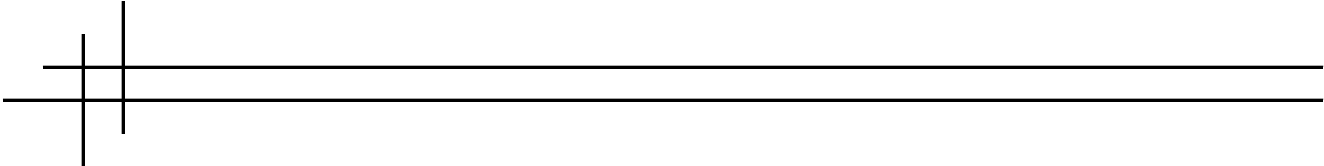




STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS

ANNUAL FINANCIAL REPORT
June 30, 2013

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



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SPRINGER MUNICIPAL SCHOOLS
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STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Official Roster
June 30, 2013

BOARD OF EDUCATION

Linda Baca	President
Raughn Ramirez	Vice-President
Robert Tafoya	Secretary
Gerald Ward	Member
Ronnie Gurule	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

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of Springer Municipal Schools (District), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2013, and the respective changes in financial position, thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund of the District as of June 30, 2013, and the respective changes in financial position, thereof and the respective budgetary comparisons for all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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

Our audit was conducted for the purpose of forming opinions on the District's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The schedule required by 2.2.2.NMAC is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 14, 2013, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

De'Ann Willoughby CPA PC

Clovis, New Mexico
October 14, 2013

FINANCIAL SECTION

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Government Wide-Statement of Net Position
 June 30, 2013

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 435,852
Taxes Receivable	4,603
Due From Grantor	103,144
Inventory	1,650
Total Current Assets	<u>545,249</u>
Noncurrent Assets	
Capital Assets	11,473,904
Less: Accumulated Depreciation	<u>(5,751,710)</u>
Total Noncurrent Assets	<u>5,722,194</u>
Total Assets	<u>6,267,443</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	10,326
Accrued Interest	11,564
Current Portion of Long-Term Debt	<u>245,000</u>
Total Current Liabilities	<u>266,890</u>
Noncurrent Liabilities	
Compensated Absences	11,457
Bonds and Notes, Net	<u>1,214,365</u>
Total Noncurrent Liabilities	<u>1,225,822</u>
Total Liabilities	<u>1,492,712</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Revenue	<u>7,790</u>
Total Deferred Inflows of Resources	<u>7,790</u>
NET POSITION	
Net Investment in Capital Assets	4,262,829
Restricted for:	
Capital Projects	300,138
Debt Service	69,371
Unrestricted	<u>134,603</u>
Total Net Position	<u>\$ 4,766,941</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, 2013

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	\$ 2,132,288	\$ 26,338	\$ 171,168	\$ 0	\$ (1,934,782)
Support Services-Students	357,770	47,475	54,355	0	(255,940)
Support Services-Instruction	50,043	0	0	0	(50,043)
General Administration	169,873	0	4,093	0	(165,780)
School Administration	208,362	0	19,152	0	(189,210)
Central Services	81,137	0	0	0	(81,137)
Operation of Plant	463,871	0	0	0	(463,871)
Student Transportation	155,385	0	197,525	0	42,140
Food Services Operations	161,018	11,481	100,990	0	(48,547)
Interest on Long-Term Obligations	82,722	0	0	0	(82,722)
Total Governmental Activities	<u>\$ 3,862,469</u>	<u>\$ 85,294</u>	<u>\$ 547,283</u>	<u>\$ 0</u>	<u>(3,229,892)</u>
General Revenues					
Taxes					
					10,888
					62,414
					265,333
Federal and State aid not restricted to specific purpose					
					2,342,221
					40,963
Interest and investment earnings					
					1,325
Miscellaneous					
					265,187
Subtotal, General Revenues					
					<u>2,988,331</u>
Change in Net Position					
					(241,561)
Net Position - beginning					
					<u>5,008,502</u>
Net Position - ending					
					<u>\$ 4,766,941</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, 2013

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
ASSETS			
Cash and Cash Equivalents	\$ 34,252	\$ 10,349	\$ 2,534
Receivables			
Property Taxes	111	0	0
Due From Grantor	0	0	0
Interfund Balances	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 34,363</u>	<u>\$ 10,349</u>	<u>\$ 2,534</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 8,963	\$ 1,363	\$ 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>8,963</u>	<u>1,363</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	25,400	8,986	2,534
Total Fund Balances	<u>25,400</u>	<u>8,986</u>	<u>2,534</u>
Total Liabilities and Fund Balances	<u>\$ 34,363</u>	<u>\$ 10,349</u>	<u>\$ 2,534</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, 2013

	Special Revenue Funds		
	Title I 24101	IDEA B Entitlement 24106	Solar Pilot 29134
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 196,110
Receivables			
Property Taxes	0	0	0
Due From Grantor	42,023	36,702	0
Interfund Balances	0	0	95,617
Inventory	0	0	0
Total Assets	<u>\$ 42,023</u>	<u>\$ 36,702</u>	<u>\$ 291,727</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	42,023	36,702	0
Deferred Revenue	0	0	0
Current Portion Due			
Principal	0	0	0
Interest	0	0	0
Total Liabilities	<u>42,023</u>	<u>36,702</u>	<u>0</u>
Fund Balances			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	0	0	291,727
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>291,727</u>
Total Liabilities and Fund Balances	<u>\$ 42,023</u>	<u>\$ 36,702</u>	<u>\$ 291,727</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, 2013

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and Cash Equivalents	\$ 168,432	\$ 24,175	\$ 435,852
Receivables			
Property Taxes	2,831	1,661	4,603
Due From Grantor	0	24,419	103,144
Interfund Balances	0	0	95,617
Inventory	0	1,650	1,650
Total Assets	<u>\$ 171,263</u>	<u>\$ 51,905</u>	<u>\$ 640,866</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 10,326
Interfund Balances	0	16,892	95,617
Deferred Revenue	0	7,790	7,790
Current Portion Due			
Principal	100,000	0	100,000
Interest	6,625	0	6,625
Total Liabilities	<u>106,625</u>	<u>24,682</u>	<u>220,358</u>
Fund Balances			
Nonspendable-Inventory	0	1,650	1,650
Restricted-Reported In			
Special Revenue Funds	0	12,429	12,429
Capital Projects	0	8,411	300,138
Debt Service	64,638	4,733	69,371
Assigned-Capital Projects	0	0	0
Unassigned-General Fund	0	0	36,920
Total Fund Balances	<u>64,638</u>	<u>27,223</u>	<u>420,508</u>
Total Liabilities and Fund Balances	<u>\$ 171,263</u>	<u>\$ 51,905</u>	<u>\$ 640,866</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, 2013

Total Fund Balance - Governmental Funds \$ 420,508

Amounts reported for governmental activities in the Statement of Net Position
 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	\$ 11,473,904	
Accumulated depreciation is	<u>(5,751,710)</u>	5,722,194

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	(1,455,000)	
Issue Costs	188,282	
Accumulated Amortization	(92,647)	
Accrued interest on bonds	(4,939)	
Compensated Absences	<u>(11,457)</u>	<u>(1,375,761)</u>

Total Net Position - Governmental Activities	\$	<u><u>4,766,941</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, 2013

	General Fund		
	Operational 11000	Transportation 13000	Instructional Materials 14000
Revenues			
Property Taxes	\$ 10,888	\$ 0	\$ 0
Investment Income	1,325	0	0
Fees	499	0	0
State & Local Grants	2,339,266	197,525	12,160
Federal Grants	2,955	0	0
Miscellaneous	152,957	0	0
Total Revenues	2,507,890	197,525	12,160
Expenditures			
Current			
Instruction	1,473,686	0	11,364
Support Services-Students	315,876	0	0
Support Services-Instruction	750	0	0
Support Services-General Administration	167,134	0	0
Support Services-School Administration	189,210	0	0
Central Services	80,373	0	0
Operation and Maintenance of Plant	363,600	0	0
Student Transportation	0	155,385	0
Food Services	51,773	0	0
Capital Outlay	0	34,658	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	2,642,402	190,043	11,364
Excess (Deficiency) of Revenues Over Expenditures	(134,512)	7,482	796
Fund Balances at Beginning of Year	159,912	1,504	1,738
Fund Balance End of Year	\$ 25,400	\$ 8,986	\$ 2,534

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, 2013

	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	0
Federal Grants	98,867	66,045	0
Miscellaneous	0	0	112,194
Total Revenues	<u>98,867</u>	<u>66,045</u>	<u>112,194</u>
Expenditures			
Current			
Instruction	94,340	30,501	5,981
Support Services-Students	0	19,342	20,549
Support Services-Instruction	0	0	0
Support Services-General Administration	3,321	0	0
Support Services-School Administration	1,206	16,202	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	18,325
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>98,867</u>	<u>66,045</u>	<u>44,855</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	67,339
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>224,388</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 291,727</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, 2013

	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$ 195,353	\$ 132,394	\$ 338,635
Investment Income	0	0	1,325
Fees	0	84,795	85,294
State & Local Grants	0	68,636	2,617,587
Federal Grants	0	145,013	312,880
Miscellaneous	0	36	265,187
Total Revenues	<u>195,353</u>	<u>430,874</u>	<u>3,620,908</u>
Expenditures			
Current			
Instruction	0	217,793	1,833,665
Support Services-Students	0	2,003	357,770
Support Services-Instruction	0	49,293	50,043
Support Services-General Administration	1,947	2,088	174,490
Support Services-School Administration	0	1,744	208,362
Central Services	0	0	80,373
Operation and Maintenance of Plant	0	99,454	463,054
Student Transportation	0	0	155,385
Food Services	0	109,245	161,018
Capital Outlay	0	107,433	160,416
Debt Service			
Principal	170,000	70,000	240,000
Interest	52,300	5,075	57,375
Total Expenditures	<u>224,247</u>	<u>664,128</u>	<u>3,941,951</u>
Excess (Deficiency) of Revenues Over Expenditures	(28,894)	(233,254)	(321,043)
Fund Balances at Beginning of Year	<u>93,532</u>	<u>260,477</u>	<u>741,551</u>
Fund Balance End of Year	<u>\$ 64,638</u>	<u>\$ 27,223</u>	<u>\$ 420,508</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, 2013

Excess (Deficiency) of Revenues Over Expenditures \$ (321,043)

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 Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Depreciation expense	\$ (298,623)	
Capital Outlays	<u>160,416</u>	(138,207)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 240,000

Bond issue costs are amortized in the Statement of Activities but are an expenditure in the governmental funds. (25,994)

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

Accrued Interest, June 30, 2012	5,586	
Accrued Interest, June 30, 2013	<u>(4,939)</u>	647

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, 2012	14,493	
Compensated Absences, June 30, 2013	<u>(11,457)</u>	<u>3,036</u>

Changes in Net Position of Governmental Activities \$ (241,561)

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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 10,314	\$ 10,314	\$ 10,899	\$ 585
Investment Income	500	500	1,325	825
Fees	0	0	499	499
State Grants	2,448,459	2,321,161	2,339,266	18,105
Federal Grants	0	2,955	2,954	(1)
Miscellaneous	4,093	153,029	152,957	(72)
Total Revenues	<u>2,463,366</u>	<u>2,487,959</u>	<u>2,507,900</u>	<u>19,941</u>
Expenditures				
Instruction				
Personnel Services	923,181	906,366	906,186	180
Employee Benefits	317,959	298,449	295,476	2,973
Professional & Tech Services	24,250	23,000	19,233	3,767
Other Purchased Services	34,059	32,493	32,112	381
Supplies	61,244	90,439	90,239	200
Supply Assets	0	130,444	130,443	1
Total Instruction	<u>1,360,693</u>	<u>1,481,191</u>	<u>1,473,689</u>	<u>7,502</u>
Support Services-Students				
Personnel Services	201,891	201,402	201,400	2
Employee Benefits	57,616	61,479	61,436	43
Professional & Tech Services	52,789	50,457	50,456	1
Other Purchased Services	250	619	540	79
Supplies	2,500	2,514	2,513	1
Total Support Services-Students	<u>315,046</u>	<u>316,471</u>	<u>316,345</u>	<u>126</u>
Support Services-Instruction				
Supplies	0	750	750	0
Total Support Services-Instruction	<u>0</u>	<u>750</u>	<u>750</u>	<u>0</u>
Support Services-General Administration				
Personnel Services	87,500	99,077	99,077	0
Employee Benefits	25,846	27,098	26,909	189
Professional & Tech Services	34,580	33,119	33,114	5
Other Purchased Services	11,000	8,558	8,190	368
Supplies	3,500	331	330	1
Total Support Services-General Administration	<u>162,426</u>	<u>168,183</u>	<u>167,620</u>	<u>563</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Support Services-School Administration				
Personnel Services	\$ 123,493	\$ 140,000	\$ 140,000	\$ 0
Employee Benefits	43,111	48,091	48,086	5
Professional & Tech Services	500	100	100	0
Other Purchased Services	500	709	708	1
Supplies	650	677	677	0
Total Support Services-School Administration	<u>168,254</u>	<u>189,577</u>	<u>189,571</u>	<u>6</u>
Central Services				
Personnel Services	58,263	58,263	58,263	0
Employee Benefits	24,627	12,577	12,548	29
Professional & Tech Services	6,500	7,365	7,364	1
Other Purchased Services	750	1,441	1,441	0
Supplies	2,500	2,763	2,743	20
Total Central Services	<u>92,640</u>	<u>82,409</u>	<u>82,359</u>	<u>50</u>
Operation & Maintenance of Plant				
Personnel Services	89,515	80,392	80,389	3
Employee Benefits	70,760	26,710	26,700	10
Professional & Tech Services	4,750	150	150	0
Purchased Property Services	172,000	158,953	158,943	10
Other Purchased Services	90,962	94,528	93,872	656
Supplies	2,500	815	815	0
Total Operation & Maintenance of Plant	<u>430,487</u>	<u>361,548</u>	<u>360,869</u>	<u>679</u>
Other Support Services				
Other	1,809	1,809	0	1,809
Total Other Support Services	<u>1,809</u>	<u>1,809</u>	<u>0</u>	<u>1,809</u>
Food Service Operations				
Personnel Services	5,029	2,077	2,075	2
Employee Benefits	5,476	2,114	2,110	4
Professional & Tech Services	100	42,500	42,500	0
Other Purchased Services	250	0	0	0
Supplies	22,500	5,688	5,687	1
Total Food Service Operations	<u>33,355</u>	<u>52,379</u>	<u>52,372</u>	<u>7</u>
Total Expenditures	<u>\$ 2,562,901</u>	<u>\$ 2,652,508</u>	<u>\$ 2,643,575</u>	<u>\$ 8,933</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Excess (Deficiency) of Revenues Over Expenditures	\$ (99,535)	\$ (164,549)	\$ (135,675)	\$ 28,874
Cash Balance Beginning of Year	<u>169,927</u>	<u>169,927</u>	<u>169,927</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 70,392</u>	<u>\$ 5,378</u>	<u>\$ 34,252</u>	<u>\$ 28,874</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (135,675)	
Net Change in Taxes Receivable			(11)	
Net Change in Accounts Payable			1,174	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (134,512)</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 189,381	\$ 192,251	\$ 197,525	\$ 5,274
Total Revenues	<u>189,381</u>	<u>192,251</u>	<u>197,525</u>	<u>5,274</u>
Expenditures				
Student Transportation				
Personnel Services	48,033	43,205	43,204	1
Employee Benefits	39,988	28,781	27,450	1,331
Professional & Tech Services	4,000	3,834	3,833	1
Purchased Property Services	54,396	26,396	26,383	13
Other Purchased Services	23,245	21,853	21,881	(28)
Supplies	28,737	26,331	23,950	2,381
Fixed Assets	0	33,403	34,658	(1,255)
Supply Assets	0	14,879	12,249	2,630
Other	0	2,587	2,586	1
Total Student Transportation	<u>198,399</u>	<u>201,269</u>	<u>196,194</u>	<u>5,075</u>
Total Expenditures	<u>198,399</u>	<u>201,269</u>	<u>196,194</u>	<u>5,075</u>
Excess (Deficiency) of Revenues Over Expenditures	(9,018)	(9,018)	1,331	10,349
Cash Balance Beginning of Year	<u>9,018</u>	<u>9,018</u>	<u>9,018</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,349</u>	<u>\$ 10,349</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 1,331	
Net change in Accounts Payable			<u>6,151</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 7,482</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 12,160	\$ 12,160	\$ 12,160	\$ 0
Total Revenues	<u>12,160</u>	<u>12,160</u>	<u>12,160</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	13,607	13,898	11,364	2,534
Total Instruction	<u>13,607</u>	<u>13,898</u>	<u>11,364</u>	<u>2,534</u>
Total Expenditures	<u>13,607</u>	<u>13,898</u>	<u>11,364</u>	<u>2,534</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,447)	(1,738)	796	2,534
Cash Balance Beginning of Year	<u>1,738</u>	<u>1,738</u>	<u>1,738</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 291</u>	<u>\$ 0</u>	<u>\$ 2,534</u>	<u>\$ 2,534</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 796</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 796</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 129,601	\$ 162,731	\$ 110,761	\$ (51,970)
Total Revenues	<u>129,601</u>	<u>162,731</u>	<u>110,761</u>	<u>(51,970)</u>
Expenditures				
Instruction				
Personnel Services	49,789	52,789	52,674	115
Employee Benefits	22,870	23,720	22,664	1,056
Professional & Tech Services	0	2,300	1,294	1,006
Supplies	417	27,397	20,828	6,569
Total Instruction	<u>73,076</u>	<u>106,206</u>	<u>97,460</u>	<u>8,746</u>
Support Services-General Administration				
Professional & Tech Services	3,321	3,321	3,321	0
Total Support Services-General Administration	<u>3,321</u>	<u>3,321</u>	<u>3,321</u>	<u>0</u>
Support Services-School Administration				
Personnel Services	2,000	2,000	1,000	1,000
Employee Benefits	407	407	206	201
Total Support Services-School Administration	<u>2,407</u>	<u>2,407</u>	<u>1,206</u>	<u>1,201</u>
Total Expenditures	<u>78,804</u>	<u>111,934</u>	<u>101,987</u>	<u>9,947</u>
Excess (Deficiency) of Revenues Over Expenditures	50,797	50,797	8,774	(42,023)
Cash Balance Beginning of Year	<u>(50,797)</u>	<u>(50,797)</u>	<u>(50,797)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (42,023)</u>	<u>\$ (42,023)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 8,774	
Net change in Due from Grantor			(11,895)	
Net change in Accounts Payable			3,121	
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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 79,629	\$ 97,965	\$ 52,268	\$ (45,697)
Total Revenues	<u>79,629</u>	<u>97,965</u>	<u>52,268</u>	<u>(45,697)</u>
Expenditures				
Instruction				
Other Purchased Services	0	6,000	4,020	1,980
Supplies	0	28,336	26,481	1,855
Total Instruction	<u>0</u>	<u>34,336</u>	<u>30,501</u>	<u>3,835</u>
Support Services-Students				
Personnel Services	13,682	13,682	13,682	0
Employee Benefits	5,335	5,585	5,182	403
Professional & Tech Services	0	250	207	43
Supplies	808	2,574	271	2,303
Total Support Services-Students	<u>19,825</u>	<u>22,091</u>	<u>19,342</u>	<u>2,749</u>
Support Services-School Administration				
Personnel Services	26,507	12,000	12,000	0
Employee Benefits	9,572	5,023	2,670	2,353
Professional & Tech Services	300	400	369	31
Other Purchased Services	500	1,190	1,163	27
Total Support Services-School Administration	<u>36,879</u>	<u>18,613</u>	<u>16,202</u>	<u>2,411</u>
Total Expenditures	<u>56,704</u>	<u>75,040</u>	<u>66,045</u>	<u>8,995</u>
Excess (Deficiency) of Revenues Over Expenditures	22,925	22,925	(13,777)	(36,702)
Cash Balance Beginning of Year	<u>(22,925)</u>	<u>(22,925)</u>	<u>(22,925)</u>	<u>0</u>
Cash Balance End of Year	\$ <u>(0)</u>	\$ <u>(0)</u>	\$ <u>(36,702)</u>	\$ <u>(36,702)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (13,777)	
Net change in Due from Grantor			<u>13,777</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grants	\$ 0	\$ 46,000	\$ 112,194	\$ 66,194
Total Revenues	<u>0</u>	<u>46,000</u>	<u>112,194</u>	<u>66,194</u>
Expenditures				
Instruction				
Fixed Assets	0	0	18,325	(18,325)
Supply Assets	<u>0</u>	<u>25,000</u>	<u>5,981</u>	<u>19,019</u>
Total Instruction	<u>0</u>	<u>25,000</u>	<u>24,306</u>	<u>694</u>
Support Services-Students				
Personnel Services	<u>0</u>	<u>21,000</u>	<u>20,549</u>	<u>451</u>
Total Support Services-Students	<u>0</u>	<u>21,000</u>	<u>20,549</u>	<u>451</u>
Total Expenditures	<u>0</u>	<u>46,000</u>	<u>44,855</u>	<u>1,145</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	67,339	67,339
Cash Balance Beginning of Year	<u>224,388</u>	<u>224,388</u>	<u>224,388</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 224,388</u>	<u>\$ 224,388</u>	<u>\$ 291,727</u>	<u>\$ 67,339</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 67,339</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 67,339</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, 2013

	<u>Agency Funds</u>
Assets	
Cash in Banks	\$ 47,894
Investments	169,189
Total Assets	<u>\$ 217,083</u>
Liabilities	
Deposits Held for Others	\$ 217,083
Total Liabilities	<u>\$ 217,083</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. 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.

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

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

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

The Statement of Net Position and the Statement of Activities were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflow of resources, liabilities and deferred inflow of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflow of resources, liabilities and deferred inflow of resources 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 Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

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

Capital Assets

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

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

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

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

Capital Leases

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

Short -Term Debt

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

Long-Term Liabilities

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

Restricted Net Position

For the government-wide statement of net position, net position is reported as restricted when constraints are placed 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 positions are available it will first be applied to restricted resources.

Fund Balances of Fund Financial Statements

Committed fund balance is a classification for governmental fund balance reporting that includes amounts that can only be used for specific purposes pursuant to constraints imposed by law.

Assigned fund balance is a classification for governmental fund balance reporting that includes amounts that the governmental entity intends to use for specific purposes.

Restricted fund balance includes amounts that have constraints placed on their use that are (a) externally imposed by grantors, laws or regulation of other governments or (b) imposed by enabling legislation.

Unassigned fund balance is the residual classification used for reporting spendable fund balance in the General Fund that represents amounts that have not been committed or assigned or restricted.

Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that

All other inter-fund transactions, except quasi-external transactions and reimbursements, are reported as

Compensated Absences

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.

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June 30, 2013

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.

Deferred Inflows of Resources

Deferred Inflows of Resources on the Statement of Net Position consist of deferred revenues. The District reports deferred revenues on its Statement of Net Position 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.

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 06/30/13	Reconciled Balance	Type
<u>Name of Account</u>			
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		
International Bank	Balance Per Bank 06/30/13	Reconciled Balance	Type
<u>Name of Account</u>			
General Operations	\$ 80,000	\$ 80,000	Checking
Springer Municipal Schools	559,987	386,960	Checking
Insurance Clearing Account	64,658	0	Checking
TOTAL Deposited	704,645	\$ 466,960	
Less: FDIC Coverage	(250,000)		
Uninsured Amount	454,645		
50% collateral requirement	227,323		
Pledged securities	362,153		
Over (Under) requirement	\$ 134,831		

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

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

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Notes to the Financial Statements
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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>
FFCB Non CBL	31331X2Q4	\$ 100,930	07/01/2012	WF California
FHLB Non CBL	3133XKTV7	261,223	12/01/2012	WF California
		<u>\$ 362,153</u>		

Custodial Credit Risk-Deposits

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 266,286
Collateralized:	
Collateral held by the pledging bank in District's name	362,153
Uninsured and uncollateralized	92,492
Total Deposits	<u>\$ 720,931</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, 2013 \$92,492 of the District's bank balance of \$720,931 was exposed to custodial credit risk.

Investments

Account Name: Springer School District-Sim Brown Scholarship Fund

<u>Type of Investment:</u>	<u>Balance 06/30/13</u>
Domestic Equity	
US Large Cap Equity	\$ 43,519
US Small/Mid Cap Equity	34,025
Non-US Equity	
Non-US Developed Markets Equity	34,720
Non-US Emerging Markets Equity	32,840
Bonds	
US Core Bonds	24,084
	<u>\$ 169,188</u>

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	3,283
Fees Charges	(364)
Less Distribution	(7,750)
Increase in fair value of investments	28,750
Fair value at June 30, 2013	<u>\$ 169,188</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:

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Notes to the Financial Statements
June 30, 2013

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.gov. As of June 30, 2013, the LGIP WAM(R) is 59 days and WAM(F) is 90 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, 2013 were as follows:

Loans from:		Loans to:	
Solar Pilot	\$ 42,023	Title I	\$ 42,023
Solar Pilot	36,702	IDEA B, Entitlement	36,702
Solar Pilot	16,892	Other Governmental Funds	16,892
	<u>\$ 95,617</u>		<u>\$ 95,617</u>

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

NOTE D: TAXES RECEIVABLE

Following is a schedule of property taxes receivable as of June 30, 2013:

	General	Debt Service	Other Governmental Funds	Total
Property Taxes Receivable:				
Available	\$ 111	\$ 2,831	\$ 1,661	\$ 4,603
Unavailable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Property Taxes	<u>\$ 111</u>	<u>\$ 2,831</u>	<u>\$ 1,661</u>	<u>\$ 4,603</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, 2013:

Deferred Revenue	<u>\$ 7,790</u>
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STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2013

NOTE F: CAPITAL ASSETS

Capital Assets Balances and Activity for the Year Ended June 30, 2013, is as follows:

	Balance 6/30/12	Additions	Deletions	Balance 6/30/13
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	9,954,832	0	0	9,954,832
Equipment, Vehicles, Information	<u>1,435,913</u>	<u>160,417</u>	<u>(85,384)</u>	<u>1,510,946</u>
Total Capital Assets, being Depreciated	<u>11,390,745</u>	<u>160,417</u>	<u>(85,384)</u>	<u>11,551,162</u>
Total Capital Assets	<u>11,398,871</u>	<u>160,417</u>	<u>(85,384)</u>	<u>11,473,904</u>
Less Accumulated Depreciation				
Buildings & Improvements	4,760,620	131,732	0	4,892,352
Equipment, Vehicles, Information	<u>777,851</u>	<u>166,891</u>	<u>(85,384)</u>	<u>859,358</u>
Total Accumulated Depreciation	<u>5,538,471</u>	<u>298,623</u>	<u>(85,384)</u>	<u>5,751,710</u>
Capital Assets, net	<u>\$ 5,860,400</u>	<u>\$ (138,206)</u>	<u>\$ 0</u>	<u>\$ 5,722,194</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 298,623
Total depreciation expenses	<u>\$ 298,623</u>

NOTE G: LONG TERM DEBT

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

	Balance 6/30/12	Additions	Reductions	Balance 6/30/13	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation					
Bonds	\$ 1,770,000	\$ 0	\$ 215,000	\$ 1,555,000	\$ 245,000
Total Bonds	<u>1,770,000</u>	<u>0</u>	<u>215,000</u>	<u>1,555,000</u>	<u>245,000</u>
Other Liabilities					
Compensated Absences					
	14,493	13,989	17,025	11,457	0
Total Other Liabilities	<u>14,493</u>	<u>13,989</u>	<u>17,025</u>	<u>11,457</u>	<u>0</u>
Long-Term Liabilities	<u>\$ 1,784,493</u>	<u>\$ 13,989</u>	<u>\$ 232,025</u>	<u>\$ 1,566,457</u>	<u>\$ 245,000</u>

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
Notes to the Financial Statements
June 30, 2013

Above Balance of Long-Term Debts	\$ 1,555,000
Issue Costs	(188,282)
Accumulated Amortization	92,647
Statement of Net Position	<u>\$ 1,459,365</u>
Long-Term Per Government Wide Financial Statements	\$ 1,214,365
Current Portion	245,000
Statement of Net Position	<u>\$ 1,459,365</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%	25,000
2002	10/01/02	185,000	3%-4.75%	0
2008	05/15/08	500,000	3%-5%	325,000
2009	06/15/09	500,000	3.5%-4.25%	425,000
2010	03/15/10	500,000	3.00%	500,000
2012	05/15/12	350,000	1.48%	280,000
				<u>\$ 1,555,000</u>

The annual requirements to amortize all of the general obligation bonds as of June 30, 2013, including interest payments are as follows:

	Principal	Interest	Total
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	175,000	19,188	194,188
2019-2020	325,000	17,813	342,813
	<u>\$ 1,555,000</u>	<u>\$ 199,971</u>	<u>\$ 1,754,971</u>

NOTE H: COMMITMENTS

There are no construction projects.

NOTE I: PENSION PLAN

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

Funding Policy-As of July 1, 2012 plan members are required by statute to continue 7.9% of their gross salary if they earned \$20,000 or less annually. Plan members earning more than \$20,000 annually are required to contribute 9.4% of their gross salary. The District is required to contribute 12.4% of gross covered salaries for employees earning \$20,000 or less, and 10.9% of the gross covered salaries of employees earning more than \$20,000 annually. The contribution requirements of plan members and the District are established in State Statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2013, 2012, and 2011, were \$325,511, \$317,561, and \$333,789 respectively, which equal the amount of the required contributions for each fiscal year.

NOTE J: RETIREE HEALTH CARE ACT CONTRIBUTIONS

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

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

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

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

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

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

The District's contributions to the RHCA for the years ended June 30, 2013, 2012 and 2011 were \$48,119, \$43,035, and \$40,967 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

DEBT SERVICE-41000

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

For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 200,505	\$ 200,505	\$ 194,602	\$ (5,903)
Total Revenues	<u>200,505</u>	<u>200,505</u>	<u>194,602</u>	<u>(5,903)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	1,986	1,986	1,946	40
Total Support Services-General Administration	<u>1,986</u>	<u>1,986</u>	<u>1,946</u>	<u>40</u>
Debt Service				
Principal	145,000	145,000	145,000	0
Interest	53,600	53,600	53,519	81
Total Debt Service	<u>198,600</u>	<u>198,600</u>	<u>198,519</u>	<u>81</u>
Total Expenditures	<u>200,586</u>	<u>200,586</u>	<u>200,465</u>	<u>121</u>
Excess (Deficiency) of Revenues Over Expenditures	(81)	(81)	(5,863)	(5,782)
Cash Balance Beginning of Year	<u>174,295</u>	<u>174,295</u>	<u>174,295</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 174,214</u>	<u>\$ 174,214</u>	<u>\$ 168,432</u>	<u>\$ (5,782)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (5,863)	
Net change in Taxes Receivable			750	
Net change in Current Portion Principal			(25,000)	
Net change in Current Portion Interest			1,219	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (28,894)</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).

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.

LANL Foundation (26113). To account for an educational grant for purchases of computers and related hardware for two schools. Fund was created by LANL grant provisions.

Intel Grant (26116). To account for revenues and expenditures received from Intel for the purpose of purchasing instructional materials. The fund was created by the authority of the grant agreement.

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.

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

2010 GOB Instructional Materials (27171). To account for revenues and expenditures from a state grant to provide for public school instructional materials. Funding provided by the State of New Mexico.

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.

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.

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, 2013

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA Preschool 24109
ASSETS			
Cash and Cash Equivalents	\$ 3,375	\$ 1,281	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	3,685
Inventory	1,650	0	0
Total Assets	<u>\$ 5,025</u>	<u>\$ 1,281</u>	<u>\$ 3,685</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	3,685
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>3,685</u>
Fund Balance			
Nonspendable-Inventory	1,650	0	0
Restricted-Reported In			
Special Revenue Funds	3,375	1,281	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>5,025</u>	<u>1,281</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 5,025</u>	<u>\$ 1,281</u>	<u>\$ 3,685</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, 2013

	Special Revenue Fund		
	Fresh Fruit & Vegetables 24118	Improving Teacher Quality 24154	Medicaid 25153
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 6,155
Receivables			
Taxes	0	0	0
Due From Grantor	0	3,290	0
Inventory	0	0	0
Total Assets	\$ 0	\$ 3,290	\$ 6,155
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	3,290	0
Deferred Revenue	0	0	0
Total Liabilities	0	3,290	0
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	6,155
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	0	0	6,155
Total Liabilities and Fund Balance	\$ 0	\$ 3,290	\$ 6,155

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, 2013

	Special Revenue Fund		
	Child Care Block Grant CYFD 25157	Child & Adult Food Program 25171	REAP 25233
	\$	\$	\$
ASSETS			
Cash and Cash Equivalents	4,276	3,514	0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u><u>4,276</u></u>	<u><u>3,514</u></u>	<u><u>0</u></u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	0	0	0
Interfund Balances	0	0	0
Deferred Revenue	4,276	3,514	0
Total Liabilities	<u><u>4,276</u></u>	<u><u>3,514</u></u>	<u><u>0</u></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><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>
Total Liabilities and Fund Balance	<u><u>4,276</u></u>	<u><u>3,514</u></u>	<u><u>0</u></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, 2013

	Special Revenue Fund		
	LANL Foundation 26113	Intel Grant 26116	Dual Credit Instructional Materials 27103
ASSETS			
Cash and Cash Equivalents	\$ 72	\$ 762	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	\$ 72	\$ 762	\$ 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	72	762	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	72	762	0
Total Liabilities and Fund Balance	\$ 72	\$ 762	\$ 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, 2013

	Special Revenue Fund		
	GO Library Books SB333 27105	2010 GO Library Books 27106	2010 GOB Instructional Materials 27171
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	2,003	2,379
Inventory	0	0	0
Total Assets	\$ 0	\$ 2,003	\$ 2,379
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	2,003	2,379
Deferred Revenue	0	0	0
Total Liabilities	0	2,003	2,379
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	\$ 2,003	\$ 2,379

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, 2013

	Special Revenue	Capital Projects	
	Silver Wellness Center 29125	Bond Building 31100	Special Capital Outlay State 31400
ASSETS			
Cash and Cash Equivalents	\$ 784	\$ 0	\$ 0
Receivables			
Taxes	0	0	0
Due From Grantor	0	0	0
Inventory	0	0	0
Total Assets	<u>\$ 784</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	0	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	784	0	0
Capital Projects	0	0	0
Debt Service	0	0	0
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>784</u>	<u>0</u>	<u>0</u>
Total Liabilities and Fund Balance	<u>\$ 784</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 Balance Sheet
June 30, 2013

	Capital Projects		Debt Service
	Senate Bill Nine 31700	Ed Tech Equipment 31900	Education Technology 43000
ASSETS			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 3,956
Receivables			
Taxes	884	0	777
Due From Grantor	13,062	0	0
Inventory	0	0	0
Total Assets	<u>\$ 13,946</u>	<u>\$ 0</u>	<u>\$ 4,733</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts Payable	\$ 0	\$ 0	\$ 0
Interfund Balances	5,535	0	0
Deferred Revenue	0	0	0
Total Liabilities	<u>5,535</u>	<u>0</u>	<u>0</u>
Fund Balance			
Nonspendable-Inventory	0	0	0
Restricted-Reported In			
Special Revenue Funds	0	0	0
Capital Projects	8,411	0	0
Debt Service	0	0	4,733
Assigned-Capital Projects	0	0	0
Total Fund Balances	<u>8,411</u>	<u>0</u>	<u>4,733</u>
Total Liabilities and Fund Balance	<u>\$ 13,946</u>	<u>\$ 0</u>	<u>\$ 4,733</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, 2013

	<u>Total</u>
ASSETS	
Cash and Cash Equivalents	\$ 24,175
Receivables	
Taxes	1,661
Due From Grantor	24,419
Inventory	<u>1,650</u>
Total Assets	<u>\$ 51,905</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts Payable	\$ 0
Interfund Balances	16,892
Deferred Revenue	<u>7,790</u>
Total Liabilities	<u>24,682</u>
Fund Balance	
Nonspendable-Inventory	1,650
Restricted-Reported In	
Special Revenue Funds	12,429
Capital Projects	8,411
Debt Service	4,733
Assigned-Capital Projects	<u>0</u>
Total Fund Balances	<u>27,223</u>
Total Liabilities and Fund Balance	<u>\$ 51,905</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, 2013

	Special Revenue Fund		
	Food Service 21000	Athletics 22000	IDEA Preschool 24109
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	11,481	25,839	0
State & Local Grants	0	0	0
Federal Grants	99,490	0	5,160
Miscellaneous	0	36	0
Total Revenues	<u>110,971</u>	<u>25,875</u>	<u>5,160</u>
Expenditures			
Current			
Instruction	0	28,054	5,160
Support Services-Instruction	0	0	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	107,745	0	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>107,745</u>	<u>28,054</u>	<u>5,160</u>
Excess (Deficiency) of Revenues Over Expenditures	3,226	(2,179)	0
Fund Balances at Beginning of Year	<u>1,799</u>	<u>3,460</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 5,025</u>	<u>\$ 1,281</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, 2013

	Special Revenue Fund		
	Fresh Fruit & Vegetables 24118	Improving Teacher Quality 24154	Medicaid 25153
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	47,475
State & Local Grants	0	0	0
Federal Grants	3,809	10,247	0
Miscellaneous	0	0	0
Total Revenues	<u>3,809</u>	<u>10,247</u>	<u>47,475</u>
Expenditures			
Current			
Instruction	3,809	7,731	3,300
Support Services-Instruction	0	0	0
Support Services-Students	0	0	17,067
Support Services-General Administration	0	772	0
Support Services-School Administration	0	1,744	0
Operation & Maintenance of Plant	0	0	0
Food Services	0	0	0
Capital Outlay	0	0	30,833
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>3,809</u>	<u>10,247</u>	<u>51,200</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(3,725)
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>9,880</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,155</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, 2013

	Special Revenue Fund		
	Child Care	Child & Adult	
	Block Grant	Food	REAP
	CYFD 25157	Program 25171	
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	0	0
Federal Grants	16,847	1,500	7,960
Miscellaneous	0	0	0
Total Revenues	<u>16,847</u>	<u>1,500</u>	<u>7,960</u>
Expenditures			
Current			
Instruction	0	0	7,960
Support Services-Instruction	0	0	0
Support Services-Students	16,847	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	1,500	0
Capital Outlay	0	0	0
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>16,847</u>	<u>1,500</u>	<u>7,960</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2013

	Special Revenue Fund		
	LANL Foundation 26113	Intel Grant 26116	Dual Credit Instructional Materials 27103
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	1,500	5,000	628
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>1,500</u>	<u>5,000</u>	<u>628</u>
Expenditures			
Current			
Instruction	1,428	4,238	628
Support Services-Instruction	0	0	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
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>1,428</u>	<u>4,238</u>	<u>628</u>
Excess (Deficiency) of Revenues Over Expenditures	72	762	0
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 72</u>	<u>\$ 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 Statement of Revenues, Expenditures
and Changes in Fund Balance
For the Year Ended June 30, 2013

	Special Revenue Fund		
	GO Library Books SB333 27105	2010 GO Library Books 27106	2010 GOB Instructional Materials 27171
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	0	2,003	2,379
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>2,003</u>	<u>2,379</u>
Expenditures			
Current			
Instruction	0	0	2,379
Support Services-Instruction	0	2,003	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
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>0</u>	<u>2,003</u>	<u>2,379</u>
Excess (Deficiency) of Revenues Over Expenditures	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, 2013

	Special Revenue	Capital Projects	
	Silver Wellness Center 29125	Bond Building 31100	Special Capital Outlay State 31400
Revenues			
Property Taxes	\$ 0	\$ 0	\$ 0
Fees	0	0	0
State & Local Grants	16,163	0	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>16,163</u>	<u>0</u>	<u>0</u>
Expenditures			
Current			
Instruction	0	21,650	0
Support Services-Instruction	0	0	0
Support Services-Students	15,379	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
Debt Service			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	<u>15,379</u>	<u>21,650</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	784	(21,650)	0
Fund Balances at Beginning of Year	<u>0</u>	<u>21,650</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 784</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, 2013

	<u>Capital Projects</u>		<u>Debt Service</u>
	<u>Senate Bill Nine 31700</u>	<u>Ed Tech Equipment 31900</u>	<u>Education Technology 43000</u>
Revenues			
Property Taxes	\$ 62,414	\$ 0	\$ 69,980
Fees	0	0	0
State & Local Grants	40,963	0	0
Federal Grants	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>103,377</u>	<u>0</u>	<u>69,980</u>
Expenditures			
Current			
Instruction	10,191	121,265	0
Support Services-Instruction	0	0	0
Support Services-Students	0	0	0
Support Services-General Administration	622	0	694
Support Services-School Administration	0	0	0
Operation & Maintenance of Plant	99,454	0	0
Food Services	0	0	0
Capital Outlay	0	76,600	0
Debt Service			
Principal	0	0	70,000
Interest	0	0	5,075
Total Expenditures	<u>110,267</u>	<u>197,865</u>	<u>75,769</u>
Excess (Deficiency) of Revenues Over Expenditures	(6,890)	(197,865)	(5,789)
Fund Balances at Beginning of Year	<u>15,301</u>	<u>197,865</u>	<u>10,522</u>
Fund Balance End of Year	<u>\$ 8,411</u>	<u>\$ 0</u>	<u>\$ 4,733</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, 2013

	<u>Total</u>
Revenues	
Property Taxes	\$ 132,394
Fees	84,795
State & Local Grants	68,636
Federal Grants	145,013
Miscellaneous	<u>36</u>
Total Revenues	<u>430,874</u>
Expenditures	
Current	
Instruction	217,793
Support Services-Instruction	2,003
Support Services-Students	49,293
Support Services-General Administration	2,088
Support Services-School Administration	1,744
Operation & Maintenance of Plant	99,454
Food Services	109,245
Capital Outlay	107,433
Debt Service	
Principal	70,000
Interest	<u>5,075</u>
Total Expenditures	<u>664,128</u>
Excess (Deficiency) of Revenues Over Expenditures	(233,254)
Fund Balances at Beginning of Year	<u>260,477</u>
Fund Balance End of Year	<u>\$ 27,223</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 12,000	\$ 12,000	\$ 11,481	\$ (519)
Federal Grants	90,000	99,000	93,731	(5,269)
Total Revenues	<u>102,000</u>	<u>111,000</u>	<u>105,212</u>	<u>(5,788)</u>
Expenditures				
Food Service				
Personnel Services	31,395	19,028	18,967	61
Employee Benefits	13,038	6,957	6,774	183
Professional & Tech Services	300	80,327	75,684	4,643
Other Purchased Services	400	328	328	0
Supplies	56,534	293	172	121
Total Food Service	<u>101,667</u>	<u>106,933</u>	<u>101,925</u>	<u>5,008</u>
Total Expenditures	<u>101,667</u>	<u>106,933</u>	<u>101,925</u>	<u>5,008</u>
Excess (Deficiency) of Revenues Over Expenditures	333	4,067	3,287	(780)
Cash Balance Beginning of Year	<u>88</u>	<u>88</u>	<u>88</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 421</u>	<u>\$ 4,155</u>	<u>\$ 3,375</u>	<u>\$ (780)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,287	
Net change in Inventory			<u>(61)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 3,226</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Fees	\$ 29,000	\$ 26,000	\$ 25,839	\$ (161)
Miscellaneous	0	0	36	36
Total Revenues	<u>29,000</u>	<u>26,000</u>	<u>25,875</u>	<u>(125)</u>
Expenditures				
Instruction				
Professional & Tech Services	500	500	430	70
Other Purchased Services	24,872	21,760	20,664	1,096
Supplies	7,000	7,000	6,960	40
Total Instruction	<u>32,372</u>	<u>29,260</u>	<u>28,054</u>	<u>1,206</u>
Total Expenditures	<u>32,372</u>	<u>29,260</u>	<u>28,054</u>	<u>1,206</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,372)	(3,260)	(2,179)	1,081
Cash Balance Beginning of Year	<u>3,460</u>	<u>3,460</u>	<u>3,460</u>	<u>0</u>
Cash Balance End of Year	\$ <u>88</u>	\$ <u>200</u>	\$ <u>1,281</u>	\$ <u>1,081</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>(2,179)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(2,179)</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 6,966	\$ 11,799	\$ 6,965	\$ (4,834)
Total Revenues	<u>6,966</u>	<u>11,799</u>	<u>6,965</u>	<u>(4,834)</u>
Expenditures				
Instruction				
Supplies	3,557	8,390	7,242	1,148
Total Instruction	<u>3,557</u>	<u>8,390</u>	<u>7,242</u>	<u>1,148</u>
Total Expenditures	<u>3,557</u>	<u>8,390</u>	<u>7,242</u>	<u>1,148</u>
Excess (Deficiency) of Revenues Over Expenditures	3,409	3,409	(277)	(3,686)
Cash Balance Beginning of Year	<u>(3,408)</u>	<u>(3,408)</u>	<u>(3,408)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ (3,685)</u>	<u>\$ (3,686)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (277)	
Net change in Due from Grantor			(1,805)	
Net Change in Accounts Payable			<u>2,082</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 3,825	\$ 3,825	\$ 3,809	\$ (16)
Total Revenues	<u>3,825</u>	<u>3,825</u>	<u>3,809</u>	<u>(16)</u>
Expenditures				
Instruction				
Supplies	3,825	3,825	3,809	16
Total Instruction	<u>3,825</u>	<u>3,825</u>	<u>3,809</u>	<u>16</u>
Total Expenditures	<u>3,825</u>	<u>3,825</u>	<u>3,809</u>	<u>16</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grants	\$ 25,078	\$ 39,256	\$ 13,720	\$ (25,536)
Total Revenues	<u>25,078</u>	<u>39,256</u>	<u>13,720</u>	<u>(25,536)</u>
Expenditures				
Instruction				
Personnel Services	0	2,750	2,550	200
Employee Benefits	0	578	577	1
Professional & Tech Services	10,616	18,116	2,110	16,006
Purchased Services	2,728	6,078	2,495	3,583
Supplies	1,200	1,200	0	1,200
Total Instruction	<u>14,544</u>	<u>28,722</u>	<u>7,732</u>	<u>20,990</u>
Support Services-General Administration				
Professional & Tech Services	772	772	772	0
Total Support Services-General Administration	<u>772</u>	<u>772</u>	<u>772</u>	<u>0</u>
Support Services-School Administration				
Professional & Tech Services	1,500	1,500	836	664
Other Purchased Services	1,500	1,500	908	592
Total Support Services-School Administration	<u>3,000</u>	<u>3,000</u>	<u>1,744</u>	<u>1,256</u>
Total Expenditures	<u>18,316</u>	<u>32,494</u>	<u>10,248</u>	<u>22,246</u>
Excess (Deficiency) of Revenues Over Expenditures	6,762	6,762	3,472	(3,290)
Cash Balance Beginning of Year	<u>(6,762)</u>	<u>(6,762)</u>	<u>(6,762)</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,290)</u>	<u>\$ (3,290)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 3,472	
Net change in Due from Grantor			<u>(3,472)</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 53,426	\$ 47,475	\$ 0
Total Revenues	<u>0</u>	<u>53,426</u>	<u>47,475</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	3,300	3,300	0
Fixed Assets	0	30,834	30,834	0
Supply Assets	0	0	0	0
Total Instruction	<u>0</u>	<u>34,134</u>	<u>34,134</u>	<u>0</u>
Support Services-Students				
Personnel Services	0	7,841	7,841	0
Employee Benefits	0	4,825	4,290	535
Supplies	0	16,506	4,935	11,571
Total Support Services-Students	<u>0</u>	<u>29,172</u>	<u>17,066</u>	<u>12,106</u>
Total Expenditures	<u>0</u>	<u>63,306</u>	<u>51,200</u>	<u>12,106</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(9,880)	(3,725)	6,155
Cash Balance Beginning of Year	<u>9,880</u>	<u>9,880</u>	<u>9,880</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 9,880</u>	<u>\$ 0</u>	<u>\$ 6,155</u>	<u>\$ 6,155</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (3,725)	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (3,725)</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 28,305	\$ 12,382	\$ 16,080	\$ 3,698
Total Revenues	<u>28,305</u>	<u>12,382</u>	<u>16,080</u>	<u>3,698</u>
Expenditures				
Support Services-Students				
Personnel Services	18,500	2,577	2,577	0
Employee Benefits	14,848	14,848	14,270	578
Total Support Services-Students	<u>33,348</u>	<u>17,425</u>	<u>16,847</u>	<u>578</u>
Total Expenditures	<u>33,348</u>	<u>17,425</u>	<u>16,847</u>	<u>578</u>
Excess (Deficiency) of Revenues Over Expenditures	(5,043)	(5,043)	(767)	4,276
Cash Balance Beginning of Year	<u>5,043</u>	<u>5,043</u>	<u>5,043</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,276</u>	<u>\$ 4,276</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (767)	
Net change in Deferred Revenue			<u>767</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 1,500	\$ 1,444	\$ (56)
Total Revenues	<u>0</u>	<u>1,500</u>	<u>1,444</u>	<u>(56)</u>
Expenditures				
Food Service				
Supplies	0	1,500	1,500	0
Total Food Service	<u>0</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(56)	(56)
Cash Balance Beginning of Year	<u>3,570</u>	<u>3,570</u>	<u>3,570</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 3,570</u>	<u>\$ 3,570</u>	<u>\$ 3,514</u>	<u>\$ (56)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (56)	
Net Change in Deferred Revenue			<u>56</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 7,960	\$ 7,960	\$ 0
Total Revenues	<u>0</u>	<u>7,960</u>	<u>7,960</u>	<u>0</u>
Expenditures				
Instruction				
Supply Assets	0	7,960	7,960	0
Total Instruction	<u>0</u>	<u>7,960</u>	<u>7,960</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>7,960</u>	<u>7,960</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <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-LANL FOUNDATION-26113
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 0	\$ 1,500	\$ 1,500	\$ 0
Total Revenues	<u>0</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Expenditures				
Instruction				
Professional & Tech Services	0	883	812	71
Other Purchased Services	<u>0</u>	<u>617</u>	<u>616</u>	<u>1</u>
Total Instruction	<u>0</u>	<u>1,500</u>	<u>1,428</u>	<u>72</u>
Total Expenditures	<u>0</u>	<u>1,500</u>	<u>1,428</u>	<u>72</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	72	72
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>\$ 72</u>	<u>\$ 72</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			<u>\$ 72</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 72</u>	

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

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
SPECIAL REVENUE FUND-INTEL GRANT-26116
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Federal Grant	\$ 5,000	\$ 5,000	\$ 5,000	\$ 0
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	5,000	5,000	4,238	762
Total Instruction	<u>5,000</u>	<u>5,000</u>	<u>4,238</u>	<u>762</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>4,238</u>	<u>762</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	762	762
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>\$ 762</u>	<u>\$ 762</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ <u>762</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>762</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 153	\$ 781	\$ 781	\$ 0
Total Revenues	<u>153</u>	<u>781</u>	<u>781</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	628	628	0
Total Instruction	<u>0</u>	<u>628</u>	<u>628</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>628</u>	<u>628</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	153	153	153	0
Cash Balance Beginning of Year	<u>(153)</u>	<u>(153)</u>	<u>(153)</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			\$ 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 SB333 -27105
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 12,303	\$ 12,303	\$ 12,303	\$ 0
Total Revenues	<u>12,303</u>	<u>12,303</u>	<u>12,303</u>	<u>0</u>
Expenditures				
Instruction				
Supplies	0	0	0	0
Total Instruction	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	12,303	12,303	12,303	0
Cash Balance Beginning of Year	<u>(12,303)</u>	<u>(12,303)</u>	<u>(12,303)</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			\$ 12,303	
Net Change in Due from Grantor			<u>(12,303)</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-2010 GO LIBRARY BOOKS-27106
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 8,177	\$ 8,177	\$ 0	\$ (8,177)
Total Revenues	<u>8,177</u>	<u>8,177</u>	<u>0</u>	<u>(8,177)</u>
Expenditures				
Support Services-Instruction				
Supplies	0	0	2,003	(2,003)
Total Support-Services-Instruction	<u>0</u>	<u>0</u>	<u>2,003</u>	<u>(2,003)</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>2,003</u>	<u>(2,003)</u>
Excess (Deficiency) of Revenues Over Expenditures	8,177	8,177	(2,003)	(10,180)
Cash Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 8,177</u>	<u>\$ 8,177</u>	<u>\$ (2,003)</u>	<u>\$ (10,180)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,003)	
Net change in Due from Grantor			<u>2,003</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-2010 GOB INSTRUCTIONAL MATERIALS-27171
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 0	\$ 2,663	\$ 0	\$ (2,663)
Total Revenues	<u>0</u>	<u>2,663</u>	<u>0</u>	<u>(2,663)</u>
Expenditures				
Instruction				
Supplies	0	2,663	2,379	284
Total Instruction	<u>0</u>	<u>2,663</u>	<u>2,379</u>	<u>284</u>
Total Expenditures	<u>0</u>	<u>2,663</u>	<u>2,379</u>	<u>284</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	(2,379)	(2,379)
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>\$ (2,379)</u>	<u>\$ (2,379)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (2,379)	
Net change in Due from Grantor			<u>2,379</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-SILVER WELLNESS CENTER-29125
Statement of Revenues, Expenditures, and Changes in Cash Balance -
Budget and Actual (Budgetary Basis)
For the Year Ended June 30, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State & Local Grants	\$ 20,789	\$ 16,163	\$ 16,163	\$ 0
Total Revenues	<u>20,789</u>	<u>16,163</u>	<u>16,163</u>	<u>0</u>
Expenditures				
Support Services-Students				
Personnel Services	17,000	12,359	11,754	605
Employee Benefits	3,789	3,804	3,625	179
Total Support Services-Students	<u>20,789</u>	<u>16,163</u>	<u>15,379</u>	<u>784</u>
Total Expenditures	<u>20,789</u>	<u>16,163</u>	<u>15,379</u>	<u>784</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	784	784
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>\$ 784</u>	<u>\$ 784</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ 784	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ 784</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, 2013

	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				
Supply Assets	21,650	21,650	21,650	0
Total Capital Outlay	<u>21,650</u>	<u>21,650</u>	<u>21,650</u>	<u>0</u>
Total Expenditures	<u>21,650</u>	<u>21,650</u>	<u>21,650</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(21,650)	(21,650)	(21,650)	0
Cash Balance Beginning of Year	<u>21,650</u>	<u>21,650</u>	<u>21,650</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>(21,650)</u>	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(21,650)</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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
State Grant	\$ 14,633	\$ 14,633	\$ 14,633	\$ 0
Total Revenues	<u>14,633</u>	<u>14,633</u>	<u>14,633</u>	<u>0</u>
Expenditures				
Capital Outlay				
Land Improvements	0	0	0	0
Total Capital Outlay	<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	14,633	14,633	14,633	0
Cash Balance Beginning of Year	<u>(14,633)</u>	<u>(14,633)</u>	<u>(14,633)</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			\$ 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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 59,904	\$ 59,907	\$ 62,182	\$ 2,275
State Grant	27,901	58,266	27,901	(30,365)
Total Revenues	<u>87,805</u>	<u>118,173</u>	<u>90,083</u>	<u>(28,090)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	600	622	622	0
Total Support Services-General Administration	<u>600</u>	<u>622</u>	<u>622</u>	<u>0</u>
Capital Outlay				
Professional & Tech Services	0	12,739	10,190	2,549
Purchased Property Services	57,205	74,831	73,604	1,227
Supplies	30,000	29,978	25,939	4,039
Total Capital Outlay	<u>87,205</u>	<u>117,548</u>	<u>109,733</u>	<u>7,815</u>
Total Expenditures	<u>87,805</u>	<u>118,170</u>	<u>110,355</u>	<u>7,815</u>
Excess (Deficiency) of Revenues Over Expenditures	0	3	(20,272)	(20,275)
Cash Balance Beginning of Year	<u>14,737</u>	<u>14,737</u>	<u>14,737</u>	<u>0</u>
Cash Balance End of Year	<u>\$ 14,737</u>	<u>\$ 14,740</u>	<u>\$ (5,535)</u>	<u>\$ (20,275)</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (20,272)	
Net change in Taxes Receivable			232	
Net change in Due from Grantor			13,061	
Net change in Accounts Payable			89	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			<u>\$ (6,890)</u>	

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

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, 2013

	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				
Supply Assets	0	33,403	76,600	(43,197)
Fixed Assets	197,865	164,462	121,265	43,197
Total Capital Outlay	<u>197,865</u>	<u>197,865</u>	<u>197,865</u>	<u>0</u>
Total Expenditures	<u>197,865</u>	<u>197,865</u>	<u>197,865</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(197,865)	(197,865)	(197,865)	0
Cash Balance Beginning of Year	<u>197,865</u>	<u>197,865</u>	<u>197,865</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			\$ (197,865)	
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 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, 2013

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget- Over (Under)
	Original	Final		
Revenues				
Property Taxes	\$ 75,000	\$ 75,000	\$ 69,436	\$ (5,564)
Total Revenues	<u>75,000</u>	<u>75,000</u>	<u>69,436</u>	<u>(5,564)</u>
Expenditures				
Support Services-General Administration				
Professional & Tech Services	750	750	694	56
Total Support Services-General Administration	<u>750</u>	<u>750</u>	<u>694</u>	<u>56</u>
Debt Service				
Principal	84,465	84,465	70,000	14,465
Interest	0	0	5,075	(5,075)
Total Debt Service	<u>84,465</u>	<u>84,465</u>	<u>75,075</u>	<u>9,390</u>
Total Expenditures	<u>85,215</u>	<u>85,215</u>	<u>75,769</u>	<u>9,446</u>
Excess (Deficiency) of Revenues Over Expenditures	(10,215)	(10,215)	(6,333)	3,882
Cash Balance Beginning of Year	<u>10,289</u>	<u>10,289</u>	<u>10,289</u>	<u>0</u>
Cash Balance End of Year	\$ <u>74</u>	\$ <u>74</u>	\$ <u>3,956</u>	\$ <u>3,882</u>
Reconciliation of Budgetary Basis to GAAP Basis				
Excess (Deficiency) of Revenues Over Expenditures-Cash Basis			\$ (6,333)	
Net change in Taxes Receivable			544	
Excess (Deficiency) of Revenues Over Expenditures-GAAP Basis			\$ <u>(5,789)</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, 2013

	Balance 06/30/12	Additions	Deletions	Balance 06/30/13
Sim Brown Scholarship	\$ 0	\$ 8,263	\$ 7,750	\$ 513
SECCC Scholarship	514	500	0	1,014
AC Arellano Scholarship	0	500	250	250
HS Library	732	0	0	732
Investment-Sim Brown Scholarship	145,270	32,033	8,114	169,189
Elementary Library	2,291	3,070	1,864	3,497
Elementary Activity	190	356	514	32
Silk Screening	7,933	13,635	11,730	9,838
Class of 2013	75	7,167	6,785	457
Class of 2014	35	375	0	410
Class of 2015	35	0	0	35
Class of 2016	0	228	0	228
Class of 2017	52	0	17	35
High School Activity	0	1,961	1,160	801
Yearbook	1,659	1,105	2,764	0
Shop	0	13,080	12,029	1,051
Cheerleaders	49	17	0	66
Parent Advisory Committee	0	1,301	0	1,301
Athletic Fund Raiser	6,058	1,184	2,822	4,420
Springer Book	1,000	0	878	122
High School Mesa	475	388	131	732
JR High School Mesa	1,199	388	449	1,138
Arellano Scholarship-CD	16,287	0	0	16,287
AR Program	8,496	14,407	17,968	4,935
	<u>\$ 192,350</u>	<u>\$ 99,958</u>	<u>\$ 75,225</u>	<u>\$ 217,083</u>
LIABILITIES				
Deposits Held for Others	\$ 192,350	\$ 99,958	\$ 75,225	\$ 217,083
Total Liabilities	<u>\$ 192,350</u>	<u>\$ 99,958</u>	<u>\$ 75,225</u>	<u>\$ 217,083</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, 2013

		Beginning Cash Balance 6/30/12	Revenue	Expenditures	Ending Cash Balance 6/30/13
Operational	11000	\$ 169,927	\$ 2,507,901	\$ 2,643,576	\$ 34,252
Transportation	13000	9,018	197,525	196,193	10,350
Instructional Materials	14000	1,738	12,160	11,364	2,534
Food Services	21000	88	105,212	101,925	3,375
Athletics	22000	3,461	25,875	28,054	1,282
Federal Flowthrough	24000	(83,891)	187,523	189,332	(85,700)
Federal Direct	25000	18,492	72,960	77,507	13,945
Local Grants	26000	0	6,500	5,666	834
State Flowthrough	27000	(12,455)	13,084	5,010	(4,381)
Local/State	29000	224,387	128,357	60,234	292,510
Bond Building	31100	21,650	0	21,650	0
Special Capital Outlay State	31400	(14,633)	14,633	0	0
Senate Bill Nine	31700	14,737	90,083	110,355	(5,535)
Ed Tech Equipment	31900	197,865	0	197,865	0
Debt Service	41000	174,295	194,602	200,465	168,432
Debt Service-Ed Tech	43000	10,288	69,436	75,769	3,955
Agency Funds		192,350	99,957	75,225	217,082
Total		\$ <u>927,317</u>	\$ <u>3,725,808</u>	\$ <u>4,000,190</u>	\$ <u>652,935</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*

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, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, of Springer Municipal Schools (District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the Districts basic financial statements, and the combining and individual funds and related budgetary comparisons of the District, presented as supplemental information, and have issued our report thereon dated October 14, 2013.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.


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 instances 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; 13-1, 13-2.

The District's Responses to Findings

The District's responses to the findings identified in our audit as described in the accompanying Schedule of Findings and Responses. The District's response was not subject to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

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

 CPA PC

Clovis, New Mexico

October 14, 2013

STATE OF NEW MEXICO
SPRINGER MUNICIPAL SCHOOLS
 Schedule of Findings and Responses
 For the Year Ended June 30, 2013

Prior Year Audit Findings

12-1 Pledge Securities

Status

Resolved

Current Year Audit Findings

13-1 Late Audit Contract-Compliance, Other Matter

Condition

The audit contract was not received by the Office of the State Auditor by the required due date of April 15, 2013.

Criteria

Paragraph (6) or Subsection G of 2.2.2.8 NMAC requires the contract be received by the Office of the State Auditor by April 15, 2013.

Cause

The auditor was not on the approved auditors' list until after that date.

Effect

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

Recommendation

The auditors will make every effort to be on the approved auditors list timely in the future.

Agency Response

We will contract with an approved auditor timely.

13-2 PED Cash Reports-Compliance, Other Matter

Condition

The District's PED Cash Report at year end did not properly reflect the June 30, 2013 reconciled cash balances. There was a difference in the cash balance for the federal funds, 24000 funds, of \$4,396.

Criteria

6.20.2.11 (B) (6) NMAC and Regulation SBE-6 the reports sent to the New Mexico Public Education Department (PED) must agree to the District's general ledger and must be submitted quarterly and annually by July 31.

Cause

Expenditures were made dated June 30, 2013 after the PED cash report was prepared.

Effect

The school is not in compliance with NMAC 6.20.2.11 (b) (6) and Regulation SBE-6. Noncompliance may result in poor decision making by the District's governing board.

Recommendation

We recommend that the District reconcile bank accounts before preparing the PED cash report.

Response

We will include the investments in the PED cash report.

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 October 14, 2013 with Freda Daugherty-Superintendent, Gerald Ward-Board Member, Ronnie Gurule-Board Member, Nejlá Munden-Business Manager, and De'Aun Willoughby, CPA.