | |
| <i>Total expenditures</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net changes in fund balances</i> | 0 | 0 | 0 | 0 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>24,935</u> | <u>24,935</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 24,935</u></u> | <u><u>\$ 24,935</u></u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 0 | |
| Revenue accruals (net) | | | 0 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u><u>\$ 0</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
CAPITAL PROJECT FUND- CAPITAL IMPROVEMENTS HB 133
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|-------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| Local sources | \$ <u>753,844</u> | \$ <u>753,844</u> | \$ <u>753,272</u> | \$ <u>(572)</u> |
| <i>Total revenues</i> | <u>753,844</u> | <u>753,844</u> | <u>753,272</u> | <u>(572)</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| General administration | 8,000 | 8,000 | 7,533 | 467 |
| Capital outlay | <u>564,292</u> | <u>564,292</u> | <u>467,862</u> | <u>96,430</u> |
| <i>Total expenditures</i> | <u>572,292</u> | <u>572,292</u> | <u>475,395</u> | <u>96,897</u> |
| <i>Net changes in fund balances</i> | 181,552 | 181,552 | 277,877 | 96,325 |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>338,624</u> | <u>338,624</u> |
| <i>Fund balances - end of year</i> | <u>\$ 181,552</u> | <u>\$ 181,552</u> | <u>\$ 616,501</u> | <u>\$ 434,949</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ 113,603 | |
| Revenue accruals (net) | | | 15,794 | |
| Expenditure accruals (net) | | | 148,480 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ 277,877</u> | |

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1**

**CAPITAL PROJECT FUND - SENATE BILL 9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUNDS BALANCE -
BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | | |
|--|--------------------|--------------------|--------------------------|--------------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>REVENUES:</i> | | | | |
| State sources | \$ | \$ 74,067 | \$ 249,557 | \$ 175,490 |
| Local sources | <u>1,224,359</u> | <u>1,224,359</u> | <u>1,211,132</u> | <u>(13,227)</u> |
| <i>Total revenues</i> | <u>1,224,359</u> | <u>1,298,426</u> | <u>1,460,689</u> | <u>162,263</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Support Services-General administration | 10,000 | 10,000 | 9,572 | 428 |
| Capital outlay | <u>1,304,091</u> | <u>1,378,158</u> | <u>1,136,207</u> | <u>241,951</u> |
| <i>Total expenditures</i> | <u>1,314,091</u> | <u>1,388,158</u> | <u>1,145,779</u> | <u>242,379</u> |
| <i>Net changes in fund balances</i> | (89,732) | (89,732) | 314,910 | 404,642 |
| <i>Beginning cash balance budgeted</i> | 89,732 | 89,732 | 0 | (89,732) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>518,093</u> | <u>518,093</u> |
| <i>Fund balances - end of year</i> | <u><u>\$ 0</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ 833,003</u></u> | <u><u>\$ 833,003</u></u> |
| Budgetary reconciliation | | | | |
| Net change in fund balance, GAAP basis | | | \$ 294,551 | |
| Revenue accruals (net) | | | 20,360 | |
| Expenditure accruals (net) | | | (1) | |
| Other Financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON-GAAP budgetary basis | | | <u><u>\$ 314,910</u></u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL (NON - GAAP BUDGETARY BASIS)
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---|----------------------------|-------------------------|-----------------------------|---------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>REVENUES:</i> | | | | |
| Local Sources | \$ <u>1,511,185</u> | \$ <u>1,511,185</u> | \$ <u>1,457,433</u> | \$ <u>(53,752)</u> |
| <i>Total revenues</i> | <u>1,511,185</u> | <u>1,511,185</u> | <u>1,457,433</u> | <u>(53,752)</u> |
| <i>EXPENDITURES:</i> | | | | |
| Current: | | | | |
| Support services - General admin. | 12,213 | 13,213 | 12,664 | 549 |
| Debt service: | | | | |
| Principal | 1,325,000 | 1,325,000 | 1,325,000 | |
| Interest | 131,953 | 131,953 | 131,953 | |
| Special revenue bonds reserve | <u>1,104,079</u> | <u>1,103,079</u> | <u> </u> | <u>1,103,079</u> |
| <i>Total expenditures</i> | <u>2,573,245</u> | <u>2,573,245</u> | <u>1,469,617</u> | <u>1,103,628</u> |
| <i>Net changes in fund balances</i> | (1,062,060) | (1,062,060) | (12,184) | 1,049,876 |
| <i>Beginning cash balance budgeted</i> | 1,062,060 | 1,062,060 | 0 | (1,062,060) |
| <i>Fund balances - beginning of year</i> | <u>0</u> | <u>0</u> | <u>1,555,591</u> | <u>1,555,591</u> |
| <i>Fund balances - end of year</i> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 1,543,407</u> | <u>\$ 1,543,407</u> |
| Budgetary reconciliation: | | | | |
| Net change in fund balance, GAAP basis | | | \$ (39,503) | |
| Revenue accruals (net) | | | 27,319 | |
| Expenditure accruals (net) | | | 0 | |
| Other financing sources (net) | | | <u>0</u> | |
| Net change in fund balance, NON -GAAP Budgetary basis | | | <u>\$ (12,184)</u> | |

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Balance</u> <u>July 1, 2015</u> | <u>Receipts</u> | <u>Disbursements</u> | <u>Balance</u> <u>June 30, 2016</u> |
|-----------------------------|---------------------------------------|---------------------|----------------------|--|
| ASSETS | | | | |
| Cash and investments: | | | | |
| Silver High School | \$ 33,705 | \$ 236,988 | \$ 221,504 | \$ 49,189 |
| Silver opportunity school | 55,053 | 56,926 | 27,312 | 84,667 |
| La Plata Middle School | 41,886 | 87,500 | 87,271 | 42,115 |
| GW stout Elementary | 24,396 | 50,451 | 48,863 | 25,984 |
| Harrison Schmitt Elementary | 34,691 | 65,707 | 63,242 | 37,156 |
| Sixth Street Elementary | 13,816 | 16,013 | 12,817 | 17,012 |
| Jose Barrios Elementary | 40,731 | 14,387 | 17,360 | 37,758 |
| Cliff Schools | 108,556 | 163,924 | 135,884 | 136,596 |
| Business Office | <u>319,109</u> | <u>3,683,614</u> | <u>3,651,178</u> | <u>351,545</u> |
| Total assets | <u>671,943</u> | <u>4,375,510</u> | <u>4,265,431</u> | <u>782,022</u> |
| LIABILITIES | | | | |
| Deposit held for other: | | | | |
| Silver High School | 33,705 | 236,988 | 221,504 | 49,189 |
| Silver opportunity School | 55,053 | 56,926 | 27,312 | 84,667 |
| La Plants Middle School | 41,886 | 87,500 | 87,271 | 42,115 |
| GW stout Elementary | 24,396 | 50,451 | 48,863 | 25,984 |
| Harrison Schmitt Elementary | 34,691 | 65,707 | 63,242 | 37,156 |
| Sixth street Elementary | 13,816 | 16,013 | 12,817 | 17,012 |
| Jose Barrios Elementary | 40,731 | 14,387 | 17,360 | 37,758 |
| Cliff Schools | 108,556 | 163,924 | 135,884 | 136,596 |
| Business Office | <u>319,109</u> | <u>3,683,614</u> | <u>3,651,178</u> | <u>351,545</u> |
| Total Liabilities | <u>\$ 671,943</u> | <u>\$ 4,375,510</u> | <u>\$ 4,265,431</u> | <u>\$ 782,022</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF DEPOSITORY COLLATERAL
JUNE 30, 2016

| | <u>Ambank</u> | <u>Ambank</u> | <u>Total</u> |
|--|---------------------|------------------|---------------------|
| Time/Savings (NOW) accounts | \$ 7,686,207 | \$ | \$ 7,686,207 |
| Demand deposit checking | <u>0</u> | <u>253,126</u> | <u>253,126</u> |
| Total on Deposit | 7,686,207 | 253,126 | 7,939,333 |
| Less: FDIC insurance | <u>(250,000)</u> | <u>(250,000)</u> | <u>(500,000)</u> |
| Total Uninsured Public funds | <u>7,436,207</u> | <u>3,126</u> | <u>7,439,333</u> |
| 50% Collateralization requirement(section 6-10-17 NMSA) | <u>\$ 3,718,104</u> | <u>\$ 1,563</u> | <u>\$ 3,719,667</u> |
| Pledged Securities: | | | |
| Alamogordo NM 011446FR7 8/1/18 | \$ 191,461 | \$ | \$ 191,461 |
| Alamogordo Schools 01146FQ2 8/1/19 | 212,858 | | 212,858 |
| Albuquerque NM 013595QN6 8/1/19 | 266,200 | | 266,200 |
| Belen NM CNS No2 77581NB8 8/1/17 | 184,295 | | 184,295 |
| Chaves Co NM GRT 162634BM0 8/1/17 | 103,005 | | 103,005 |
| Clovis Muni SD 189414KD6 08/01/23 | 359,479 | | 359,479 |
| Dulce 264430KH1 9/1/16 | 250,640 | | 250,640 |
| FNMA Agency 3136G0T68 10/24/19 | 1,009,640 | | 1,009,640 |
| Gallup Mckinley 364010NR5 8/1/16 | | 100,321 | 100,321 |
| Gallup Mckinley 364010RK6 8/1/21 | 625,445 | | 625,445 |
| Hobbs Schools 433866DA5 4/15/18 | 102,672 | | 102,672 |
| Portales MUN 736151DJ7 1/15/18 | 250,458 | | 250,458 |
| Rosewell Bldg 778550HA4 08/01/18 | 206,340 | | 206,340 |
| Taos NM GRT 87601RAQ3 6/1/17 | 171,643 | | 171,643 |
| Bernalillo NM GRT 085279SJ7 8/1/25 | <u>489,177</u> | | <u>489,177</u> |
| Total Pledged Securities | <u>4,423,313</u> | <u>100,321</u> | <u>4,523,634</u> |
| Pledged Securities over (under) requirement | <u>\$ 705,209</u> | <u>\$ 98,758</u> | <u>\$ 803,967</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF INDIVIDUAL DEPOSIT ACCOUNTS AND INVESTMENT
JUNE 30, 2016

| <u>Ambank</u> | <u>Type of Account</u> | <u>Bank Balance</u> | <u>Reconciled Balance</u> |
|----------------------------|-----------------------------|-------------------------|-------------------------------|
| Operational | Time/Savings (NOW) accounts | \$ 6,462,719 | \$ 3,297,124 |
| Cliff Athletics | Demand deposit checking | 20,858 | 20,748 |
| Athletics | Demand deposit checking | 6,656 | 5,063 |
| Food Service | Demand deposit checking | 225,612 | 48,707 |
| Trust | Time/Savings (NOW) accounts | 858,130 | 834,565 |
| Payroll | Time/Savings (NOW) accounts | <u>365,358</u> | |
| Total Cash and Investments | | <u>\$ 7,939,333</u> | <u>\$ 4,206,207</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | <u>Operational</u> | <u>Transportatio n</u> | <u>Instructional Materials</u> |
|---|---------------------|----------------------------|------------------------------------|
| Total Cash Investment as of July 1, 2015 | \$ (524,253) | \$ 72 | \$ 130,250 |
| Add: Current year Receipts | 23,618,178 | 1,238,408 | 205,102 |
| Less: Current year Expenditures | <u>(23,326,549)</u> | <u>(1,238,436)</u> | <u>(144,312)</u> |
| Total Cash and Investments | <u>(232,624)</u> | <u>44</u> | <u>191,040</u> |
| Add: Rectification of void check related to prior year | 0 | 0 | 0 |
| Add/Less: Due to/(from) due to pooled cash | <u>(75,761)</u> | <u>0</u> | <u>0</u> |
| Net Cash and Investments as of June 30, 2016 | <u>\$ (308,385)</u> | <u>\$ 44</u> | <u>\$ 191,040</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | <u>Food Services</u> | <u>Athletics</u> | <u>Non Instructional Support</u> |
|---|----------------------|------------------|--|
| Total Cash Investment as of July 1, 2015 | \$ 100,870 | \$ 28,301 | \$ 42,903 |
| Add: Current year Receipts | 1,168,109 | 69,066 | 203,123 |
| Less: Current year Expenditures | <u>(1,220,272)</u> | <u>(71,556)</u> | <u>(207,175)</u> |
| Total Cash and Investments | <u>48,707</u> | <u>25,811</u> | <u>38,851</u> |
| Add: Rectification of void check related to prior year | 0 | 0 | 0 |
| Add/Less: Due to/(from) due to pooled cash | <u>100,000</u> | <u>0</u> | <u>0</u> |
| Net Cash and Investments as of June 30, 2016 | <u>\$ 148,707</u> | <u>\$ 25,811</u> | <u>\$ 38,851</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | <u>Federal Flowthrough</u> | <u>Federal Direct</u> | <u>State Flowthrough</u> |
|---|--------------------------------|---------------------------|------------------------------|
| Total Cash Investment as of July 1, 2015 | \$ 190,143 | \$ 481,742 | \$ 52,038 |
| Add: Current year Receipts | 1,671,643 | 284,908 | 193,169 |
| Less: Current year Expenditures | <u>(1,894,614)</u> | <u>(250,137)</u> | <u>(180,315)</u> |
| Total Cash and Investments | <u>(32,828)</u> | <u>516,513</u> | <u>64,892</u> |
| Add: Rectification of void check related to prior year | (7,825) | 0 | 0 |
| Add/Less: Due to/(from) due to pooled cash | <u>40,653</u> | <u>0</u> | <u>(64,892)</u> |
| Net Cash and Investments as of June 30, 2016 | <u>\$ 0</u> | <u>\$ 516,513</u> | <u>\$ 0</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | <u>State Direct</u> | <u>Special Capital Outlay State</u> | <u>Capital Improv. HB 33</u> |
|---|---------------------|---|----------------------------------|
| Total Cash Investment as of July 1, 2015 | \$ | \$ 24,935 | \$ 311,130 |
| Add: Current year Receipts | | | 753,272 |
| Less: Current year Expenditures | | | <u>(623,876)</u> |
| Total Cash and Investments | <u>0</u> | <u>24,935</u> | <u>440,526</u> |
| Add: Rectification of void check related to prior year | 0 | 0 | 0 |
| Add/Less: Due to/(from) due to pooled cash | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Cash and Investments as of June 30, 2016 | <u>\$ 0</u> | <u>\$ 24,935</u> | <u>\$ 440,526</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | <u>SB-9</u> | <u>Debt Service</u> | <u>Agency</u> |
|--|--------------------|---------------------|--------------------|
| Total Cash Investment as of July 1, 2015 | \$ 494,428 | \$ 1,496,445 | \$ 729,177 |
| Add: Current year Receipts | 1,460,689 | 1,457,433 | 4,507,896 |
| Less: Current year Expenditures | <u>(1,145,778)</u> | <u>(1,469,617)</u> | <u>(4,402,508)</u> |
| Total Cash and Investments | <u>809,339</u> | <u>1,484,261</u> | <u>834,565</u> |
| Add: Rectification of void check related to prior year | 0 | 0 | 0 |
| Add/Less: Due to/(from) due to pooled cash | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Cash and Investments as of June 30, 2016 | <u>\$ 809,339</u> | <u>\$ 1,484,261</u> | <u>\$ 834,565</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
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, 2016

| | Total |
|---|--------------|
| Total Cash Investment as of July 1, 2015 | \$ 3,558,181 |
| Add: Current year Receipts | 36,830,996 |
| Less: Current year Expenditures | (36,175,145) |
| Total Cash and Investments | 4,214,032 |
| Add: Rectification of void check related to prior year | (7,825) |
| Add/Less: Due to/(from) due to pooled cash | 0 |
| Net Cash and Investments as of June 30, 2016 | \$ 4,206,207 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF VENDOR INFORMATION FOR PURCHASES
EXCEEDING \$60,000 (EXCLUDING GRT)
FOR THE YEAR ENDED JUNE 30, 2016

Prepared by Agency Staff Name: Lorraine Anglin Title: Purchasing Agent Date: 09/23/2016

| Agency Number | Agency Name | Agency Type | RFB #/ RFP #/ | Type of Procurement | Vendor Name | Did Vendor Win Contract? |
|---------------|-------------------------------------|-------------|------------------|----------------------------------|-------------------------------|--------------------------|
| 7078 | Silver Consolidated School District | Schools | RFB #7-2015/2016 | Paving OHS Entry/Drive Approach | Southwest Concrete and Paving | |
| 7078 | Silver Consolidated School District | Schools | RFB #9-2015/2016 | Paving Fox Field South Parking | Southwest Concrete and Paving | |
| 7078 | Silver Consolidated School District | Schools | RFB #3-2015/2016 | Milk for the District | Prices Creameries | |
| 7078 | Silver Consolidated School District | Schools | RFB #1-2014/2015 | Cafeteria Food and Services | Labatt Food Service | |
| 7078 | Silver Consolidated School District | Schools | RFB #1-2014/2015 | Cafeteria Food and Services | Sysco Food Services | |
| 7078 | Silver Consolidated School District | Schools | RFB #1-2014/2015 | Cafeteria Food and Services | Shamrock Food Services | |
| 7078 | Silver Consolidated School District | Schools | | Literacy First Professional Dev, | Catapult Learning LLC | |
| 7078 | Silver Consolidated School District | Schools | | Bus Contractor | Cliff Bus Lines | |
| 7078 | Silver Consolidated School District | Schools | | Bus Contractor | Mangus Bus, Inc | |
| 7078 | Questa Independent Schools | Schools | | Bus Contractor | Montoya Transportation | |
| 7078 | Silver Consolidated School District | Schools | | Bus Contractor | Shelley Farms, LLC | |
| 7078 | Silver Consolidated School District | Schools | | Contract Buy-Ou | Lon Streib | |

See accompanying independent auditor's report

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF VENDOR INFORMATION FOR PURCHASES
EXCEEDING \$60,000 (EXCLUDING GRT)
FOR THE YEAR ENDED JUNE 30, 2016

Prepared by Agency Staff Name: Lorraine Anglin Title: Purchasing Agent Date: 09/23/2016

| \$ Amount of Awarded Contract | \$ Amount of Amended Contract | Physical address of vendor (City, State) | Did the Vendor provide documentation of eligibility for in-state preference? | Did the Vendor provide documentation of eligibility for veterans' preference? | Brief Description of the Scope of Work | If the procurement is attributable to a Component Unit, Name of Component Unit |
|-------------------------------|-------------------------------|--|--|---|--|--|
| \$ 54,378 | 54,378 | Box 2278 Silver City, NM 88062 | Yes | Yes | Fox Field parking lot paving | |
| \$ 59,944 | 59,944 | Box 2278 Silver City, NM 88062 | Yes | Yes | Opportunity High School entry paving | |
| \$ 83,496 | 83,496 | 600 N. Piedras El Paso, TX 79923 | Yes | Yes | Milk for the District | |
| \$ 228,543 | 228,543 | Box 27730 Albuquerque, NM 81125 | Yes | Yes | Cafeteria Food and Supplies | |
| \$ 127,269 | 127,269 | Box 25881 Albuquerque, NM 87125 | Yes | Yes | Cafeteria Food and Supplies | |
| \$ 174,995 | 174,995 | Box 52409 Phoenix, AZ 85072 | Yes | Yes | Cafeteria Food and Supplies | |
| \$ 105,658 | 105,658 | Box 39830 Chicago, IL 60654 | Yes | Yes | Literacy First Professional Dev | |
| \$ 196,732 | 196,732 | Box 149 Cliff, NM 88028 | Yes | Yes | Bus Contractor | |
| \$ 68,472 | 68,472 | 1800 Highway East SC, NM 88061 | Yes | Yes | Bus Contractor | |
| \$ 683,906 | 683,906 | Box 338 Bayard. NM 88023 | Yes | Yes | Bus Contractor | |
| \$ 38,072 | 38,072 | Box 116 Cliff, NM 88028 | Yes | Yes | Bus Contractor | |
| \$ 60,103 | 60,103 | 4557 Eddie Ward Way SC, NM | Yes | Yes | Superintendent Buy-out | |

See accompanying independent auditor's report

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EDUCATIONAL RETIREMENT BOARD (ERB) PLAN
FOR THE YEAR ENDING JUNE 30, 2016

| <u>Educational Retirement Board (ERB) Plan</u> | <u>2016</u> | <u>2015</u> |
|---|---------------|--------------|
| District's proportion of the net pension liability (asset) | 0.60853% | 0.61778% |
| District's proportionate share of the net pension liability (asset) | \$ 39,416,109 | \$35,248,855 |
| District's covered-employee payroll | \$ 16,614,818 | \$17,028,423 |
| District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll | 237.23% | 207.00% |
| Plan fiduciary net position as a percentage of the total pension liability | 63.97% | 66.54% |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF CONTRIBUTIONS
EDUCATIONAL RETIREMENT BOARD (ERB) PENSION PLAN
FOR THE YEAR ENDING JUNE 30, 2016

| <u>Educational Retirement Board (ERB) Pension Plan</u> | <u>2016</u> | <u>2015</u> |
|--|---------------|---------------|
| Contractually required contribution | \$ 2,357,009 | \$ 2,403,983 |
| Contributions in relation to the contractually required contribution | \$ 2,357,009 | \$ 2,403,983 |
| Contribution deficiency (excess) | 0 | 0 |
| District's covered-employee payroll | \$ 16,957,435 | \$ 17,028,423 |
| Contributions as a percentage of covered-employee payroll | 13.90% | 14.12% |

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

Changes of assumptions. ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study presented to the Board of Trustees on June 12, 2015, ERB implemented the following changes in assumptions for fiscal years 2015 and 2014.

1. Fiscal year 2015 and 2014 valuation assumptions that changed based on this study:
 - (a) Lower wage inflation from 4.25% to 3.75%
 - (b) Population growth per year from .50% to zero (no impact on valuation results).
 - (c) Minor changes to demographic assumptions
2. Assumptions that were not changed:
 - (a) Investment return will remain at 7.75%
 - (b) Inflation will remain at 3.00%
 - (c) Payroll growth will remain at 3.50%.

See also the Actuarial Assumptions subsection of the financial statement note disclosure General Information on the Pension Plan.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

| Federal Grantor or Pass-Through Grantor / Program Title | Federal CFDA Number | Pass- through Grantor Number | Federal Expenditures |
|--|---------------------------|---------------------------------------|-------------------------|
| <u>U.S. Department of Education</u> | | | |
| Pass-through State of New Mexico Department of Education: | | | |
| Title I-Grants to LEA's | 84.010 | 24.101 | \$ 786,248 |
| Special Education-Grants to states | 84.027 | 24.106 | 764,050 |
| IDEA-B Competetive | 84.027 | 24.108 | 3,963 |
| IDEA-B "Risk Pool" | 84.027A | 24.120 | 558 |
| IDEA-B Results Plan | 84.027 | 24.132 | 19,999 |
| GRADS | N/A | N/A | 9,000 |
| Special Education- Preschool Grants | 84.173 | 24.109 | 22,524 |
| Teacher Quality State Grants | 84.367 | 24.154 | 184,584 |
| Rural Education | 84.358 | 24.160 | <u>47,673</u> |
| Total U.S. Department of Education | | | <u>1,838,599</u> |
| <u>U.S. Department of Agriculture</u> | | | |
| Direct Programs: | | | |
| Forest Reserve | 10.672 | N/A | 231,908 |
| Pass-through State of New Mexico Department of Education | | | |
| National School Lunch Program | 10.555 | 21.000 | 1,209,003 |
| Fresh Fruits and Vegetables Program | 10.582 | 24.118 | 51,956 |
| USDA Equipment Asst. Program | 10.579 | 24.183 | <u>13,060</u> |
| Total U.S. Department of Agriculture | | | <u>1,505,927</u> |
| <u>U.S. Department of Health and Human Services</u> | | | |
| Passed through State of New Mexico of Human Services: | | | |
| Medical Assistance Program | 93.778 | 25.153 | <u>250,137</u> |
| Total U.S. Department of Health and Human Services | | | <u>250,137</u> |
| Total Federal Financial Assistance | | | <u>\$ 3,594,663</u> |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

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 modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 FEDERAL ASSISTANCE NOT INCLUDED

Expenditures related to assistance not considered Federal awards in accordance with Uniform Guidance have not been presented in this schedule as follows:

E-Rate reimbursements \$190,706

NOTE 3 NON MONETARY ASSISTANCE

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. The District received \$496,787 in food commodities during the 2015-2016 fiscal year.

NOTE 4 INSURANCE COVERAGE

The District had the following insurance coverages during the year ended June 30, 2016

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

NOTE 5 INDIRECT COST RATE

The District use the federal indirect cost rate which was mandated by the New Mexico Public Education Department for the year ended June 30, 2016.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
NOTES ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

NOTE 6 SUB-RECIPIENTS

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, the District provided federal awards to subrecipients as follows:

| <u>Name of Program</u> | <u>CFDA</u> | <u>Subrecipient</u> | <u>Amount</u> |
|--|-------------|---------------------------|----------------------|
| Title I- Grants to LEAs | 84.010 | Calvary Christian Academy | \$ 5,766 |
| Title I- Grants to LEAs | 84.010 | Calvary Christian Academy | 1,922 |
| Title I- Grants to LEAs | 84.010 | Calvary Christian Academy | 1,922 |
| Title I- Grants to LEAs | 84.010 | Calvary Christian Academy | 1,922 |
| Title I- Grants to LEAs | 84.010 | Down To Earth School | 5,766 |
| Title I- Grants to LEAs | 84.010 | Down To Earth School | 2,883 |
| Title I- Grants to LEAs | 84.010 | Down To Earth School | 961 |
| Title I- Grants to LEAs | 84.010 | Guadalupe Montessori | 2,883 |
| Title I- Grants to LEAs | 84.010 | Guadalupe Montessori | 4,805 |
| Title IIA-Teacher Quality State Grants | 84.367 | Calvary Christian Academy | 2,295 |
| Title IIA-Teacher Quality State Grants | 84.367 | Down To Earth School | 810 |
| Title IIA-Teacher Quality State Grants | 84.367 | Guadalupe Montessori | 990 |
| | | Total | <u><u>32,925</u></u> |

NOTE 7 RECONCILIATION OF SEFA TO FINANCIAL STATEMENTS

| | |
|--|-----------------------------|
| Total federal awards expended per Schedule of Expenditures of Federal Awards | \$ 3,594,663 |
| Total expenditures funded by other sources | <u>28,168,012</u> |
| Total expenditures | <u><u>\$ 31,762,675</u></u> |

ADDITIONAL REPORTING REQUIREMENTS

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

Tim Keller
New Mexico State Auditor
The Office of Management and Budget
The Governing Board
Silver Consolidated School District No. 1
Silver City, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue fund of the Silver Consolidated School District No. 1 (the "District"), New Mexico, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and the combining and individual funds and related budgetary comparisons of the District presented as supplemental information, and have issued our report thereon dated November 04, 2016.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider as items 2015-001 and 2016-001 to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Silver Consolidated School District No. 1's financial statements are free from 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*.

Silver Consolidated School District No. 1's Response to Findings

The Silver Consolidated School District No. 1's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this report

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

Harshwal & Company LLP
Certified Public Accountants

Harshwal & Company LLP

Albuquerque, New Mexico
November 04, 2016

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE
INDEPENDENT AUDITOR'S REPORT**

Tim Keller
New Mexico State Auditor
The Office of Management and Budget
The Governing Board
Silver Consolidated School District No. 1
Silver City, New Mexico

Report on Compliance for Each Major Federal Program

We have audited the Silver Consolidated School District No. 1's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the Silver Consolidated School District No. 1's major federal programs for the year ended June 30, 2016. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Silver Consolidated School District No. 1's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the 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 on compliance for each major federal program. However, our audit does not provide a legal determination of District's compliance.

Opinion on Each Major Federal Program

In our opinion, the Silver Consolidated School District No. 1, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of the Silver Consolidated School District No. 1 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Silver Consolidated School District No. 1's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the 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. *A significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Harshwal & Company LLP
Certified Public Accountants

Harshwal & Company LLP

Albuquerque, New Mexico
November 04, 2016

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016**

SUMMARY OF AUDIT RESULTS

Financial Statements:

| | |
|---|-------------------|
| Type of auditors' report issued | <u>Unmodified</u> |
| Internal control over financial reporting: | |
| • Material weaknesses identified? | No |
| • Significant deficiencies identified | Yes |
| Noncompliance material to the financial statements noted? | No |

Federal Awards:

| | |
|---|-------------------|
| Internal control over major programs: | |
| • Material weaknesses identified? | No |
| • Significant deficiencies identified | No |
| Type of auditors' report issued on compliance for major programs | <u>Unmodified</u> |
| Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516(a)? | No |

IDENTIFICATION OF MAJOR PROGRAMS:

| CFDA Numbers | Name of Federal Program of Cluster |
|--------------|------------------------------------|
| 10.555 | National School Lunch Program |
| 93.778 | Medical Assistance Program |

| | |
|--|------------|
| Dollar threshold used to distinguish between type A and type B programs: | \$ 750,000 |
| Auditee qualified as low-risk auditee? | Yes |

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

SECTION II. CURRENT YEAR AUDIT FINDINGS - FINANCIAL STATEMENT AUDIT

2015-001 Internal Control over Cash Disbursement (Significant deficiency)-Repeated & Modified

Condition

During our testwork of disbursements, we noted that for ten out of 85 samples selected for testing, totaling \$35,664, the purchase orders were after the invoice date.

The District has not made progress on this finding. Both the number and total dollar amount of disbursements samples have increased from the prior year.

Criteria

Good accounting and internal control practices require that all disbursements must originate with authorizing documents, and be supported by properly approved documents such as purchase orders, bills, petty cash reimbursement forms, payroll and time records, leases, contracts, or other supporting documents.

In addition, according to NMSA 1978 Section 6-6-3, the District is expected to conform to the rules and regulations that they have adopted relating to internal controls.

Cause

Policies and procedures that the District has adopted for cash disbursement transactions are not being enforced.

Effect

The lack of enforcing the District's policies and procedures may result in unauthorized or incorrect calculations of invoices.

Auditor's Recommendation

The District must enforce policies and procedures that are set in place for the purchase of goods and/or services, and ensure that vendor invoices are being checked for accuracy prior to payment. We also recommend providing employees with training on the proper purchasing procedures.

Management Response

District has implemented procedures that will aid in a better control of payables. Business Manager has met with secretaries and principals of schools and discussed proper procedures to follow. The district has experienced a turnover of administration at many of the school sites and better communication has been established to help them follow state procurement practices. Accounts Payable Specialist has also been alerted to this finding and a better process of examining invoices has been put into place. Business Manager will follow up with staff training throughout the year. Warehouse personnel has also been instructed in better documentation of receipt of goods.

Estimated Completion Date: December 01, 2016

Responsible party: Candy Milam

**STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016**

SECTION II. CURRENT YEAR AUDIT FINDINGS - FINANCIAL STATEMENT AUDIT - (CONT'D)

2016-001 Internal Controls over Receipting--(Significant deficiency)

Condition

During testwork over the receipting process, we noted that in 1 out of 30 receipts tested totaling \$610, the District did not deposit monies within 24 hours of receipt.

Criteria

Per Section 6.20.2.14 of NMAC, money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day. School Districts must establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirement of the applicable state and federal laws and regulations.

Cause

The District is not properly monitoring that all receipts are being recorded and deposited according to District and state policy.

Effect

Because the internal control structure is not being followed adequately or documented, the District is not following procedures and processes to properly safeguard assets.

Auditor's Recommendation

Management should follow and ensure that all staff follows the District's documented internal control procedures. The body charged with governance should provide effective oversight of the internal control and financial reporting processes. The body charged with governance should emphasize the importance of protecting the Districts assets.

Management Response

Business Manager has worked closely with Principal at the site of this finding. The emphasis of timely deposits has been made to all of the personnel involved. Comptroller will send out several reminders to principals and secretaries reminding them of the importance of depositing all funds in a timely manner.

Estimated Completion Date : December 01, 2016

Responsible party : Candy Milam and Michele McCain

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

SECTION III. AUDIT FINDINGS AND QUESTIONED COSTS IN RELATION TO FEDERAL AWARDS

There are no findings and questioned costs related to federal awards.

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016

SECTION III. PRIOR YEAR AUDIT FINDINGS

Financial Statement Findings:

- 2014-002 Expenditures in Excess of Budgetary Authority – Resolved
- 2014-004 Salary Schedule Compliance – Resolved
- 2015-001 Internal Control over Cash Disbursement – Repeated & Modified

STATE OF NEW MEXICO
SILVER CONSOLIDATED SCHOOL DISTRICT NO. 1
OTHER DISCLOSURES
JUNE 30, 2016

AUDITOR PREPARED THE FINANCIAL

Management is responsible for the content of the report and financial statements. It would be preferred and desirable for the District to prepare its own GAAP-basis financial statements; although the District is capable, with guidance, of preparing, reviewing and approving the financial statements, it is felt that the District's personnel do not have the time to prepare them. Therefore, the outside auditor prepared the GAAP-basis financial statements and footnotes for inclusion in the annual audit report. The responsibility for the financial statements remains with the District.

EXIT CONFERENCE

The contents of this report were discussed on November 04, 2016. The following individuals were in attendance.

Silver Consolidated School District

Michele McMillan, Comptroller
Candy Milam, Associate Superintendent
John Carter, Superintendent
Frances Vasquez, Board Member
Mike McMillan, Board Member
Pamela D Weber, Audit Committee
Michael Morones, Audit Committee

Harshwal & Company, LLP

Sanwar Harshwal, CPA, Managing Partner
Mariem Tall, Audit Manager