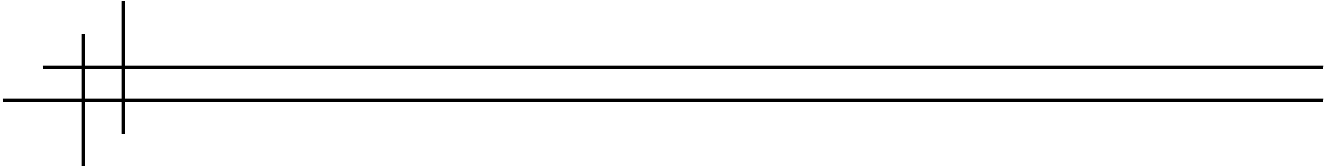




STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2012

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



STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Table of Contents
 For the Year Ended June 30, 2012

Official Roster.....	5
Independent Auditor's Report.....	6-7

FINANCIAL SECTION

Basic Financial Statements

Government Wide Financial Statements	
Statement of Net Assets.....	9
Statement of Activities.....	10

Fund Financial Statements	
Government Funds - Balance Sheet.....	11-14
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	15

Statement of Revenues, Expenditures, and Changes in Fund Balances.....	16-19
Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities.....	20

MAJOR FUNDS

General Fund-Operational-11000

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	21-23
--	-------

General Fund-Transportation-13000

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	24
--	----

General Fund-Instructional Material-14000

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	25
--	----

MAJOR SPECIAL REVENUE FUND

Title I-24101

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	26
--	----

IDEA B Entitlement-24106

Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	27
---	----

Solar Pilot-29134

Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	28
--	----

Statement of Fiduciary Assets and Liabilities-Agency Funds.....	29
---	----

Notes to Financial Statements.....	30-44
------------------------------------	-------

SUPPLEMENTAL INFORMATION RELATED TO MAJOR FUNDS

Ed Tech Equipment-31900
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 46

Debt Service-41000
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 47

SUPPLEMENTAL INFORMATION RELATED TO NON MAJOR FUNDS

Combining Non-Major Governmental Funds
 Combining Balance Sheet..... 51-58
 Combining Statement of Revenues, Expenditures and Changes in Fund Balance..... 59-66

Food Service-21000
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 67

Athletics-22000
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 68

IDEA B Preschool-24109
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 69

Fresh Fruit & Vegetables-24118
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 70

Teacher/Principal Training-24154
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 71

IDEA B Recovery Act-24206
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 72

Medicaid-25153
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 73

Child Care Block Grant CYFD-25157
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 74

Child & Adult Food Program-25171
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 75

Rural Education Achievement Program-25233
 Statement of Revenues, Expenditures, and Changes in Cash Balance-
 Budget and Actual (Budgetary Basis)..... 76

Education Job Stimulus-25255
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)..... 77

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Table of Contents
 For the Year Ended June 30, 2012

Dual Credit Instructional Materials-27103	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	78
GO Library Books SB333-27105	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	79
Incentives for School Improvement-27138	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	80
Beginning Teacher Mentoring-27154	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	81
GO Library Books-27549	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	82
Coordinated Approach to Children-28140	
Statement of Revenues, Expenditures, and Changes in Cash Balance- Budget and Actual (Budgetary Basis).....	83
Silver Wellness Center-29125	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	84
Bond Building-31100	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	85
Public School Capital Outlay-State-31400	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	86
Senate Bill Nine-31700	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	87
Education Technology-43000	
Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).....	88

OTHER SUPPLEMENTAL INFORMATION

Activity	
Schedule of Changes in Assets and Liabilities - Agency Funds	91
Cash Reconciliations-All Funds.....	92
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i>	93-94
Schedule of Findings and Responses.....	95

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Official Roster
June 30, 2012

BOARD OF EDUCATION

Linda Baca	President
Joe Apodaca	Vice-President
Raughn Ramirez	Secretary
Robert Tafoya	Member
Gerald Ward	Member

SCHOOL OFFICIALS

Dr Gregory McMann	Superintendent
Nejla Munden	Business Manager

De'Aun Willoughby CPA, PC

Certified Public Accountant

225 Innsdale Terrace Clovis, NM 88101

(855) 253-4313

Independent Auditor's Report

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

Mr. Balderas and Members of the Board

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information and the budgetary comparisons for the general fund and major special revenue fund of Springer Municipal Schools, (District), as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental and the budgetary comparisons for the major capital project fund, debt service fund and all nonmajor funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2012, and the respective changes in financial position, thereof and the respective budgetary comparisons for the major capital project fund, major debt service fund and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 2012, 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* and should be considered in assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The additional schedules listed as "other supplemental information" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

De'Aun Willoughby CPA PC

November 13, 2012

FINANCIAL SECTION

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Government Wide-Statement of Net Assets
 June 30, 2012

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 734,967
Taxes Receivable	3,086
Due From Grantor	116,184
Inventory	1,711
Total Current Assets	<u>855,948</u>
Noncurrent Assets	
Capital Assets	11,398,872
Less: Accumulated Depreciation	<u>(5,538,471)</u>
Total Noncurrent Assets	<u>5,860,401</u>
Total Assets	<u>6,716,349</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	22,940
Deferred Revenue	8,613
Accrued Interest	13,430
Current Portion of Long-Term Debt	215,000
Total Current Liabilities	<u>259,983</u>
Noncurrent Liabilities	
Compensated Absences	14,493
Bonds and Notes, Net	1,433,371
Total Noncurrent Liabilities	<u>1,447,864</u>
Total Liabilities	<u>1,707,847</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	4,212,030
Restricted for:	
Capital Projects	246,038
Debt Service	93,532
Unrestricted	456,902
Total Net Assets	<u>\$ 5,008,502</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Government Wide-Statement of Activities
 For the Year Ended June 30, 2012

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Instruction	\$ 1,957,561	\$ 34,078	\$ 127,713	\$ 0	\$ (1,795,770)
Support Services-Students	370,302	3,778	59,910	0	(306,614)
Support Services-Instruction	974	0	7,945	0	6,971
General Administration	165,611	0	3,114	0	(162,497)
School Administration	202,909	0	39,517	0	(163,392)
Central Services	79,800	0	0	0	(79,800)
Operation of Plant	443,418	0	0	0	(443,418)
Student Transportation	202,826	0	199,512	0	(3,314)
Food Services Operations	138,678	11,748	97,977	0	(28,953)
Interest on Long-Term Obligations	68,131	0	0	0	(68,131)
Total Governmental Activities	<u>\$ 3,630,210</u>	<u>\$ 49,604</u>	<u>\$ 535,688</u>	<u>\$ 0</u>	<u>(3,044,918)</u>
General Revenues					
Taxes					
					10,335
					60,500
					183,789
Federal and State aid not restricted to specific purpose					
					2,440,439
					47,517
Interest and investment earnings					
					1,082
Miscellaneous					
					48,713
					<u>2,792,375</u>
					(252,543)
					<u>5,261,045</u>
					<u>\$ 5,008,502</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2012

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
ASSETS			
Cash and Cash Equivalents	\$ 58,946	\$ 9,018	\$ 1,738
Receivables			
Property Taxes	120	0	0
Due From Grantor	0	0	0
Interfund Balances	110,981	0	0
Inventory	0	0	0
Total Assets	<u>\$ 170,047</u>	<u>\$ 9,018</u>	<u>\$ 1,738</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 10,135	\$ 7,514	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Total Liabilities	<u>10,135</u>	<u>7,514</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Unassigned-General Fund	159,912	1,504	1,738
Total Fund Balances	<u>159,912</u>	<u>1,504</u>	<u>1,738</u>
Total Liabilities and Fund Balances	<u>\$ 170,047</u>	<u>\$ 9,018</u>	<u>\$ 1,738</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2012

	Special Revenue Funds		
	Title I 24101	IDEA B Entitlement 24106	Solar Pilot 29134
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 224,388
Receivables			
Property Taxes	0	0	0
Due From Grantor	53,918	22,925	0
Interfund Balances	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 53,918</u>	<u>\$ 22,925</u>	<u>\$ 224,388</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 3,121	\$ 0	\$ 0
Interfund Balances	50,797	22,925	0
Deferred Revenue	0	0	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Total Liabilities	<u>53,918</u>	<u>22,925</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	224,388
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Unassigned-General Fund	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>224,388</u>
Total Liabilities and Fund Balances	<u>\$ 53,918</u>	<u>\$ 22,925</u>	<u>\$ 224,388</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2012

	<u>Capital Projects</u>		
	<u>Ed Tech Equipment 31900</u>	<u>Debt Service 41000</u>	<u>Other Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 197,865	\$ 174,295	\$ 68,717
Receivables			
Property Taxes	0	2,081	885
Due From Grantor	0	0	39,341
Interfund Balances	0	0	0
Inventory	0	0	1,711
Total Assets	<u>\$ 197,865</u>	<u>\$ 176,376</u>	<u>\$ 110,654</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 2,170
Interfund Balances	0	0	37,259
Deferred Revenue	0	0	8,613
Current Portion Due			
Principal	0	75,000	0
Interest	0	7,844	0
Total Liabilities	<u>0</u>	<u>82,844</u>	<u>48,042</u>
Fund Balances			
Nonspendable-Inventory	0	0	1,711
Restricted-Reported In			
Special Revenue Funds	0	0	13,428
Capital Projects	0	0	21,650
Debt Service	0	93,532	10,522
Assigned-Capital Projects	197,865	0	15,301
Unassigned-General Fund	0	0	0
Total Fund Balances	<u>197,865</u>	<u>93,532</u>	<u>62,612</u>
Total Liabilities and Fund Balances	<u>\$ 197,865</u>	<u>\$ 176,376</u>	<u>\$ 110,654</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 GOVERNMENTAL FUNDS
 Balance Sheet
 June 30, 2012

	Total Governmental Funds
	<u> </u>
ASSETS	
Cash and Cash Equivalents	\$ 734,967
Receivables	
Property Taxes	3,086
Due From Grantor	116,184
Interfund Balances	110,981
Inventory	1,711
Total Assets	<u>\$ 966,929</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ 22,940
Interfund Balances	110,981
Deferred Revenue	8,613
Current Portion Due	
Principal	75,000
Interest	7,844
Total Liabilities	<u>225,378</u>
Fund Balances	
Nonspendable-Inventory	1,711
Restricted-Reported In	
Special Revenue Funds	13,428
Capital Projects	246,038
Debt Service	104,054
Assigned-Capital Projects	213,166
Unassigned-General Fund	163,154
Total Fund Balances	<u>741,551</u>
Total Liabilities and Fund Balances	<u>\$ 966,929</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Assets
 June 30, 2012

Total Fund Balance - Governmental Funds \$ 741,551

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

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

The cost of capital assets	\$ 11,398,872	
Accumulated depreciation is	<u>(5,538,471)</u>	5,860,401

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

Bonds payable	(1,695,000)	
Issue Costs	188,282	
Accumulated Amortization	(66,653)	
Accrued interest on bonds	(5,586)	
Compensated Absences	<u>(14,493)</u>	<u>(1,593,450)</u>

Total net assets - governmental activities	\$	<u><u>5,008,502</u></u>
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The notes to the financial statements are an integral part of this statement.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	General Fund		
	Operational	Transportation	Instructional
	11000	13000	Materials 14000
Revenues			
Property Taxes	\$ 10,335	\$ 0	\$ 0
Investment Income	1,054	0	0
Fees	2,030	0	0
State & Local Grants	2,325,321	199,512	7,945
Federal Grants	2,924	0	0
Miscellaneous	48,346	0	294
Total Revenues	<u>2,390,010</u>	<u>199,512</u>	<u>8,239</u>
Expenditures			
Current			
Instruction	1,301,784	0	8,739
Support Services-Students	299,764	0	0
Support Services-Instruction	974	0	0
Support Services-General Administration	153,480	0	0
Support Services-School Administration	163,392	0	0
Central Services	77,975	0	0
Operation and Maintenance of Plant	377,513	0	0
Student Transportation	0	202,826	0
Food Services	16,749	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>2,391,631</u>	<u>202,826</u>	<u>8,739</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,621)</u>	<u>(3,314)</u>	<u>(500)</u>
Other Financing Sources (Uses)			
Bond Proceeds	0	0	0
Transfers In/(Out)	1,570	0	0
Total Other Sources (Uses)	<u>1,570</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(51)	(3,314)	(500)
Fund Balances at Beginning of Year	<u>159,963</u>	<u>4,818</u>	<u>2,238</u>
Fund Balance End of Year	<u>\$ 159,912</u>	<u>\$ 1,504</u>	<u>\$ 1,738</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Funds		
	Title I 24101	IDEA B Entitlement 24106	Solar Pilot 29134
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Investment Income	0	0	0
Fees	0	0	0
State & Local Grants	0	0	112,194
Federal Grants	86,806	69,905	0
Miscellaneous	0	0	0
Total Revenues	<u>86,806</u>	<u>69,905</u>	<u>112,194</u>
Expenditures			
Current			
Instruction	81,319	15,589	0
Support Services-Students	0	18,645	0
Support Services-Instruction	0	0	0
Support Services-General Administration	3,114	0	0
Support Services-School Administration	2,373	35,671	0
Central Services	0	0	0
Operation and Maintenance of Plant	0	0	0
Student Transportation	0	0	0
Food Services	0	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Bond Issue Costs	0	0	0
Total Expenditures	<u>86,806</u>	<u>69,905</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>112,194</u>
Other Financing Sources (Uses)			
Bond Proceeds	0	0	0
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	112,194
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>112,194</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 224,388</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	<u>Capital Projects</u>		
	<u>Ed Tech Equipment 31900</u>	<u>Debt Service 41000</u>	<u>Other Governmental Funds</u>
Revenues			
Property Taxes	\$ 0	\$ 182,541	\$ 61,748
Investment Income	28	0	0
Fees	0	0	47,574
State & Local Grants	0	0	59,191
Federal Grants	0	0	159,846
Miscellaneous	0	0	73
Total Revenues	<u>28</u>	<u>182,541</u>	<u>328,432</u>
Expenditures			
Current			
Instruction	106,544	0	89,175
Support Services-Students	0	0	51,893
Support Services-Instruction	0	0	0
Support Services-General Administration	0	1,836	618
Support Services-School Administration	0	0	1,473
Central Services	0	0	0
Operation and Maintenance of Plant	0	0	66,641
Student Transportation	0	0	0
Food Services	0	0	121,929
Capital Outlay	0	0	165,854
Debt Service			
Principal	0	145,000	0
Interest	0	57,803	0
Bond Issue Costs	45,619	0	0
Total Expenditures	<u>152,163</u>	<u>204,639</u>	<u>497,583</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(152,135)</u>	<u>(22,098)</u>	<u>(169,151)</u>
Other Financing Sources (Uses)			
Bond Proceeds	350,000	0	0
Transfers In/(Out)	0	0	(1,570)
Total Other Sources (Uses)	<u>350,000</u>	<u>0</u>	<u>(1,570)</u>
Net Change in Fund Balance	197,865	(22,098)	(170,721)
Fund Balances at Beginning of Year	<u>0</u>	<u>115,630</u>	<u>233,333</u>
Fund Balance End of Year	<u>\$ 197,865</u>	<u>\$ 93,532</u>	<u>\$ 62,612</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GOVERNMENTAL FUNDS
Statement of Revenues, Expenditures and
Changes in Fund Balance
For the Year Ended June 30, 2012

	Total Governmental Funds
Revenues	
Property Taxes	\$ 254,624
Investment Income	1,082
Fees	49,604
State & Local Grants	2,704,163
Federal Grants	319,481
Miscellaneous	48,713
Total Revenues	<u>3,377,667</u>
Expenditures	
Current	
Instruction	1,603,150
Support Services-Students	370,302
Support Services-Instruction	974
Support Services-General Administration	159,048
Support Services-School Administration	202,909
Central Services	77,975
Operation and Maintenance of Plant	444,154
Student Transportation	202,826
Food Services	138,678
Capital Outlay	165,854
Debt Service	
Principal	145,000
Interest	57,803
Bond Issue Costs	45,619
Total Expenditures	<u>3,614,292</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(236,625)</u>
Other Financing Sources (Uses)	
Bond Proceeds	350,000
Transfers In/(Out)	0
Total Other Sources (Uses)	<u>350,000</u>
Net Change in Fund Balance	113,375
Fund Balances at Beginning of Year	<u>628,176</u>
Fund Balance End of Year	<u>\$ 741,551</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in Fund Balance
 To the Statement of Activities
 June 30, 2012

Net Change in Fund Balance \$ 113,375

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Assets and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Depreciation expense	\$ (354,413)	
Capital Outlays	<u>165,854</u>	(188,559)

The issuance of long-term debt provides current financial resources to governmental funds but has no effect on net assets. (350,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 145,000

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds.

Issue Costs	45,619	
Amortized Bond Issue Costs	<u>(25,994)</u>	19,625

In the Statement of Activities, interest is accrued on outstanding bonds,

Accrued Interest, June 30, 2011	21,254	
Accrued Interest, June 30, 2012	<u>(5,586)</u>	15,668

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

Compensated Absences, June 30, 2011	6,841	
Compensated Absences, June 30, 2012	<u>(14,493)</u>	<u>(7,652)</u>

Changes in Net Assets of Governmental Activities \$ (252,543)

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 9,993	\$ 9,993	\$ 10,333	\$ 340
Investment Income	1,500	1,500	1,054	(446)
Fees	0	0	2,030	2,030
State Grants	2,455,144	2,455,144	2,325,321	(129,823)
Federal Grants	3,184	3,184	2,924	(260)
Miscellaneous	27,121	27,121	48,346	21,225
Total Revenues	<u>2,496,942</u>	<u>2,496,942</u>	<u>2,390,008</u>	<u>(106,934)</u>
Expenditures				
Instruction				
Personnel Services	948,233	918,933	861,559	57,374
Employee Benefits	276,521	314,232	271,208	43,024
Professional & Tech Services	25,200	28,950	18,434	10,516
Other Purchased Services	37,050	46,050	32,426	13,624
Supplies	52,236	89,766	85,573	4,193
Supply Assets	0	33,500	32,599	901
Total Instruction	<u>1,339,240</u>	<u>1,431,431</u>	<u>1,301,799</u>	<u>129,632</u>
Support Services-Students				
Personnel Services	207,094	210,594	200,803	9,791
Employee Benefits	57,578	57,598	51,763	5,835
Professional & Tech Services	53,550	53,750	43,788	9,962
Other Purchased Services	250	450	306	144
Supplies	2,500	3,500	2,633	867
Total Support Services-Students	<u>320,972</u>	<u>325,892</u>	<u>299,293</u>	<u>26,599</u>
Support Services-Instruction				
Supplies	500	1,000	974	26
Total Support Services-Instruction	<u>500</u>	<u>1,000</u>	<u>974</u>	<u>26</u>
Support Services-General Administration				
Personnel Services	91,800	91,800	87,500	4,300
Employee Benefits	22,038	30,043	23,333	6,710
Professional & Tech Services	33,533	34,590	28,742	5,848
Other Purchased Services	13,500	10,645	10,000	645
Supplies	802	3,302	3,038	264
Total Support Services-General Administration	<u>161,673</u>	<u>170,380</u>	<u>152,613</u>	<u>17,767</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Support Services-School Administration				
Personnel Services	\$ 125,542	\$ 125,542	\$ 123,493	\$ 2,049
Employee Benefits	39,834	41,034	38,292	2,742
Professional & Tech Services	500	500	0	500
Other Purchased Services	500	500	410	90
Supplies	400	1,650	836	814
Total Support Services-School Administration	166,776	169,226	163,031	6,195
Central Services				
Personnel Services	58,263	58,263	58,263	0
Employee Benefits	24,096	13,774	12,013	1,761
Professional & Tech Services	5,000	6,000	5,270	730
Other Purchased Services	750	750	742	8
Supplies	1,750	2,672	2,435	237
Total Central Services	89,859	81,459	78,723	2,736
Operation & Maintenance of Plant				
Personnel Services	96,986	112,486	85,960	26,526
Employee Benefits	39,922	67,113	58,021	9,092
Professional & Tech Services	750	3,250	1,900	1,350
Purchased Property Services	164,500	180,500	141,485	39,015
Other Purchased Services	100,000	100,500	87,885	12,615
Supplies	2,500	2,500	157	2,343
Total Operation & Maintenance of Plant	404,658	466,349	375,408	90,941
Food Service Operations				
Personnel Services	5,029	5,029	5,029	0
Employee Benefits	4,738	5,328	5,051	277
Professional & Tech Services	100	100	0	100
Other Purchased Services	250	400	369	31
Supplies	40,000	6,300	6,300	0
Total Food Service Operations	50,117	17,157	16,749	408
Total Expenditures	2,533,795	2,662,894	2,388,590	274,304
Excess (Deficiency) of Revenues Over Expenditures	\$ (36,853)	\$ (165,952)	\$ 1,418	\$ 167,370

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-OPERATIONAL-11000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Other Financing Sources (Uses)				
Transfers	\$ 0	\$ 0	\$ 1,569	\$ 1,569
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,569</u>	<u>1,569</u>
Net Change in Cash Balance	(36,853)	(165,952)	2,987	168,939
Cash Balance Beginning of Year	<u>166,940</u>	<u>166,940</u>	<u>166,940</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 130,087</u>	<u>\$ 988</u>	<u>\$ 169,927</u>	<u>\$ 168,939</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 2,987	
Net Change in Taxes Receivable			2	
Net Change in Accounts Payable			(3,040)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>(51)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-TRANSPORTATION-13000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 199,512	\$ 199,512	\$ 199,512	\$ 0
Total Revenues	<u>199,512</u>	<u>199,512</u>	<u>199,512</u>	<u>0</u>
Expenditures				
Student Transportation				
Personnel Services	68,966	54,295	48,948	5,347
Employee Benefits	40,127	34,213	36,538	(2,325)
Professional & Tech Services	3,700	3,915	3,914	1
Purchased Property Services	26,964	37,057	37,057	0
Other Purchased Services	20,776	19,458	22,457	(2,999)
Supplies	12,500	25,759	22,297	3,462
Fixed Assets	0	24,208	24,208	0
Supply Assets	0	1,990	0	1,990
Total Student Transportation	<u>173,033</u>	<u>200,895</u>	<u>195,419</u>	<u>5,476</u>
Total Expenditures	<u>173,033</u>	<u>200,895</u>	<u>195,419</u>	<u>5,476</u>
Excess (Deficiency) of Revenues Over Expenditures	26,479	(1,383)	4,093	5,476
Cash Balance Beginning of Year	<u>4,925</u>	<u>4,925</u>	<u>4,925</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 31,404</u>	<u>\$ 3,542</u>	<u>\$ 9,018</u>	<u>\$ 5,476</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 4,093	
Net change in Accounts Payable			(7,407)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (3,314)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
GENERAL FUND-INSTRUCTIONAL MATERIALS-14000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 7,945	\$ 7,945	\$ 7,945	\$ 0
Other	0	0	294	294
Total Revenues	<u>7,945</u>	<u>7,945</u>	<u>8,239</u>	<u>294</u>
Expenditures				
Instruction				
Supplies	13,413	14,072	13,416	656
Total Instruction	<u>13,413</u>	<u>14,072</u>	<u>13,416</u>	<u>656</u>
Total Expenditures	<u>13,413</u>	<u>14,072</u>	<u>13,416</u>	<u>656</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,468)	(6,127)	(5,177)	950
Cash Balance Beginning of Year	<u>6,915</u>	<u>6,915</u>	<u>6,915</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,447</u>	<u>\$ 788</u>	<u>\$ 1,738</u>	<u>\$ 950</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,177)	
Net Change in Accounts Payable			<u>4,677</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (500)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TITLE I-24101
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 104,041	\$ 123,520	\$ 48,672	\$ (74,848)
Total Revenues	<u>104,041</u>	<u>123,520</u>	<u>48,672</u>	<u>(74,848)</u>
Expenditures				
Instruction				
Personnel Services	49,289	52,789	48,749	4,040
Employee Benefits	20,114	23,033	19,872	3,161
Professional & Tech Services	1,000	3,600	1,415	2,185
Other Purchased Services	600	1,100	475	625
Supplies	10,047	16,890	7,850	9,040
Supply Assets	5,000	5,000	0	5,000
Total Instruction	<u>86,050</u>	<u>102,412</u>	<u>78,361</u>	<u>24,051</u>
Support Services-General Administration				
Professional & Tech Services	0	3,114	3,114	0
Total Support Services-General Administration	<u>0</u>	<u>3,114</u>	<u>3,114</u>	<u>0</u>
Support Services-School Administration				
Personnel Services	2,000	2,000	2,000	0
Employee Benefits	370	373	373	0
Total Support Services-School	<u>2,370</u>	<u>2,373</u>	<u>2,373</u>	<u>0</u>
Total Expenditures	<u>88,420</u>	<u>107,899</u>	<u>83,848</u>	<u>24,051</u>
Excess (Deficiency) of Revenues Over Expenditures	15,621	15,621	(35,176)	(50,797)
Cash Balance Beginning of Year	<u>(15,621)</u>	<u>(15,621)</u>	<u>(15,621)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>(50,797)</u>	\$ <u>(50,797)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (35,176)	
Net change in Due from Grantor			38,133	
Net change in Accounts Payable			(2,957)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA B ENTITLEMENT-24106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 79,704	\$ 97,467	\$ 64,151	\$ (33,316)
Total Revenues	<u>79,704</u>	<u>97,467</u>	<u>64,151</u>	<u>(33,316)</u>
Expenditures				
Instruction				
Personnel Services	0	3,500	2,440	1,060
Employee Benefits	0	855	509	346
Professional & Tech Services	750	750	0	750
Other Purchased Services	2,272	2,272	668	1,604
Supplies	4,247	15,479	11,971	3,508
Total Instruction	<u>7,269</u>	<u>22,856</u>	<u>15,588</u>	<u>7,268</u>
Support Services-Students				
Personnel Services	7,750	11,450	10,182	1,268
Employee Benefits	3,712	6,522	4,167	2,355
Professional & Tech Services	6,099	2,399	2,250	149
Other Purchased Services	700	700	2,045	(1,345)
Supplies	750	59	0	59
Total Support Services-Students	<u>19,011</u>	<u>21,130</u>	<u>18,644</u>	<u>2,486</u>
Support Services-School Administration				
Personnel Services	26,663	26,663	26,508	155
Employee Benefits	8,589	8,846	8,618	228
Professional & Tech Services	500	300	100	200
Other Purchased Services	500	500	446	54
Total Support Services-School Administration	<u>36,252</u>	<u>36,309</u>	<u>35,672</u>	<u>637</u>
Total Expenditures	<u>62,532</u>	<u>80,295</u>	<u>69,904</u>	<u>10,391</u>
Excess (Deficiency) of Revenues Over Expenditures	17,172	17,172	(5,753)	(22,925)
Cash Balance Beginning of Year	<u>(17,172)</u>	<u>(17,172)</u>	<u>(17,172)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (22,925)</u>	<u>\$ (22,925)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,753)	
Net change in Due from Grantor			<u>5,753</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-SOLAR PILOT-29134
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 0	\$ 112,194	\$ 112,194
Total Revenues	<u>0</u>	<u>0</u>	<u>112,194</u>	<u>112,194</u>
Expenditures				
Support Services-Students				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	112,194	112,194
Cash Balance Beginning of Year	<u>112,194</u>	<u>112,194</u>	<u>112,194</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 112,194</u>	<u>\$ 112,194</u>	<u>\$ 224,388</u>	<u>\$ 112,194</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 112,194</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 112,194</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Statement of Fiduciary Assets and Liabilities-Agency Funds
June 30, 2012

	<u>Agency Funds</u>
Assets	
Cash in Banks	\$ 47,080
Investments	145,270
Total Assets	<u>\$ 192,350</u>
Liabilities	
Deposits Held for Others	\$ 192,350
Total Liabilities	<u>\$ 192,350</u>

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

NOTE A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Springer Municipal Schools (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued prior to November 30, 1989 that do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

Financial Reporting Entity

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

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

The District has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected District members are financially accountable. There are no other primary governments with which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

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

Governmental Funds

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

General Fund - The General Fund consist of three sub funds. The first is the Operational Fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The second is the Teacherage Fund of the District and accounts for rental properties that are rented to teachers and administrators that work at the school. The Transportation Fund includes a state grant to provide transportation for students in the District. The Instructional Materials Fund accounts for a state grant to provide text books for students in the District.

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

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

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

Fiduciary Fund Type

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

The Student Activity Fund, an agency fund, accounts for assets held by the District as an agent for the District organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This account is accounted for using the economic resources measurement focus and the accrual basis of accounting.

Major Funds

The District reports the following major governmental funds:

GENERAL FUND (11000)(13000)(14000)

The General Fund consist of three sub funds. The first is the operational fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The Transportation fund includes a state grant to provide transportation for students in the District. The Instructional Materials fund accounts for a state grant to provide text books for students in the District.

SPECIAL REVENUE FUND

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

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

Solar Pilot (29134). To account for revenue received to fund a solar pilot project. The fund was created by grant provisions.

Ed Tech Equipment Account (31900). To account for proceeds received from the issuance of Educational Technology Notes to be used for the acquisition of education technology equipment for use in classrooms and library and media centers. Authority for the creation of this fund is NMSA 1978, 6-15A-1 through 6-15A-16.

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

Measurement Focus and Basis of Accounting
Government-Wide Financial Statements (GWFS)

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

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

Program Revenues

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

Fund Financial Statements (FFS)

Governmental Funds

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

Revenues

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

Grants. Government mandated nonexchange transaction and voluntary nonexchange transactions. Recipients should recognize revenues in the period when all applicable eligibility requirements have been met and the resources are available.

Revenue Recognition for Grants.

Eligibility requirements for government-mandated and voluntary nonexchange transaction comprise one or more of the following:

1. Required characteristics of recipients. The recipient has the characteristics specified by the provider (are required to be school districts).

2. Time requirements. Time requirements specified by enabling legislation or the provider have been met (period when the resources are required to be used).
3. Reimbursements. The provider offers resources on a reimbursement ("expenditure-driven") basis and the recipient has incurred allowable costs under the applicable program.
4. Contingencies. The providers offer of resources is contingent upon a specified action of the recipient and that action has occurred (the recipient has raised the matching funds).

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

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

Expenditures

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

Other Financing Sources (Uses)

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

Basis of Budgeting

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

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

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

1. Prior to April 15, (unless a later date is fixed by the Superintendent of Public Instruction) the local school board submits to the District Budget Planning Unit (SBPU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.
2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBPU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.
3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBPU and the local school board. The budget shall be integrated formally in to the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.

4. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the SBPU.
5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.
6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the *Manual of Procedures Public School Accounting and Budgeting*. Such changes are initiated by the District and approved by the SBPU.
7. Legal budget control for expenditures is by function.
8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

Cash and Cash Equivalents

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

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

Investments

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

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

Receivables and Payables

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

Property Taxes

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

Elimination and Reclassifications of Certain Receivables and Payables

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

Inventories and Prepaid Items

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

Capital Assets

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

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

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

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

Capital Leases

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

Short -Term Debt

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

Long-Term Liabilities

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

Restricted Net Assets

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

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

Imposed by law through constitutional provisions or enabling legislation.

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

Fund Balances of Fund Financial Statements

Nonspendable fund balance represents assets that are other than cash such as inventory.

Restricted fund balance indicates that portion of fund equity which has been segregated for specific purposes.

Unassigned fund balance indicates that portion of fund equity which is available for budgeting in future periods.

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or non routine permanent transfers of equity are reported as residual equity transfers. All other inter-fund transfers are reported as operating transfers.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

Deferred Revenue

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

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

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both the following conditions are met:

- (a) The employees' right to receive compensation is attributable to services already rendered.
- (b) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

Estimates

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

NOTE B: DEPOSITS AND INVESTMENTS

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

Wells Fargo	Balance Per Bank 06/30/12	Reconciled Balance	Type
Name of Account			
Springer School	0		Savings
A C Elizabeth Arellano Scholarship	16,286	16,286	Savings
TOTAL Deposited	16,286	\$ 16,286	
Less: FDIC Coverage	(16,286)		
Uninsured Amount	0		
50% collateral requirement	0		
Pledged securities	0		
Over (Under) requirement	\$ 0		

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

International Bank	Balance Per Bank 06/30/12	Reconciled Balance	Type
<u>Name of Account</u>			
General Operations	\$ 80,000	\$ 80,000	Checking
Springer Municipal Schools	927,822	685,261	Checking
Insurance Clearing Account	61,527	0	Checking
TOTAL Deposited	<u>1,069,349</u>	<u>\$ 765,261</u>	
Less: FDIC Coverage	<u>(250,000)</u>		
Uninsured Amount	819,349		
102% collateral requirement	835,736		
Pledged securities	681,910		
Over (Under) requirement	<u>\$ (153,826)</u>		

The cash balance on the Balance Sheet and Statement of Net Assets includes \$500 cash on hand.

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

The following securities are pledged at Independent Bank:

<u>Description</u>	<u>CUSIP #</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
Espanola, NM Public School	296628BV1	\$ 202,440	7/1/2012 *	WF California
FHLB Non CBL	3133XDTB7	102,200	12/1/2012	WF California
FFCB Non CBL	31331X2Q4	105,570	9/1/2013 *	WF California
FHLB Non CBL	3133XKTV7	271,700	6/1/2014 *	WF California
		<u>\$ 681,910</u>		

Custodial Credit Risk-Deposits	Bank Balance
<u>Depository Account</u>	
Insured	\$ 266,286
Collateralized:	
Collateral held by the pledging bank in District's name	0
Over insured or over collateralized	819,349
Total Deposits	<u>\$ 1,085,635</u>

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. As of June 30, 2012 none of the District's bank balance of \$ was exposed to custodial credit risk.

Investments

Account Name: Springer School District-Sim Brown Scholarship Fund

Type of Investment:	Balance 06/30/12
Domestic Equity	\$ 34,176
US Large Cap Equity	30,797
US Small/Mid Cap Equity	
Non-US Equity	
Non-US Developed Markets Equity	27,563
Non-US Emerging Markets Equity	30,984
Bonds	
US Core Bonds	21,749
	<u>\$ 145,269</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

Broker: New Mexico State Investment Council

Calculation of the net increase in the fair value of investments during the year:

Fair value at June 30, 2012	\$	145,269
Add Investment earning		3,963
Fees Charges		(131)
Less Distribution		(6,275)
Less Fair Value June 30, 2011		(163,864)
Decrease in fair value of investments	\$	<u>(21,038)</u>

GASB Statement No. 40, Deposit and Investment Risk Disclosures, relates to how deposits and investments are reported in the annual financial statements of governmental entities. GASB Statement No. 40 disclosures inform financial statement users about deposit and investment risks that could affect a government's ability to provide services and meet its obligations as they become due. GASB Statement No. 40 requires governments to disclose deposit and investment risks related to credit risk (including custodial credit risk), concentration of credit risk, interest rate risk, and foreign currency risk. The State Treasurer's Office provides the following information regarding the LGIP:

1. With respect to credit risk, the LGIP, a government investment pool, is rated AAAM by Standard & Poor's. Therefore, the LGIP reports AAAM for credit risk. Public funds are not required to disclose custodial credit risk for external investment pools. Therefore, the LGIP is exempt from this requirement.
2. GASB Statement No. 40 defines concentration of credit risk as investments of more than 5% in any one issuer. External investment pools, such as the LGIP, are excluded from the requirement of disclosing concentration of credit risk. Therefore, the LGIP is exempt from this disclosure. However, our investment portfolio is posted on the State Treasurer's Office website, www.nmsto.gov, and available for review by participants at any time.
3. GASB Statement No. 40 defines interest rate risk as the risk that interest rate variations may adversely affect the fair value of an investment. According to GASB Statement No. 40, an acceptable method for reporting interest rate risk is weighted average maturity ("WAM"). The State Treasurer's Office uses this method for reporting purposes for the LGIP. The WAM of the LGIP is identified on the monthly LGIP investment report found on the State Treasurer's Office website at www.nmsto.org. As of June 30, 2012, the LGIP WAM(R) is 60 days and WAM(F) is 83 days.
4. Finally, with respect to foreign currency risk, all investments in the LGIP are in U.S. dollar denominated assets. Therefore, the LGIP has no foreign currency risk.

NOTE C: INTERFUND BALANCES

Interfund Balances year ending June 30, 2012 were as follows:

Loans from:		Loans to:	
General	\$ 50,797	Title I	\$ 50,797
General	22,925	IDEA B, Entitlement	22,925
General	37,259	Other Governmental Funds	37,259
	<u>\$ 110,981</u>		<u>\$ 110,981</u>

Loans were made from the General fund to above funds to cover the cash balances while awaiting reimbursements from PED. All loans are expected to be repaid within one year.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2012:

	General	Debt Service	Other Governmental Funds	Total
Property Taxes				
Receivable:				
Available	\$ 120	\$ 2,081	\$ 885	\$ 3,086
Unavailable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Property Taxes	<u>\$ 120</u>	<u>\$ 2,081</u>	<u>\$ 885</u>	<u>\$ 3,086</u>

NOTE E: DEFERRED REVENUES

Revenues are deferred in accordance with the modified accrual basis of accounting for the fund financial statements. The following deferred revenues are measurable but do not represent available expendable resources for the Fund Financial Statements for the fiscal year ended June 30, 2012:

	Other Governmental Funds
Deferred Revenue	<u>\$ 8,613</u>

NOTE F: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2012, is as follows:

	Balance 6/30/11	Additions	Adjustments	Balance 6/30/12
Governmental Activities				
Capital Assets not being Depreciated				
Land	\$ 8,126	\$ 0	\$ 0	\$ 8,126
Total Capital Assets not being Depreciated	<u>8,126</u>	<u>0</u>	<u>0</u>	<u>8,126</u>
Capital Assets, being Depreciated				
Buildings & Improvements	9,882,799	72,034	0	9,954,833
Equipment, Vehicles, Information	<u>1,342,094</u>	<u>93,819</u>	<u>0</u>	<u>1,435,913</u>
Total Capital Assets, being Depreciated	<u>11,224,893</u>	<u>165,853</u>	<u>0</u>	<u>11,390,746</u>
Total Capital Assets	<u>\$ 11,233,019</u>	<u>\$ 165,853</u>	<u>\$ 0</u>	<u>\$ 11,398,872</u>
Less Accumulated Depreciation				
Buildings & Improvements	\$ 4,526,270	\$ 234,350	\$ 0	\$ 4,760,620
Equipment, Vehicles, Information	<u>657,789</u>	<u>120,062</u>	<u>0</u>	<u>777,851</u>
Total Accumulated Depreciation	<u>5,184,059</u>	<u>354,412</u>	<u>0</u>	<u>5,538,471</u>
Capital Assets, net	<u>\$ 6,048,960</u>	<u>\$ (188,559)</u>	<u>\$ 0</u>	<u>\$ 5,860,401</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 354,412
Total depreciation expenses	<u>\$ 354,412</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

NOTE G: LONG TERM DEBT

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

	Balance 6/30/11	Additions	Reductions	Balance 6/30/12	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 1,565,000	\$ 350,000	\$ 145,000	\$ 1,770,000	\$ 215,000
Total Bonds	<u>1,565,000</u>	<u>350,000</u>	<u>145,000</u>	<u>1,770,000</u>	<u>215,000</u>
Other Liabilities					
Compensated Absences	6,841	21,726	14,074	14,493	0
Total Other Liabilities	<u>6,841</u>	<u>21,726</u>	<u>14,074</u>	<u>14,493</u>	<u>0</u>
Long-Term Liabilities	<u>\$ 1,571,841</u>	<u>\$ 371,726</u>	<u>\$ 159,074</u>	<u>\$ 1,784,493</u>	<u>\$ 215,000</u>

Payments on the general obligation bonds are made by the Debt Service Funds.

Above Balance of Long-Term Debts	\$ 1,770,000
Issue Costs	(188,282)
Accumulated Amortization	66,653
Statement of Net Assets	<u>\$ 1,648,371</u>
Long-Term Per Government Wide Financial Statements	\$ 1,433,371
Current Portion	215,000
Statement of Net Assets	<u>\$ 1,648,371</u>

General Obligation Bonds.

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

Series	Date of Issue	Original Amount	Interest Rate	Balance
2001	09/01/01	215,000	4.3%-4.8%	50,000
2002	10/01/02	185,000	3.%-4.75%	20,000
2008	05/15/08	500,000	3%-5%	400,000
2009	06/15/09	500,000	3.5%-4.25%	450,000
2010	03/15/10	500,000	3.00%	500,000
2012	05/15/12	350,000	1.48%	350,000
				<u>\$ 1,770,000</u>

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2012

The annual requirements to amortize all of the general obligation bonds as of June 30, 2012, including interest payments are as follows:

	Principal	Interest	Total
2013	\$ 215,000	\$ 58,594	\$ 273,594
2014	245,000	52,030	297,030
2015	195,000	45,235	240,235
2016	370,000	38,390	408,390
2017	245,000	27,315	272,315
2018-2020	500,000	37,000	537,000
	<u>\$ 1,770,000</u>	<u>\$ 258,564</u>	<u>\$ 2,028,564</u>

NOTE H: COMMITMENTS

The District will spend \$200,000 for technology purchases and improvements in the next fiscal year.

NOTE I: PENSION PLAN

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

Effective July 1, 2011 plan members are required by statute to continue 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The REC is required to contribute 12.4% of gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the REC are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The REC's contributions to ERB for the fiscal years ending June 30, 2012, 2011, and 2010, were \$317,561, \$333,789, and \$315,337 respectively, which equal the amount of the required contributions for each fiscal year.

NOTE J: RETIREE HEALTH CARE ACT CONTRIBUTIONS

The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

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

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

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

The Retiree Health Care Authority issues a separate, publicly available audited financial report that includes post employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the RHCA, Albuquerque State Government Center, 401 Roma, NW, Suite 200, Albuquerque, New Mexico 87102.

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

For employees who are not members of an enhanced retirement plan the contribution rates will be:

<u>Fiscal Year</u>	<u>Employer Contribution</u>	<u>Employee Contribution</u>
2013	2.000%	1.000%

Also, employers joining the program after 1/1/98 are also required to make a surplus-amount contribution to the RHCA based on one of two formulas at agreed-upon intervals.

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

The REC's contributions to the RHCA for the years ended June 30, 2012, 2011 and 2010 were \$43,035, \$40,967, and \$29,956 respectively, which equal the required contributions for each year.

NOTE K: RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS STATEMENTS

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

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

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

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

NOTE L: INSURANCE COVERAGE

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

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

NOTE M. SURETY BOND

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

NOTE N: JOINT POWERS AGREEMENTS

A joint powers agreement was entered into with the High Plains Regional Education Cooperative No. 3 (REC). The purpose of the agreement is to allow the submission of a consolidated application to the State Department of Education for certain funds granted to the State of New Mexico by the United States Department of Education under the Education of the Handicapped Act, Part B, PL 94-142 among others.

The agreement became effective on July 1, 1995 and is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The High Plains Regional Education Cooperative No. 3 issues a separate, publicly available financial report that includes financial statements and required supplementary information. A copy of that audit report can be obtained by writing to the High Plains Regional Education Cooperative No. 3, 144 South First Street, Raton, New Mexico, 87740.

**SUPPLEMENTAL INFORMATION RELATED TO
MAJOR FUNDS**

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-ED TECH EQUIPMENT-31900
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 29	\$ 29	\$ 28	\$ (1)
Sale of Bonds	350,000	350,000	350,000	0
Total Revenues	<u>350,029</u>	<u>350,029</u>	<u>350,028</u>	<u>(1)</u>
Expenditures				
Capital Outlay				
Professional & Tech Services	0	45,620	45,619	1
Supply Assets	0	304,409	106,544	197,865
Total Capital Outlay	<u>0</u>	<u>350,029</u>	<u>152,163</u>	<u>197,866</u>
Total Expenditures	<u>0</u>	<u>350,029</u>	<u>152,163</u>	<u>197,866</u>
Excess (Deficiency) of Revenues Over Expenditures	350,029	0	197,865	197,865
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 350,029</u>	<u>\$ 0</u>	<u>\$ 197,865</u>	<u>\$ 197,865</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 197,865</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 197,865</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS

DEBT SERVICE-41000

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

For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 205,988	\$ 205,988	\$ 183,685	\$ (22,303)
Total Revenues	<u>205,988</u>	<u>205,988</u>	<u>183,685</u>	<u>(22,303)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	2,060	2,060	1,836	224
Total Support Services-General Administration	<u>2,060</u>	<u>2,060</u>	<u>1,836</u>	<u>224</u>
Debt Service				
Principal	145,000	145,000	145,000	0
Interest	58,928	58,928	58,928	0
Total Debt Service	<u>203,928</u>	<u>203,928</u>	<u>203,928</u>	<u>0</u>
Total Expenditures	<u>205,988</u>	<u>205,988</u>	<u>205,764</u>	<u>224</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(22,079)	(22,079)
Cash Balance Beginning of Year	<u>196,374</u>	<u>196,374</u>	<u>196,374</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 196,374</u>	<u>\$ 196,374</u>	<u>\$ 174,295</u>	<u>\$ (22,079)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (22,079)	
Net change in Taxes Receivable			(1,144)	
Net change in Current Portion Principal			0	
Net change in Current Portion Interest			1,125	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (22,098)</u>	

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

**SUPPLEMENTAL INFORMATION RELATED TO
NON MAJOR FUNDS**

NONMAJOR SPECIAL REVENUE FUNDS

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

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

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

Fresh Fruit & Vegetable Program (24118). To account for a Federal grant to provide a variety of free fresh fruits and vegetables to children to help create a healthier school environment. Funding is authorized by the Agriculture, Rural Development, Food and Drug Administration and Related Agencies Act, signed in November 2005, Public Law 109-97.

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

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

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

Child Care Block Grant CYFD (25157) Children Youth and Family funded, pays for childcare for those meeting low income criteria

Child & Adult Food Program (25171). To account for grant funds to provide meals and snacks to children enrolled in day care. This program is in accordance with the federal regulation 7 CFR part 226.6(h) and is monitored by the New Mexico Children, Youth and Families Department.

Rural Education Achievement Program (REAP) (25233) To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Education Job Stimulus (25255). To account for revenues and expenditures received from the federal government for the purpose of job creation. Funding authorized by the American Recovery and Reinvestment Act of 2009. The fund was created by the authority of federal grant provisions.

Dual Credit Instructional Materials (27103). To provide funding to the District to purchase college books for students attending college classes and obtaining dual credits. The fund was created by grant provisions.

Go Library Books (27105). To account for revenues and expenditures from a state grant to provide for public school and juvenile detention libraries. The funding made available to update and expand library collections in order to circulate and provide access of materials to students and teachers. Funding provided by the State of New Mexico.

Incentives for School Improvements (27138). To account for revenues and expenditures from a state grant as part of the Incentives for School Improvement Act: awarded based on the improvement in CTBS 5/Terra Nova or New Mexico High School Competency Examination scores. The fund was created by state grant provisions. (NMSA 22-13 A-1).

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

Library Books (27549). To account for funds received from the New Mexico Public Education Department for purchasing library books. The fund was created by state grant provisions.

Coordinated Approach to Children (28140) Funding for a research-based physical activity and nutrition diabetes prevention program. Includes components of nutrition, physical activity,, family involvement and school food service.

Silver Wellness Center (29125). To account for revenues and expenditures from local sources provided for the salaries, benefits, equipment and supplies for the childcare center. The fund was created by grant provisions.

NONMAJOR CAPITAL PROJECTS FUNDS

Bond Building (31100). The revenues are derived from a School Building Bond Issue. The expenditures are restricted to major capital improvements.

Special Capital Outlay-State (31400). To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading buildings.

Senate Bill Nine (31700). The revenues are derived from a district tax levy and matched by the state. Expenditures are restricted to capital improvements.

NONMAJOR DEBT SERVICE FUND

Education Technology (43000). To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA Preschool 24109
ASSETS			
Cash and Cash Equivalents	\$ 88	\$ 3,460	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	5,490
Inventory	1,711	0	0
Total Assets	<u>\$ 1,799</u>	<u>\$ 3,460</u>	<u>\$ 5,490</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 2,082
Interfund Balances	0	0	3,408
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>5,490</u>
Fund Balance			
Nonspendable-Inventory	1,711	0	0
Restricted-Reported In			
Special Revenue Funds	88	3,460	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>1,799</u>	<u>3,460</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 1,799</u>	<u>\$ 3,460</u>	<u>\$ 5,490</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	Fresh Fruit & Vegetables 24118	Improving Teacher Quality 24154	IDEA B Recovery Act 24206
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	6,762	0
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 6,762</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	6,762	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>6,762</u>	<u>0</u>
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 6,762</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	Medicaid 25153	Child Care Block Grant CYFD 25157	Child & Adult Food Program 25171
ASSETS			
Cash and Cash Equivalents	\$ 9,880	\$ 5,043	\$ 3,570
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	\$ 9,880	\$ 5,043	\$ 3,570
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	5,043	3,570
Total Liabilities	0	5,043	3,570
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	9,880	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	9,880	0	0
Total Liabilities and Fund Balance	\$ 9,880	\$ 5,043	\$ 3,570

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	REAP 25233	Education Job 25255	Dual Credit Instructional Materials 27103
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	153
Inventory	0	0	0
Total Assets	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 153</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	153
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>153</u>
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 153</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	GO Library Books 27105	Incentives For School Improvement 27138	Beginning Teacher Mentoring 27154
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	12,303	0	0
Inventory	0	0	0
Total Assets	\$ 12,303	\$ 0	\$ 0
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	12,303	0	0
Deferred Revenue	0	0	0
Total Liabilities	12,303	0	0
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	0	0	0
Total Liabilities and Fund Balance	\$ 12,303	\$ 0	\$ 0

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Special Revenue Fund		
	GO Library Books 27549	Coordinated Approach to Children 28140	Silver Wellness Center 29125
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	\$ 0	\$ 0	\$ 0
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	0	0	0
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	0	0	0
Total Liabilities and Fund Balance	\$ 0	\$ 0	\$ 0

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	Capital Projects		
	Bond Building 31100	Special Capital Outlay State 31400	Senate Bill Nine 31700
ASSETS			
Cash and Cash Equivalents	\$ 21,650	\$ 0	\$ 14,737
Receivables			
Taxes	0	0	652
Due From Grantor	0	14,633	0
Inventory	0	0	0
Total Assets	<u>\$ 21,650</u>	<u>\$ 14,633</u>	<u>\$ 15,389</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 88
Interfund Balances	0	14,633	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>14,633</u>	<u>88</u>
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	21,650	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	15,301
Total Fund Balances	<u>21,650</u>	<u>0</u>	<u>15,301</u>
Total Liabilities and Fund Balance	<u>\$ 21,650</u>	<u>\$ 14,633</u>	<u>\$ 15,389</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Balance Sheet
June 30, 2012

	<u>Debt Service</u>	
	Education Technology 43000	<u>Total</u>
ASSETS		
Cash and Cash Equivalents	\$ 10,289	\$ 68,717
Receivables		
Taxes	233	885
Due From Grantor	0	39,341
Inventory	0	1,711
Total Assets	<u>\$ 10,522</u>	<u>\$ 110,654</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts Payable	\$ 0	\$ 2,170
Interfund Balances	0	37,259
Deferred Revenue	0	8,613
Total Liabilities	<u>0</u>	<u>48,042</u>
Fund Balance		
Nonspendable-Inventory	0	1,711
Restricted-Reported In		
Special Revenue Funds	0	13,428
Capital Projects	0	21,650
Debt Service	10,522	10,522
Assigned-Capital Projects	0	15,301
Total Fund Balances	<u>10,522</u>	<u>62,612</u>
Total Liabilities and Fund Balance	<u>\$ 10,522</u>	<u>\$ 110,654</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA Preschool 24109
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	11,748	32,048	0
State & Local Grants	0	0	0
Federal Grants	92,439	0	6,065
Miscellaneous	0	73	0
Total Revenues	<u>104,187</u>	<u>32,121</u>	<u>6,065</u>
Expenditures			
Current			
Instruction	0	29,478	6,065
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Food Services	116,391	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>116,391</u>	<u>29,478</u>	<u>6,065</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(12,204)</u>	<u>2,643</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(12,204)	2,643	0
Fund Balances at Beginning of Year	<u>14,003</u>	<u>817</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,799</u>	<u>\$ 3,460</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	Fresh Fruit & Vegetables 24118	Improving Teacher Quality 24154	IDEA B Entitlement Stimulus 24206
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	4,071	15,842	0
Miscellaneous	0	0	0
Total Revenues	4,071	15,842	0
Expenditures			
Current			
Instruction	0	14,369	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	1,473	0
Operation & Maintenance of Plant	0	0	0
Food Services	4,071	0	0
Capital Outlay	0	0	0
Total Expenditures	4,071	15,842	0
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	0	0	0
Fund Balance End of Year	\$ 0	\$ 0	\$ 0

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
		Child Care Block Grant	Child & Adult Food Program
	Medicaid 25153	CYFD 25157	25171
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	3,778	0	0
State & Local Grants	0	0	0
Federal Grants	0	32,902	1,467
Miscellaneous	0	0	0
Total Revenues	<u>3,778</u>	<u>32,902</u>	<u>1,467</u>
Expenditures			
Current			
Instruction	4,636	0	0
Support Services-Students	0	32,902	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Food Services	0	0	1,467
Capital Outlay	0	0	0
Total Expenditures	<u>4,636</u>	<u>32,902</u>	<u>1,467</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(858)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	<u>0</u>	<u>0</u>	<u>0</u>
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(858)	0	0
Fund Balances at Beginning of Year	<u>10,738</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 9,880</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	REAP 25233	Education Job 25255	Dual Credit Instructional Materials 27103
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	1,237
Federal Grants	6,127	933	0
Miscellaneous	0	0	0
Total Revenues	<u>6,127</u>	<u>933</u>	<u>1,237</u>
Expenditures			
Current			
Instruction	6,127	933	1,237
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Food Services	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>6,127</u>	<u>933</u>	<u>1,237</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	GO Library Books 27105	Incentives For School Improvement 27138	Beginning Teacher Mentoring 27154
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	2,074	0	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>2,074</u>	<u>0</u>	<u>0</u>
Expenditures			
Current			
Instruction	2,074	611	0
Support Services-Students	0	0	0
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Food Services	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>2,074</u>	<u>611</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>(611)</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	(1,068)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(1,068)</u>
Net Change in Fund Balance	0	(611)	(1,068)
Fund Balances at Beginning of Year	<u>0</u>	<u>611</u>	<u>1,068</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Special Revenue Fund		
	GO Library Books 27549	Coordinated Approach to Children 28140	Silver Wellness Center 29125
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	8,363
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>8,363</u>
Expenditures			
Current			
Instruction	0	0	0
Support Services-Students	0	0	18,991
Support Services-General Administration	0	0	0
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	0
Food Services	0	0	0
Capital Outlay	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>18,991</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>(10,628)</u>
Other Financing Sources (Uses)			
Transfers In/(Out)	<u>(599)</u>	<u>97</u>	<u>0</u>
Total Other Sources (Uses)	<u>(599)</u>	<u>97</u>	<u>0</u>
Net Change in Fund Balance	(599)	97	(10,628)
Fund Balances at Beginning of Year	<u>599</u>	<u>(97)</u>	<u>10,628</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	Capital Projects		
	Bond Building 31100	Special Capital Outlay State 31400	Senate Bill Nine 31700
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 60,500
Fees	0	0	0
State & Local Grants	0	14,633	32,884
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	0	14,633	93,384
Expenditures			
Current			
Instruction	3,241	0	20,404
Support Services-Students	0	0	0
Support Services-General Administration	0	0	606
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	0	0	66,641
Food Services	0	0	0
Capital Outlay	151,221	14,633	0
Total Expenditures	154,462	14,633	87,651
Excess (Deficiency) of Revenues Over Expenditures	(154,462)	0	5,733
Other Financing Sources (Uses)			
Transfers In/(Out)	0	0	0
Total Other Sources (Uses)	0	0	0
Net Change in Fund Balance	(154,462)	0	5,733
Fund Balances at Beginning of Year	176,112	0	9,568
Fund Balance End of Year	\$ 21,650	\$ 0	\$ 15,301

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
NONMAJOR FUNDS
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2012

	<u>Debt Service</u>	
	Education Technology 43000	Total
Revenues		
Property Taxes	\$ 1,248	\$ 61,748
Fees	0	47,574
State & Local Grants	0	59,191
Federal Grants	0	159,846
Miscellaneous	0	73
Total Revenues	<u>1,248</u>	<u>328,432</u>
Expenditures		
Current		
Instruction	0	89,175
Support Services-Students	0	51,893
Support Services-General Administration	12	618
Support Services-School Administration	0	1,473
Operation & Maintenance of Plant	0	66,641
Food Services	0	121,929
Capital Outlay	0	165,854
Total Expenditures	<u>12</u>	<u>497,583</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,236</u>	<u>(169,151)</u>
Other Financing Sources (Uses)		
Transfers In/(Out)	0	(1,570)
Total Other Sources (Uses)	<u>0</u>	<u>(1,570)</u>
Net Change in Fund Balance	1,236	(170,721)
Fund Balances at Beginning of Year	<u>9,286</u>	<u>233,333</u>
Fund Balance End of Year	<u>\$ 10,522</u>	<u>\$ 62,612</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-FOOD SERVICE-21000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 10,300	\$ 10,300	\$ 11,748	\$ 1,448
Federal Grants	90,000	90,000	85,461	(4,539)
Total Revenues	<u>100,300</u>	<u>100,300</u>	<u>97,209</u>	<u>(3,091)</u>
Expenditures				
Food Service				
Personnel Services	29,645	29,645	29,455	190
Employee Benefits	17,107	15,087	13,392	1,695
Professional & Tech Services	300	300	100	200
Other Purchased Services	100	300	300	0
Supplies	53,148	67,500	66,564	936
Total Food Service	<u>100,300</u>	<u>112,832</u>	<u>109,811</u>	<u>3,021</u>
Total Expenditures	<u>100,300</u>	<u>112,832</u>	<u>109,811</u>	<u>3,021</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(12,532)	(12,602)	(70)
Cash Balance Beginning of Year	<u>12,690</u>	<u>12,690</u>	<u>12,690</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 12,690</u>	<u>\$ 158</u>	<u>\$ 88</u>	<u>\$ (70)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (12,602)	
Net change in Inventory			82	
Net Change in Accounts Payable			316	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (12,204)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-ATHLETICS-22000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 30,000	\$ 30,000	\$ 32,048	\$ 2,048
Miscellaneous	0	0	73	73
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>32,121</u>	<u>2,121</u>
Expenditures				
Instruction				
Professional & Tech Services	500	500	500	0
Other Purchased Services	22,413	22,413	21,891	522
Supplies	7,087	7,087	7,087	0
Total Instruction	<u>30,000</u>	<u>30,000</u>	<u>29,478</u>	<u>522</u>
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>29,478</u>	<u>522</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	2,643	2,643
Cash Balance Beginning of Year	<u>817</u>	<u>817</u>	<u>817</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 817</u>	<u>\$ 817</u>	<u>\$ 3,460</u>	<u>\$ 2,643</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 2,643</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 2,643</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND- IDEA PRESCHOOL-24109
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 3,443	\$ 7,341	\$ 0	\$ (7,341)
Total Revenues	<u>3,443</u>	<u>7,341</u>	<u>0</u>	<u>(7,341)</u>
Expenditures				
Instruction				
Supplies	3,443	7,341	3,982	3,359
Total Instruction	<u>3,443</u>	<u>7,341</u>	<u>3,982</u>	<u>3,359</u>
Total Expenditures	<u>3,443</u>	<u>7,341</u>	<u>3,982</u>	<u>3,359</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(3,982)	(3,982)
Cash Balance Beginning of Year	<u>574</u>	<u>574</u>	<u>574</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 574</u>	<u>\$ 574</u>	<u>\$ (3,408)</u>	<u>\$ (3,982)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,982)	
Net change in Due from Grantor			5,491	
Net Change in Accounts Payable			(2,083)	
Net Change in Deferred Revenue			<u>574</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-FRESH FRUIT & VEGETABLES-24118
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 4,576	\$ 4,071	\$ (505)
Total Revenues	<u>0</u>	<u>4,576</u>	<u>4,071</u>	<u>(505)</u>
Expenditures				
Food Service				
Supplies	0	4,576	4,071	505
Total Food Service	<u>0</u>	<u>4,576</u>	<u>4,071</u>	<u>505</u>
Total Expenditures	<u>0</u>	<u>4,576</u>	<u>4,071</u>	<u>505</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-TEACHER/PRINCIPAL TRAINING-24154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 0	\$ 21,248	\$ 4,619	\$ (16,629)
Total Revenues	<u>0</u>	<u>21,248</u>	<u>4,619</u>	<u>(16,629)</u>
Expenditures				
Instruction				
Professional & Tech Services	0	10,800	10,800	0
Other Purchased Services	0	3,191	3,191	0
Supplies	<u>0</u>	<u>378</u>	<u>378</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>14,369</u>	<u>14,369</u>	<u>0</u>
Support Services-School Administration				
Professional & Tech Services	0	1,500	625	875
Other Purchased Services	<u>0</u>	<u>1,500</u>	<u>848</u>	<u>652</u>
Total Support Services-School Administration	<u>0</u>	<u>3,000</u>	<u>1,473</u>	<u>1,527</u>
Total Expenditures	<u>0</u>	<u>17,369</u>	<u>15,842</u>	<u>1,527</u>
Excess (Deficiency) of Revenues Over Expenditures	0	3,879	(11,223)	(15,102)
Cash Balance Beginning of Year	<u>4,461</u>	<u>4,461</u>	<u>4,461</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 4,461</u>	<u>\$ 8,340</u>	<u>\$ (6,762)</u>	<u>\$ (15,102)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (11,223)	
Net change in Deferred Revenue			6,762	
Net Change in Deferred Revenue			<u>4,461</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-IDEA B RECOVERY ACT-24206
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 3,344	\$ 19,141	\$ 3,344	\$ (15,797)
Total Revenues	<u>3,344</u>	<u>19,141</u>	<u>3,344</u>	<u>(15,797)</u>
Expenditures				
Instruction				
Supplies	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,344	19,141	3,344	(15,797)
Cash Balance Beginning of Year	<u>(3,344)</u>	<u>(3,344)</u>	<u>(3,344)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 15,797</u>	<u>\$ 0</u>	<u>\$ (15,797)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,344	
Net change in Due from Grantor			<u>(3,344)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-MEDICAID-25153
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 45,262	\$ 3,778	\$ 0
Total Revenues	<u>0</u>	<u>45,262</u>	<u>3,778</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	5,000	0	5,000
Fixed Assets	0	45,000	0	45,000
Supply Assets	0	6,000	4,636	1,364
Total Instruction	<u>0</u>	<u>56,000</u>	<u>4,636</u>	<u>51,364</u>
Total Expenditures	<u>0</u>	<u>56,000</u>	<u>4,636</u>	<u>51,364</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(10,738)	(858)	9,880
Cash Balance Beginning of Year	<u>10,738</u>	<u>10,738</u>	<u>10,738</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 10,738</u>	<u>\$ 0</u>	<u>\$ 9,880</u>	<u>\$ 9,880</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ (858)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (858)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-CHILD CARE BLOCK GRANT CYFD-25157
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 20,106	\$ 23,470	\$ 27,777	\$ 4,307
Total Revenues	<u>20,106</u>	<u>23,470</u>	<u>27,777</u>	<u>4,307</u>
Expenditures				
Support Services-Students				
Personnel Services	18,500	18,500	18,500	0
Employee Benefits	11,774	15,138	14,402	736
Total Support Services-Students	<u>30,274</u>	<u>33,638</u>	<u>32,902</u>	<u>736</u>
Total Expenditures	<u>30,274</u>	<u>33,638</u>	<u>32,902</u>	<u>736</u>
Excess (Deficiency) of Revenues Over Expenditures	(10,168)	(10,168)	(5,125)	5,043
Cash Balance Beginning of Year	<u>10,168</u>	<u>10,168</u>	<u>10,168</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,043</u>	<u>\$ 5,043</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,125)	
Net change in Deferred Revenue			<u>5,125</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-CHILD & ADULT FOOD PROGRAM-25171
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 783	\$ 783	\$ 1,170	\$ 387
Total Revenues	<u>783</u>	<u>783</u>	<u>1,170</u>	<u>387</u>
Expenditures				
Food Service				
Supplies	4,649	4,649	1,466	3,183
Total Food Service	<u>4,649</u>	<u>4,649</u>	<u>1,466</u>	<u>3,183</u>
Total Expenditures	<u>4,649</u>	<u>4,649</u>	<u>1,466</u>	<u>3,183</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,866)	(3,866)	(296)	3,570
Cash Balance Beginning of Year	<u>3,866</u>	<u>3,866</u>	<u>3,866</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,570</u>	<u>\$ 3,570</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (296)	
Net Change in Deferred Revenue			<u>296</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-RURAL EDUCATION ACHIEVEMENT PROGRAM-25233
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 3,794	\$ 9,921	\$ 9,921	\$ 0
Total Revenues	<u>3,794</u>	<u>9,921</u>	<u>9,921</u>	<u>0</u>
Expenditures				
Instruction				
Supply Assets	0	6,127	6,127	0
Total Instruction	<u>0</u>	<u>6,127</u>	<u>6,127</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>6,127</u>	<u>6,127</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,794	3,794	3,794	0
Cash Balance Beginning of Year	<u>(3,794)</u>	<u>(3,794)</u>	<u>(3,794)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,794	
Net Change in Due from Grantor			<u>(3,794)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-EDUCATION JOB STUMULUS-25255
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 16,122	\$ 17,054	\$ 17,054	\$ 0
Total Revenues	<u>16,122</u>	<u>17,054</u>	<u>17,054</u>	<u>0</u>
Expenditures				
Support Services-Students				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>932</u>	<u>932</u>	<u>0</u>
Total Support Services-Students	<u>0</u>	<u>932</u>	<u>932</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>932</u>	<u>932</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	16,122	16,122	16,122	0
Cash Balance Beginning of Year	<u>(16,122)</u>	<u>(16,122)</u>	<u>(16,122)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 16,122	
Net change in Due from Grantor			<u>(16,122)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-DUAL CREDIT INSTRUCTIONAL MATERIALS-27103
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 1,752	\$ 1,084	\$ (668)
Total Revenues	<u>0</u>	<u>1,752</u>	<u>1,084</u>	<u>(668)</u>
Expenditures				
Instruction				
Supplies	0	1,752	1,237	515
Total Instruction	<u>0</u>	<u>1,752</u>	<u>1,237</u>	<u>515</u>
Total Expenditures	<u>0</u>	<u>1,752</u>	<u>1,237</u>	<u>515</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(153)	(153)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (153)</u>	<u>\$ (153)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (153)	
Net change in Due from Grantor			<u>153</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-GO LIBRARY BOOKS -27105
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 10,228	\$ 22,531	\$ 0	\$ (22,531)
Total Revenues	<u>10,228</u>	<u>22,531</u>	<u>0</u>	<u>(22,531)</u>
Expenditures				
Instruction				
Supplies	0	12,303	2,075	10,228
Total Instruction	<u>0</u>	<u>12,303</u>	<u>2,075</u>	<u>10,228</u>
Total Expenditures	<u>0</u>	<u>12,303</u>	<u>2,075</u>	<u>10,228</u>
Excess (Deficiency) of Revenues Over Expenditures	10,228	10,228	(2,075)	(12,303)
Cash Balance Beginning of Year	<u>(10,228)</u>	<u>(10,228)</u>	<u>(10,228)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (12,303)</u>	<u>\$ (12,303)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,075)	
Net Change in Due from Grantor			<u>2,075</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INCENTIVES FOR SCHOOL IMPROVEMENT-27138
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Other Purchased Services	611	611	611	0
Total Instruction	<u>611</u>	<u>611</u>	<u>611</u>	<u>0</u>
Total Expenditures	<u>611</u>	<u>611</u>	<u>611</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(611)	(611)	(611)	0
Cash Balance Beginning of Year	<u>611</u>	<u>611</u>	<u>611</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(611)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(611)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-BEGINNING TEACHER MENTORING-27154
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Personnel Services	0	0	0	0
Employee Benefits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	(1,068)	(1,068)
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>(1,068)</u>	<u>(1,068)</u>
Net Change in Cash Balance	0	0	(1,068)	(1,068)
Cash Balance Beginning of Year	<u>1,068</u>	<u>1,068</u>	<u>1,068</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1,068</u>	<u>\$ 1,068</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>0</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-GO LIBRARY BOOKS-27549
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	599	599	599	0
Total Instruction	<u>599</u>	<u>599</u>	<u>599</u>	<u>0</u>
Total Expenditures	<u>599</u>	<u>599</u>	<u>599</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(599)	(599)	(599)	0
Cash Balance Beginning of Year	<u>599</u>	<u>599</u>	<u>599</u>	<u>599</u>
Cash Balance End of Year	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>599</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(599)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(599)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-COORDINATED APPROACH TO CHILDREN-28140
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Support Services-Students				
Supplies	0	0	0	0
Total Support Services-Students	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers	0	0	97	97
Total Other Sources (Uses)	<u>0</u>	<u>0</u>	<u>97</u>	<u>97</u>
Net Change in Cash Balance	0	0	97	97
Cash Balance Beginning of Year	<u>(97)</u>	<u>(97)</u>	<u>(97)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ (97)</u>	<u>\$ (97)</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 0	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-SILVER WELLNESS CENTER-29125
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 17,367	\$ 17,367	\$ 8,363	\$ (9,004)
Total Revenues	<u>17,367</u>	<u>17,367</u>	<u>8,363</u>	<u>(9,004)</u>
Expenditures				
Support Services-Students				
Personnel Services	17,000	17,000	16,070	930
Employee Benefits	10,995	10,995	2,921	8,074
Total Support Services-Students	<u>27,995</u>	<u>27,995</u>	<u>18,991</u>	<u>9,004</u>
Total Expenditures	<u>27,995</u>	<u>27,995</u>	<u>18,991</u>	<u>9,004</u>
Excess (Deficiency) of Revenues Over Expenditures	(10,628)	(10,628)	(10,628)	0
Cash Balance Beginning of Year	<u>10,628</u>	<u>10,628</u>	<u>10,628</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(10,628)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(10,628)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-BOND BUILDING-31100
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Capital Outlay				
Fixed Assets	161,116	176,112	154,462	21,650
Total Capital Outlay	<u>161,116</u>	<u>176,112</u>	<u>154,462</u>	<u>21,650</u>
Total Expenditures	<u>161,116</u>	<u>176,112</u>	<u>154,462</u>	<u>21,650</u>
Excess (Deficiency) of Revenues Over Expenditures	(161,116)	(176,112)	(154,462)	21,650
Cash Balance Beginning of Year	<u>176,112</u>	<u>176,112</u>	<u>176,112</u>	<u>0</u>
Cash Balance End of Year	\$ <u>14,996</u>	\$ <u>0</u>	\$ <u>21,650</u>	\$ <u>21,650</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(154,462)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(154,462)</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECTS FUND-PUBLIC SCHOOL CAPITAL OUTLAY-STATE-31400
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 14,633	\$ 14,633	\$ 0	\$ (14,633)
Total Revenues	<u>14,633</u>	<u>14,633</u>	<u>0</u>	<u>(14,633)</u>
Expenditures				
Capital Outlay				
Land Improvements	14,633	14,633	14,633	0
Total Capital Outlay	<u>14,633</u>	<u>14,633</u>	<u>14,633</u>	<u>0</u>
Total Expenditures	<u>14,633</u>	<u>14,633</u>	<u>14,633</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(14,633)	(14,633)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (14,633)</u>	<u>\$ (14,633)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (14,633)	
Net change in Due from Grantor			<u>14,633</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 0</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 CAPITAL PROJECT FUND-SENATE BILL NINE-31700
 Statement of Revenues, Expenditures, and Changes in Cash Balance -
 Budget and Actual (Budgetary Basis)
 For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 58,880	\$ 58,880	\$ 60,642	\$ 1,762
State Grant	60,785	60,785	32,884	(27,901)
Total Revenues	<u>119,665</u>	<u>119,665</u>	<u>93,526</u>	<u>(26,139)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	600	620	606	14
Total Support Services-General Administration	<u>600</u>	<u>620</u>	<u>606</u>	<u>14</u>
Capital Outlay				
Purchased Property Services	71,164	61,144	42,373	18,771
Supplies	20,000	35,456	22,416	13,040
Supply Assets	0	22,445	22,404	41
Total Capital Outlay	<u>91,164</u>	<u>119,045</u>	<u>87,193</u>	<u>31,852</u>
Total Expenditures	<u>91,764</u>	<u>119,665</u>	<u>87,799</u>	<u>31,866</u>
Excess (Deficiency) of Revenues Over Expenditures	27,901	0	5,727	5,727
Cash Balance Beginning of Year	<u>9,010</u>	<u>9,010</u>	<u>9,010</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 36,911</u>	<u>\$ 9,010</u>	<u>\$ 14,737</u>	<u>\$ 5,727</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 5,727	
Net change in Taxes Receivable			(142)	
Net change in Accounts Payable			148	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 5,733</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOL DISTRICT
DEBT SERVICE-EDUCATION TECHNOLOGY-43000
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2012

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 1,200	\$ 1,200	\$ 1,196	\$ (4)
Total Revenues	<u>1,200</u>	<u>1,200</u>	<u>1,196</u>	<u>(4)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	0	15	12	3
Total Support Services-General Administration	<u>0</u>	<u>15</u>	<u>12</u>	<u>3</u>
Total Expenditures	<u>0</u>	<u>15</u>	<u>12</u>	<u>3</u>
Excess (Deficiency) of Revenues Over Expenditures	1,200	1,185	1,184	(1)
Cash Balance Beginning of Year	<u>9,105</u>	<u>9,105</u>	<u>9,105</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 10,305</u>	<u>\$ 10,290</u>	<u>\$ 10,289</u>	<u>\$ (1)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,184	
Net change in Taxes Receivable			<u>52</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 1,236</u>	

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

OTHER SUPPLEMENTAL INFORMATION

FIDUCIARY FUND

Activity Trust Fund

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 AGENCY FUNDS - ACTIVITY
 Schedule of Fiduciary Assets and Liabilities-Agency Funds
 For the Year Ended June 30, 2012

	Balance 06/30/11	Additions	Deletions	Balance 06/30/12
Sim Brown Scholarship	\$ 125	\$ 6,375	\$ 6,500	\$ 0
SECCC Scholarship	1,014	0	500	514
AC Arellano Scholarship	0	500	500	0
HS Library	732	0	0	732
Investment-Sim Brown Scholarship	163,864	3,963	22,557	145,270
Elementary Library	2,080	2,587	2,376	2,291
Elementary Activity	783	1,746	2,339	190
Silk Screening	5,789	14,620	12,476	7,933
Class of 2012	274	9,523	9,797	0
Class of 2013	75	0	0	75
Class of 2014	35	0	0	35
Class of 2015	0	35	0	35
Class of 2017	17	35	0	52
High School Activity	18	1,104	1,122	0
Yearbook	10	3,264	1,615	1,659
ES Dellinger Scholarship	0	9,099	9,099	0
JH Honor Society	89	0	89	0
Cheerleaders	66	0	17	49
Athletic Fund Raiser	3,691	5,609	3,242	6,058
Springer Book	1,000	0	0	1,000
High School Mesa	21	454	0	475
JR High School Mesa	1,210	636	647	1,199
Arellano Scholarship-CD	16,769	18	500	16,287
Dellinger Scholarship-CD	9,589	0	9,589	0
AR Program	10,231	17,380	19,115	8,496
	<u>\$ 217,482</u>	<u>\$ 76,948</u>	<u>\$ 102,080</u>	<u>\$ 192,350</u>
LIABILITIES				
Deposits Held for Others	\$ 217,482	\$ 76,948	\$ 102,080	\$ 192,350
Total Liabilities	<u>\$ 217,482</u>	<u>\$ 76,948</u>	<u>\$ 102,080</u>	<u>\$ 192,350</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Cash Reconciliations - All Funds
For the Year Ended June 30, 2012

		Beginning Cash Balance 6/30/11	Revenue	Expenditures	Transfers	Ending Cash Balance 6/30/12
Operational	11000	\$ 166,940	\$ 2,390,008	\$ 2,388,590	\$ 1,569	\$ 169,927
Transportation	13000	4,925	199,512	195,419	0	9,018
Instructional Materials	14000	6,916	8,239	13,417	0	1,738
Food Services	21000	12,689	97,209	109,810	0	88
Athletics	22000	818	32,121	29,478	0	3,461
Federal Flowthrough	24000	(31,102)	124,858	177,647	0	(83,891)
Federal Direct	25000	4,857	59,700	46,065	0	18,492
State Flowthrough	27000	(7,950)	1,084	4,521	(1,068)	(12,455)
State Direct	28000	(97)	0	0	97	0
Local/State	29000	122,821	120,557	18,991	0	224,387
Bond Building	31100	176,112	0	154,462	0	21,650
Special Capital Outlay State	31400	0	0	14,633	0	(14,633)
Senate Bill Nine	31700	9,010	93,526	87,799	0	14,737
Ed Tech Equipment	31900	0	350,028	152,163	0	197,865
Debt Service	41000	196,374	183,685	205,764	0	174,295
Debt Service-Ed Tech	43000	9,105	1,195	12	0	10,288
Agency Funds		217,482	76,948	102,080	0	192,350
Total		\$ <u>888,900</u>	\$ <u>3,738,670</u>	\$ <u>3,700,851</u>	\$ <u>598</u>	\$ <u>927,317</u>

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

De'Aun Willoughby CPA, PC

Certified Public Accountant

225 Innsdale Terrace Clovis, NM 88101

(855) 253-4313

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*

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

Mr. Balderas and Members of the Board

We have audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, the budgetary comparisons for the major capital project fund, major debt service fund, and the combining individual funds and related budgetary comparison presented as supplemental information of the Springer Municipal School District (District) as of and for the year ended June 30, 2012, and have issued our report thereon dated November 13, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the board is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above. However, we identified a deficiency in internal control over financial reporting, described in the accompanying Schedule of Findings and Responses that we consider to be a significant deficiency in internal control over financial reporting; 12-1. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying Schedule of Findings and Responses; 12-1.

The District's responses to the findings identified in our audit as described in the accompanying Schedule of Findings and Responses. We did not audit the District's responses and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the administration, the board members, the Public Education Department, the Office of the State Auditor, the New Mexico State Legislature and federal grantors and is not intended to be and should not be used by anyone other than these specified parties.

 CPA PC

November 13, 2012

Prior Year Audit Findings		Status
10-3	Reporting of RHCA	Resolved

Current Year Audit Findings

12-1 Pledged Securities-Compliance and Internal Control-Significant Deficiency

Condition

The District has a sweep account at International Bank that is not secured at 102% of the bank balance.

Criteria

2.2.2.10 N (5) Pledged Collateral requires sweep account to be secured by pledged collateral of 102% of the bank balance.

Effect

The law has been violated and the District's public funds are at risk.

Cause

Management was no aware sweep accounts were required to be secured by 102% of the bank account.

Recommendation

Additional securities should be pledged or the public funds removed from the sweep account.

Response

We will request additional securities.

Financial Statement Preparation

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

Exit Conference

An exit conference was held on November 13, 2012 with Dr. Gregory McMann-Superintendent, Raughn Ramirez-Board Secretary, Nejlá Munden-Business Manager and De'Aun Willoughby, CPA.