

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS**

**AUDITED FINANCIAL STATEMENTS AND ANNUAL FINANCIAL REPORT
WITH INDEPENDENT AUDITORS' REPORT THEREON
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS**

TABLE OF CONTENTS

JUNE 30, 2013

INTRODUCTORY SECTION:

Official Rosteriv

FINANCIAL SECTION

Independent Auditors' Report 1 – 3

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:

Statement of Net Position 4

Statement of Activities 5

Fund Financial Statements:

Balance Sheet – Governmental Funds.....6

Reconciliation of Governmental Funds Balance Sheet to the
Statement of Net Position..... 7

Statement of Revenues, Expenditures and Changes in Fund Balances –
Governmental Funds8

Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances – Governmental Funds to the Statement of Activities 9

Statement of Revenues and Expenditures – Budget (Non-GAAP Budgetary
Basis) and Actual (Non-GAAP Budgetary Basis) –
Operational Fund..... 10
Pupil Transportation Fund 11
Instructional Materials Fund 12
Title I IASA Fund 13
21st Century Community Learning 14

Statement of Fiduciary Assets and Liabilities – Agency Funds 15

NOTES TO FINANCIAL STATEMENTS..... 16 - 42

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS**

TABLE OF CONTENTS (continued)

JUNE 30, 2013

Combining Balance Sheet – Non-Major Governmental Funds	43
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-Major Governmental Funds	44
Non-Major Special Revenue Funds	45 - 47
Combining Balance Sheet – Non-Major Special Revenue Funds	48 - 52
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-Major Special Revenue Funds.....	53 - 57
Statement of Revenues and Expenditures – Budget (Non-GAAP Budgetary Basis) and Actual (Non-GAAP Budgetary Basis):	
Food Services Fund	58
Athletics Fund.....	59
Entitlement IDEA-B Fund	60
Teacher Principal Training Recruit Fund.....	61
Title I School Improvement Fund	62
Rural Education Achievement Fund.....	63
GO Bond Library 2008 Fund	64
GO Bond Library 2010 Fund	65
Sun Safety Fund.....	66
Private Direct Grants Fund.....	67
Preschool IDEA-B Fund	68
IDEA-B New Fund	69
Dual Credits Fund	70
Formative Assessments Fund.....	71
Breakfast for Elementary Students Fund.....	72
Kindergarten 3 Plus Fund.....	73
2012 School Bus Replacement Fund.....	74
School Bus Bond Fund.....	75
Science Instructional Materials Fund	76
CYFD Summer Food Fund.....	77
Non-Major Capital Projects Funds	78
Combining Balance Sheet – Non-Major Capital Projects Funds	79 – 80

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS**

TABLE OF CONTENTS (continued)

JUNE 30, 2013

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-Major Special Revenue Funds.....	81 – 82
Statement of Revenues and Expenditures – Budget (Non-GAAP Budgetary Basis) and Actual (Non-GAAP Budgetary Basis):	
Bond Building Fund	83
Capital Improvements SB-9 Fund	84
Ed. Technology Equipment Act Fund.....	85
Non-Major Debt Service Funds.....	86
Combining Balance Sheet – Non-Major Debt Service Funds	87
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-Major Debt Service Funds	88
Statement of Revenues and Expenditures – Budget (Non-GAAP Budgetary Basis) and Actual (Non-GAAP Budgetary Basis):	
Debt Services Fund.....	89
Ed. Tech Subfund.....	90
SUPPLEMENTARY SCHEDULES	
Schedule of Changes in Assets and Liabilities – Agency Funds	92
Schedule of Collateral Pledged by Depository.....	93
Schedule of Cash and Temporary Investment Accounts.....	94
Schedule of Cash Reconciliations	95 – 102
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....	103 – 104
Schedule of Findings and Responses	105 – 107
Exit Conference	108

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS**

OFFICIAL ROSTER

JUNE 30, 2013

Board of Education

Tony Rubin..... Chairman
Eldie Cruz Vice Chairman
Benito Armijo..... Secretary/Treasurer
J.D. Schmidt..... Member
Don Schutz (Appointed)..... Member

School Officials

Albert Martinez..... Superintendent
Teresa P. Casias Business Manager

Kubiak & Melton, LLC

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico
and
The Board of Education
Wagon Mound Public Schools
Wagon Mound, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information and the budgetary comparisons of the general fund and the major special revenue funds of the Wagon Mound School District (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 have also audited the financial statements of each of the District's nonmajor governmental funds and the budgetary comparisons for the capital projects funds, debt service funds, and all nonmajor funds presented as supplementary information, as defined by the Governmental 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 error or fraud.

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 our audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 District'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 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 and each major fund, and the aggregate remaining fund information of the District as of June 30, 2013, and the respective changes in financial position and the respective budgetary comparisons for the general fund and the 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 as of June 30, 2013 and the respective changes in financial position and the respective budgetary comparisons for the capital projects funds, debt service funds and all non-major funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information:

The District has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the basic financial statements, the combining and individual fund financial statements and the budgetary comparisons. The additional schedules listed as other supplemental information in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

These other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying financial and other records used to prepare 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, these other schedules are 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 November 6, 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 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.

Kubiak & Melton, LLC

Kubiak & Melton, LLC
Albuquerque, New Mexico
November 6, 2013

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2013**

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 180,810
Receivables	91,854
Inventory	<u>1,726</u>
Total Current Assets	274,390
Noncurrent Assets	
Land	157,800
Construction in Progress	957,737
Land Improvements	729,572
Buildings and Building Improvements	8,024,018
Furniture, Fixtures and Equipment	790,547
Less: Accumulated Depreciation	<u>(5,476,824)</u>
Total Noncurrent Assets	<u>5,182,850</u>
Total Assets	<u>\$ 5,457,240</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 17,346
Accrued Payroll	278
Accrued Compensated Absences	11,462
Deferred Revenue	2,712
Current Portion of Long-Term Debt	<u>60,000</u>
Total Current Liabilities	91,798
Noncurrent Liabilities:	
Bond Due in More than One Year	<u>1,140,000</u>
Total Noncurrent Liabilities	<u>1,140,000</u>
Total Liabilities	<u>1,231,798</u>
NET POSITION	
Invested in Capital Assets, Net of Related Debt	3,971,389
Restricted for:	
Debt Service	12,556
Capital Projects	107,598
Special Revenue	29,396
Unrestricted	<u>104,503</u>
Total Net Position	<u>4,225,442</u>
Total Liabilities and Net Position	<u>\$ 5,457,240</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

<u>Functions and Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expenses)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Revenues and</u>
		<u>Services</u>	<u>Grants and</u>	<u>and Changes</u>
			<u>Contributions</u>	<u>in Net Assets</u>
PRIMARY GOVERNMENT				
Governmental Activities	\$ 1,889,862	\$ 47,043	\$ 261,822	\$ (1,580,997)
Support Services	283,571	-	25,403	(258,168)
Food Services Operation	39,945	-	-	(39,945)
Operation and Maintenance - Plant	367,654	-	-	(367,654)
Change in Compensated Absences	(17,157)	-	-	17,157
Bond Interest Expense	43,143	-	-	(43,143)
Central Services	<u>139,015</u>	<u>-</u>	<u>-</u>	<u>(139,015)</u>
Total Governmental Activities	<u>\$ 2,746,033</u>	<u>\$ 47,043</u>	<u>\$ 287,225</u>	<u>\$ (2,411,765)</u>
General Revenues:				
Property Taxes:				
General Purpose				10,598
Debt Service				103,318
Capital Projects				48,377
State Equalization Guarantee				<u>1,932,445</u>
Total General Revenues				<u>2,094,738</u>
Change in Net Position				(317,027)
Beginning Net Position				4,585,754
Restatement				<u>(43,285)</u>
Ending Net Position				<u>\$ 4,225,442</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2013**

	Operational	Pupil Transportation	Instructional Materials	Title I IASA	21st Century Community Learning Centers	Other Governmental Funds	Total Primary Government
ASSETS							
Cash and Temporary Investments	\$ 85,360	\$ 13,560	\$ 186	\$ -	\$ -	\$ 293,765	\$ 392,871
Receivables:							
Due From Other Governments	-	-	-	32,594	-	53,882	86,476
Interfund Receivables	-	-	-	-	-	-	-
Delinquent Property Taxes	274	-	-	-	-	5,104	5,378
Grants	-	-	-	-	-	-	-
Bond Issuance Costs	-	-	-	-	-	-	-
Interfund Receivables	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	1,726	1,726
Total Assets	\$ 85,634	\$ 13,560	\$ 186	\$ 32,594	\$ -	\$ 354,477	\$ 486,451
LIABILITIES AND FUND BALANCES							
Liabilities							
Cash Overdraft	\$ -	\$ -	\$ -	\$ 32,570	\$ 289	\$ 179,202	\$ 212,061
Accounts Payable	16,125	1,221	-	-	-	-	17,346
Accrued Liabilities	-	-	-	-	-	-	-
Interfund Payables	-	-	-	-	-	-	-
Other Liabilities	495	(201)	-	(16)	-	-	278
Deferred Revenue - Other	160	-	-	-	-	2,552	2,712
Bonds Payable - Current	-	-	-	-	-	-	-
Bonds Payable - Noncurrent	-	-	-	-	-	-	-
Total Liabilities	16,780	1,020	-	32,554	289	181,754	232,397
FUND BALANCES							
Non-Spendable:							
Inventories	-	-	-	-	-	-	-
Restricted for:							
Capital Projects	-	-	-	-	-	107,598	107,598
Debt Service	-	-	-	-	(23,173)	35,729	12,556
Special Revenue	-	-	-	-	-	29,396	29,396
Grant Activities	-	-	-	-	-	-	-
Instructional Materials	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Assigned to:							
Subsequent Year's Budget	-	-	-	-	-	-	-
Unassigned:	68,854	12,540	186	40	22,884	-	104,504
Total Fund Balances	68,854	12,540	186	40	(289)	172,723	254,054
Total Liabilities and Fund Balances	\$ 85,634	\$ 13,560	\$ 186	\$ 32,594	\$ -	\$ 354,477	\$ 486,451

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2013**

	Governmental Fund
Amounts reported for governmental activities in the statement of net position are different because:	
Fund Balance - Total Governmental Funds	\$ 254,054
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	5,182,850
Long-Term Liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	(1,200,000)
Accrued compensated absences	<u>(11,462)</u>
Net Position per Statement of Net Position	<u>\$ 4,225,442</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	Operational	Pupil Transport- ation	Instruction-al Materials	Title I IASA	21st Century Community Learning Centers	Other Government- al Funds	Total Primary Government
REVENUES:							
Taxes	\$ 10,598	\$ -	\$ -	\$ -	\$ -	\$ 151,695	\$ 162,293
Charges for Services	44,169	-	-	-	-	2,874	47,043
Local Sources	-	-	-	-	-	-	-
State Sources	1,649,057	165,885	-	-	-	117,503	1,932,445
Federal Sources	-	-	-	150,336	22,884	88,602	261,822
Earnings from Investments	2,459	-	-	-	-	206	2,665
Other	4,831	-	5,139	-	-	-	9,970
Donations	250	-	-	-	-	12,518	12,768
Total Revenues	<u>1,711,364</u>	<u>165,885</u>	<u>5,139</u>	<u>150,336</u>	<u>22,884</u>	<u>373,398</u>	<u>2,429,006</u>
EXPENDITURES:							
Current:							
Direct Instruction	1,711,901	155,452	8,516	-	-	-	1,875,869
Instructional Support	-	-	-	105,703	-	153,800	259,503
Food Services	-	-	-	-	-	30,504	30,504
Other	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	1,042,129	1,042,129
Debt Service:							
Bond Principal	-	-	-	-	-	51,016	51,016
Bond Interest	-	-	-	-	-	43,143	43,143
TOTAL EXPENDITURES	<u>1,711,901</u>	<u>155,452</u>	<u>8,516</u>	<u>105,703</u>	<u>-</u>	<u>1,320,592</u>	<u>3,302,164</u>
Excess (Deficiency) of Revenues							
Over Expenditures	<u>(537)</u>	<u>10,433</u>	<u>(3,377)</u>	<u>44,633</u>	<u>22,884</u>	<u>(947,194)</u>	<u>(873,158)</u>
Other Financing Sources and Financing Uses:							
Transfers In	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-
Proceeds from Bond Issues	-	-	-	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(537)	10,433	(3,377)	44,633	22,884	(947,194)	(873,158)
Fund Balance at Beginning of Year	183,735	1,771	5,171	(64,076)	(23,462)	960,674	1,063,813
Restatement	(114,344)	336	(1,608)	19,483	289	159,243	63,399
Fund Balance at End of Year	<u>\$ 68,854</u>	<u>\$ 12,540</u>	<u>\$ 186</u>	<u>\$ 40</u>	<u>\$ (289)</u>	<u>\$ 172,723</u>	<u>\$ 254,054</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT
OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2013**

**Governmental
Fund**

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

Net Change in Fund Balance - Total Governmental Funds	\$	(873,158)
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period:

Depreciation Expense	(437,951)	
Capital Outlay	<u>1,042,129</u>	
		604,178

Decrease in Compensated Absences		17,157
Principal Payments on Bonds		51,016
Other		<u>(116,220)</u>
Changes in Net Assets - Total Governmental Activities	\$	<u>(317,027)</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
OPERATIONAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
– BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ 9,892	\$ 9,892	\$ 10,598	\$ 706
Charges for Services	26,511	26,511	44,169	17,658
Local Sources	-	-	-	-
State Sources	1,692,594	1,648,858	1,649,331	473
Federal Sources	-	-	-	-
Earnings from Investments	10,000	10,000	2,459	(7,541)
Other	2,500	2,500	4,831	2,331
Donations	-	-	250	250
Total Revenues	<u>1,741,497</u>	<u>1,697,761</u>	<u>1,711,638</u>	<u>13,877</u>
EXPENDITURES:				
Current:				
Direct Instruction	1,781,531	1,769,226	1,714,814	54,412
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>1,781,531</u>	<u>1,769,226</u>	<u>1,714,814</u>	<u>54,412</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(40,034)</u>	<u>(71,465)</u>	<u>(3,176)</u>	<u>68,289</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	40,034	71,465	-	(71,465)
Total Other Financing Sources and Financing Uses:	<u>40,034</u>	<u>71,465</u>	<u>-</u>	<u>(71,465)</u>
Net Change in Fund Balance	-	-	(3,176)	(3,176)
Fund Balance at Beginning of Year	-	-	183,735	183,735
Restatement	-	-	(114,344)	(114,344)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,215</u>	<u>\$ 66,215</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
PUPIL TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
– BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	147,425	165,885	165,885	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Other	-	-	-	-
Donations	-	-	-	-
Total Revenues	<u>147,425</u>	<u>165,885</u>	<u>165,885</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	147,425	166,549	155,238	11,311
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>147,425</u>	<u>166,549</u>	<u>155,238</u>	<u>11,311</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(664)</u>	<u>10,647</u>	<u>11,311</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	664	-	(664)
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>664</u>	<u>-</u>	<u>(664)</u>
Net Change in Fund Balance	-	-	10,647	10,647
Fund Balance at Beginning of Year	-	-	1,771	1,771
Restatement	-	-	336	336
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,754</u>	<u>\$ 12,754</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
– BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Other	5,139	5,139	5,139	-
Donations	-	-	-	-
Total Revenues	<u>5,139</u>	<u>5,139</u>	<u>5,139</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	5,139	8,702	6,908	1,794
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>5,139</u>	<u>8,702</u>	<u>6,908</u>	<u>1,794</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(3,563)</u>	<u>(1,769)</u>	<u>1,794</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	3,563	-	(3,563)
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>3,563</u>	<u>-</u>	<u>(3,563)</u>
Net Change in Fund Balance	-	-	(1,769)	(1,769)
Fund Balance at Beginning of Year	-	-	5,171	5,171
Restatement	-	-	(1,608)	(1,608)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,794</u>	<u>\$ 1,794</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
TITLE I IASA FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
– BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	100,493	122,290	150,336	28,046
Earnings from Investments	-	-	-	-
Other	-	-	-	-
Donations	-	-	-	-
Total Revenues	<u>100,493</u>	<u>122,290</u>	<u>150,336</u>	<u>28,046</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	100,493	122,290	92,552	29,738
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>100,493</u>	<u>122,290</u>	<u>92,552</u>	<u>29,738</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>57,784</u>	<u>57,784</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	57,784	57,784
Fund Balance at Beginning of Year	-	-	(64,076)	(64,076)
Restatement	-	-	19,483	19,483
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,191</u>	<u>\$ 13,191</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
21ST CENTURY COMMUNITY LEARNING CENTERS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
– BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	22,884	22,884
Earnings from Investments	-	-	-	-
Other	-	-	-	-
Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>22,884</u>	<u>22,884</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>22,884</u>	<u>22,884</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	238	-	(238)
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>238</u>	<u>-</u>	<u>(238)</u>
Net Change in Fund Balance	-	238	22,884	22,646
Fund Balance at Beginning of Year	-	-	(23,462)	(23,462)
Restatement	-	-	289	289
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 238</u>	<u>\$ (289)</u>	<u>\$ (527)</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES – AGENCY FUNDS
JUNE 30, 2013**

	Private Purpose Trust Fund	Agency Fund
	<u> </u>	<u> </u>
Assets		
Cash and Short Term Investment	\$ 6,613	\$ 26,409
Unrestricted Investments	<u>27,294</u>	<u>-</u>
Total Assets	<u>\$ 33,907</u>	<u>\$ 26,409</u>
Liabilities		
Due to Student Groups	<u>\$ -</u>	<u>\$ -</u>
Net Position		
Held in Trust for School Library	<u>33,907</u>	<u>26,409</u>
Total Liabilities and Net Position	<u>\$ 33,907</u>	<u>\$ 26,409</u>

STATEMENT OF CHANGES IN NET POSITION

	Private Purpose Trust Fund	Agency Fund
	<u> </u>	<u> </u>
Income		
Donations Recorded	\$ 847	\$ 28,729
Gain on Investments	<u>2,766</u>	<u>4,361</u>
Total Income (loss)	<u>3,613</u>	<u>33,090</u>
Deductions		
Expenditures	<u>-</u>	<u>40,876</u>
Total Deductions	<u>-</u>	<u>40,876</u>
Net Increase (Decrease)	3,613	(7,786)
Net Position- Beginning of Year	<u>30,294</u>	<u>34,195</u>
Net Position- End of Year	<u>\$ 33,907</u>	<u>\$ 26,409</u>

See Independent Auditors' Report and Notes to Financial Statements

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The Wagon Mound Public School District (District) has been in existence since the early 1900s and is currently operating under the provision of the Public School Code, Chapter 22 of the New Mexico Statutes Annotated, 1978 and is governed by a five member Board (Board) each elected for four year terms by registered voters of the District.

The District's financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the District's accounting policies are described below.

A. Reporting Entity

GASB Statement No. 14 established criteria for determining the government 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 also has no component units, as defined by GASB Statement No. 14 and or GASB Statement No. 39, as there are no other legally separate organizations for which the elected School Board members are financially accountable.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported in separate columns in the fund financial statements.

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

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

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

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and recognized as revenue when the underlying exchange takes place and the revenues are measureable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirement imposed by the provider have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

other revenue items are considered to be measurable and available only when cash is received by the District.

Ad valorem taxes (property taxes), and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grants requirements have been met and the susceptible to accrual criteria have been met. All other revenue items are considered to be measurable and available only when cash is received by the government.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the District's programs. The reporting focus is upon net position and changes in net position and employs accounting principles similar to proprietary funds. The fiduciary fund consists of the following two funds:

The Private Purpose Trust Fund accounts for assets held by the District as an agent for the Wagon Mound Public Library Board of Directors. The intent of the donors was that principal and income of stock donated to the District could only be used for the School library.

The Agency Funds account for resources held by the District in a purely custodial capacity (assets equal liabilities). Agency funds typically involve the receipt, temporary investment, and remittance of fiduciary resources to student activity groups.

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 long-term debt.

The District reports the following major governmental funds:

General Fund

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

Special Revenue Funds

The Special Revenue Funds accounts for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Capital Projects Funds

The Capital Projects Funds account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Debt Service Funds

The Debt Service Fund accounts for the services of long-term debt not being financed by proprietary or non-expendable trust funds.

Under the requirements of GASB statement No. 34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the General Fund), which may include funds that were not required to be presented as major but were at the discretion of management:

The Transportation Fund is used to account for the State Equalization received from the NM Public Education Department (PED), which is used to pay for the costs associated with transporting school-age children. This is considered by PED to be a sub-fund of the General Fund.

Instructional Materials Fund is used to account for the monies received from PED for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students. This is considered by PED to be a sub-fund of the General Fund.

Title I IASA Special Revenue Fund provides supplemental educational opportunities for academically disadvantaged children residing in the area. Campuses are identified for program participation by the percentage of students on free or reduced price lunch plans. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District-established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criterion that identifies a campus; educational need determines the students to be served. Federal revenues accounted for in this fund are allocated to the District through the PED. Authority for creation of this fund is Part A of the Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965, as amended, Public Law 103-383.

21st Century Community Living Centers is used to account for federal funds used for after school adolescence care, providing the community with responsible Child Care, while providing the children and their families with referral serves, drug prevention education, academic help, and character building (social skills) activities. Funding is provided by the Department of Education under the

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Elementary and Secondary Education Act of 1965, Title X, part I section 10901,
Public Law 103-382 Stat. 3844, 20 U.S.C. 8241.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

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.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow subsequent private sector guidance.

Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which include revenues received from state and federal sources such as Title I, IDEA-B, Charter Schools and Magnet School funding to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources such as SB-9 and HB-33 funding to be used for capital projects. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Depreciation expense is specifically identified by function and is included in the direct expenses of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

New Pronouncement: GASB issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions effective for reporting periods beginning after June 15, 2010. The statement establishes fund balance classifications, provides for a

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

hierarchy or spending constraints for spendable resources and requires disclosures of nonspendable and spendable resources.

1. Deposits and Investments

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.

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

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

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance but in no case shall the rate of interest be less than 100% of the asked price on United States treasury bills of the same maturity on the day of deposit.

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

Investments for the District are reported at fair value. The State Treasurer's Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

2. Receivables and Payables

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

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

The District receives monthly income from a tax levy in Mora County. The funds are collected by the County Treasurer and are remitted to the School District the following month. Under the modified accrual method of accounting, the amount remitted by the Mora County Treasurer in July and August, 2013, is considered measurable and available and, accordingly, is recorded as revenue during the year ended June 30, 2013.

Certain Special Revenue funds are administered on a reimbursement method of funding and other funds are operated on a cash advance method of funding. The funds incur the cost and then submit the necessary request for reimbursement or advance, respectively.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

4. Instructional Materials

PED receives federal material leasing funds from which it makes annual allocations to various schools districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of material listed in the PED "State Adopted Instructional Manual" list, while the other fifty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash drawdowns or transfers to the other fifty percent account for requisitions of materials from the adopted list.

5. Inventories

Inventory is valued at lower of cost (first in, first out) or market. Inventory in the Special Revenue Funds consists of USDA commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as expenditures at the time individual inventory items are consumed. The USDA commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenues. Non-commodity inventories are equally offset by a fund balance reserve, which indicates that they do not constitute available spendable resources even though they are a

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

component of net current assets. No deferred revenue was recorded for unused commodity inventory as of June 30, 2013.

6. Capital Assets

Capital assets, which include property, plant and equipment (including computer software), are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost and estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government-wide statements. Information technology equipment, including software, is being capitalized and included in furniture and equipment as the District did not maintain internally developed software. Library books are also being capitalized and depreciated. Donated capital assets are recorded at estimated fair market value at the date of donation. During the year ended June 30, 2013, the District received no donated capital assets.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's useful life are not capitalized. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2013.

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

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

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

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

7. Compensated Absences

All personnel employed by the District are entitled to leave as per the following categories and schedules.

Annual leave – Twelve month employees are entitled to annual leave with full pay computed as follows:

- 1 -4 consecutive years of employment: 10 days
- 5 – 19 consecutive years of employment: 15 days
- 20 plus consecutive years of employment: 20 days

Twelve month employees who have resigned, retired or who have been laid off or dismissed are entitled to and shall be paid for a maximum of 20 days of earned and unused annual leave.

The District's recognition and measurement criteria for compensated absences follow GASB Statement No. 16, which provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by employees if the employees right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employee for the benefits at termination or retirement.

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. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide Statement of Net Position.

8. Deferred Revenues

The District recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be "available" under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements. For the fiscal year ended June 30, 2013, there was \$2,712 in deferred revenues.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

9. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

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

10. Fund Balance and Net Position

In the government-wide financial statements, fund equity is classified as net position and is displayed in the following components:

Invested in Capital Asset, net of related debt: Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

In the fund financial statements, governmental funds report aggregate amounts for several classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form (prepaid items, inventories) or legally contractually required to be maintained intact. The District has inventories that are considered nonspendable. The District will maintain a fund balance equal to the value of inventory balances and prepaid items (to the extent that such balances are not offset by liabilities and actually result in fund balance. The District does not have any prepaid items or nonspendable funds related to endowments.

In addition to the nonspendable fund balance, GASB 54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints.

Nonspendable includes amount that are not in spendable form or are legally or contractually required to be maintained intact. This criterion includes items that are not expected to be converted to cash such as inventories, prepaid items and long-term notes receivable.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Restricted funds balances are constrained by external parties, constitutional provisions or enabling legislation.

Committed fund balances contain self-imposed constraints of the government from its highest level of decision making authority or the Board of Education. Commitments will only be used for specific purposes pursuant to a formal action by the Board of Education.

Assigned fund balances contain self-imposed constraints of the government to be used for a particular purpose.

Unassigned fund balances of the general fund are not constrained for any particular purpose.

When both restricted and unrestricted resources are available for use, it is the District's policy to use externally restricted resources first, then restricted resources – committed, assigned, and unassigned in that order.

The District has classified its spendable fund balances with the following hierarchy:

Nonspendable refers to inventories totaling \$1,726 that are classified as nonspendable.

Spendable refers to the Districts spendable fund balances as restricted, assigned and unassigned and considers each to have been spent when expenditures are incurred. The District currently has no funds classified as committed.

Restricted for grant activates, food services, instructional materials, debt service, capital projects and pupil transportation means that federal and state statutes require that certain revenues be specifically designed for the purposes of federal and state grant activities, food services, debt service and capital projects. The funds have been included in restricted category of fund balance. The restricted fund balances total \$107,598 for capital projects, \$12,556 for debt service and \$29,396 for non-major special revenue funds, including food services.

Unassigned fund balance is \$104,504.

11. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund from expenditures/expenses initially made from it that are properly applicable to

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

12. Indirect Costs

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

13. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Significant estimates affecting the District's financial statements include management's estimate of the useful lives of capital assets.

14. Revenues

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration early childhood education, basic education, special education, bilingual multicultural education, size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$893,281 in state equalization guarantees during the year ended June 30, 2013.

Tax Revenues: The District receives mill levy and ad valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency. The District

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

records only the portion of the taxes considered to be measurable and available. The District recognized \$162,293 in tax revenues during the year ended June 30, 2013. Descriptions of the individual debt service and capital outlay funds found in these financial statements include information regarding the authority for the collection and use of these taxes.

Mora County levies and collects the property taxes on real property for Wagon Mound Public Schools on November 10 and April 10 of each year. Taxes become delinquent by December 10 and May 10, respectively and liens are filed by Mora County on property that is delinquent for three years. Property taxes collected and held by the county at year-end on behalf of the District are included in an account called Due From Other Governments.

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$165,885 in transportation distributions during the year ended June 30, 2013.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the State Board of Education "State-Adopted Instructional Material" list, while the other fifty percent of each allocation is available for purchases directly from vendors. Allocations received from the PED for the year ended June 30, 2013 totaled \$5,139.

Public School Capital Outlay: Under the provisions of Chapter 22, Article 24, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program, and the capital outlay expenditures are limited to the purchase or construction of temporary or permanent classrooms.

The council shall approve an application for grant assistance from the fund when the council determines that:

- A critical need exists requiring action;

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

- The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
- The School district has used its resources in a prudent manner;
- The District is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year as certified by the property tax division; and
- The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority and all allocations shall be made on a priority basis.

Money in the fund shall be disbursed by warrant of the Department of Finance and Administration following certification by the council that the application has been approved.

During the year ended June 30, 2013, the District did not receive any special capital outlay (state) funds.

SB-9 State Match: The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3 NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1 of each year that the tax is imposed in accordance with Section 22-25-3 NMSA 1978. Provided, however, in the event that sufficient funds are not available in the public school capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

The District received \$0 in state SB-9 matching during the year ended June 30, 2013.

Federal Grants: The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported in the Special Revenue funds. Each program operates under its own budget, which has been

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

approved by the Federal Department or the flow-through agency (usually PED). The various budgets are approved by the Local School Board and the PED.

The District also receives reimbursement under the National School Lunch and Breakfast Programs for its food services operations, and the distributions of commodities through the New Mexico Human Services Department.

A. Budgetary Information

Budgets for the general, special revenue, capital projects and debt service funds are prepared by management and are approved by the local Board and Public School Budget and Planning Unit of the Department of Education. Auxiliary student activity accounts are not budgeted.

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

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

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

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

1. In April or May, the superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July. The operating budget includes proposed expenditures and the means of financing them, and has approval by the Department of Education.
2. In May or June, the budget is approved by the Board of Education.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting is called.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

4. The operating budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board and the PED.
5. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the New Mexico Public Education Department.
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 school district and approved by the DBPU.
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 them 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.
9. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenues funds, debt service funds and capital projects funds.
10. Budgets for the general, special revenue, debt service and capital projects funds are adopted on a basis not consistent with GAAP. Encumbrances are treated the same way for GAAP purposes and for budget purposes.

The Board may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balances. New Mexico State Law prohibits a governmental agency from exceeding an individual line item.

The Accompanying Statements of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Since accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2013, is presented.

2. Cash and Temporary Investments

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts and United States Government Obligations.

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

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

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

The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Additionally, all deposits in non-interest bearing transaction accounts (such as non-interest bearing checking accounts) at participating institutions are fully guaranteed, regardless of dollar amount.

New Mexico State Statutes require collateral pledged for deposits in excess of federal deposit insurance to be delivered, or a joint safekeeping receipts be issued, to the District for at least one-half of the amount on deposit with the institution. The schedule

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued to the District for at least one-half of the amount on deposit with the institution. The stated listed below will meet the State of New Mexico Office of the State Auditor's requirement in reporting the uninsured portion of the deposits. As of June 30, 2013, none of the Districts' bank balance of \$541,751 was exposed to custodial risk as follows:

	Wells Fargo Bank	First Community Bank	Total
Total Amount of Deposits	\$ 3,382	\$ 538,369	\$ 541,751
FDIC Coverage	<u>3,382</u>	<u>250,000</u>	<u>253,382</u>
Total Uninsured Public Funds	\$ -	\$ 288,369	\$ 288,369
Pledged Collateral Held by Pledging Bank's Trust or Agent but not in District's Name	<u>-</u>	<u>514,813</u>	<u>514,813</u>
Uninsured and Uncollateralized	-	-	-
Collateral requirement (50% of uninsured public funds)	-	144,185	144,185
Pledged Securities	<u>-</u>	<u>514,813</u>	<u>514,813</u>
Total (Over) Under Collateralized	<u>\$ -</u>	<u>\$ (370,628)</u>	<u>\$ (370,628)</u>

The collateral pledged is listed on page 93 of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

As of June 30, 2013, the District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities Less Than One Year
Common Stock	\$ 27,295	\$ 27,295

Reconciliation of Cash and Temporary Investments

Governmental Funds - Balance Sheet:

Cash and Cash Equivalents	\$ 392,871
Cash Overdraft	(212,061)
Common Stock - Fiduciary Fund	27,295
Cash - Statement of Fiduciary Net Assets	33,022
Total Cash	241,127
Less: Common Stock	(27,295)
Reconciled Balance of Deposits	\$ 213,832

According to the Federal Deposit Insurance Authority, public unit deposits are funds owned by the schools. Time deposits, savings deposits and interest-bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

3. Receivables

Receivables as of June 30, 2013 are as follows:

	Non-Major Funds
Receivables:	
Due From Other Governments	\$ 86,476
Property Tax	5,378
Total Receivables	\$ 91,854

The above receivables are deemed 100% collectible. In accordance with the GASB statement No. 33, property tax receivables should be presented net of deferred

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

revenues on the governmental fund financial statements. However, we were unable to obtain the delinquent property tax listing from the District.

4. Interfund Receivables, Payable and Transfers

Interfund balances have been primarily recorded when funds overdraw their share of pooled cash when the District is waiting for grant reimbursements. There were no interfund receivables or payables at June 30, 2013.

5. Capital Assets

Capital asset activity for the year ended June 30, 2013 was as follows:

Governmental Activities	June 30, 2012	Increases	Decreases	June 30, 2013
Capital assets not being depreciated				
Land	\$ 157,800	\$ -	\$ -	\$ 157,800
Construction in Progress	218,568	739,169	-	957,737
Total Capital Assets not being depreciated	376,368	739,169	-	1,115,537
Capital assets being depreciated:				
Land Improvements	724,429	5,143	-	729,572
Buildings and Improvements	8,024,018	-	-	8,024,018
Equipment and Vehicles	714,618	75,929	-	790,547
Total Capital Assets being depreciated	9,463,065	81,072	-	9,544,137
Less: Accumulated Depreciation for:				
Land Improvements	468,120	29,787	-	497,907
Buildings and Improvements	4,111,310	338,715	-	4,450,025
Furniture, Fixtures and Equipment	459,443	69,449	-	528,892
Total Accumulated Depreciation	5,038,873	437,951	-	5,476,824
Total Capital Assets being Depreciated, Net	4,424,192	(356,879)	-	4,067,313
Capital Assets, Net	\$ 4,800,560	\$ 382,290	\$ -	\$ 5,182,850

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

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

Instruction	\$ 13,993
Support Services - General Administration	1,907
Operation and Maintenance of Plant	19,913
Food Services	9,442
Transportation	22,161
Other	22,795
Capital Outlay	<u>347,740</u>
Total	<u><u>\$ 437,951</u></u>

6. Long-Term Debt

During the year ended June 30, 2013, the following changes occurred in liabilities reported in the general obligation bonds account group:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Amount Due Within One Year</u>
Bonds Payable	\$ 1,250,000	\$ -	\$ 50,000	\$ 1,200,000	\$ 60,000
Compensated Absences	<u>28,619</u>	<u>-</u>	<u>17,157</u>	<u>11,462</u>	<u>11,462</u>
Total	<u><u>\$ 1,278,619</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 67,157</u></u>	<u><u>\$ 1,211,462</u></u>	<u><u>\$ 71,462</u></u>

	<u>Balance June 30, 2013</u>
Bonds Payable	\$ 1,200,000
Less: Current Maturities	(60,000)
Unamortized Bond Premiums	<u>-</u>
Total Non-Current Liabilities	<u><u>\$ 1,140,000</u></u>

General Obligation Bonds

The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Bonds are direct obligations and pledge the full faith and credit of the District. The bonds will be paid from taxes levied against property owners living within the District boundaries. The details of the bonds and notes as of June 30, 2013 are as follows:

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

General Obligation Bonds	Amount	Interest Rates	June 30, 2013	Within One Year
Series 2011	\$ 800,000	3.50% to 3.85%	\$ 650,000	\$ 50,000
Series 2012	500,000	2.90% to 3.50%	490,000	10,000
Total	\$ 1,300,000		\$ 1,140,000	\$ 60,000

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

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

General Obligation Bonds

Year Ending June 30,	Principal	Interest	Total Requirements
2014	\$ 60,000	\$ 41,392	\$ 101,392
2015	60,000	39,292	99,292
2016	60,000	37,192	97,192
2017	70,000	35,062	105,062
2018	70,000	32,512	102,512
2019 - 2023	455,000	118,134	573,134
2024 - 2028	425,000	33,040	458,040
Total	\$ 1,200,000	\$ 336,624	\$ 1,536,624

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

On December 15, 2009, the District issued an approved bond issue in the amount of \$16,000,000. The bonds mature on September 1, 2029 and have an interest rate between 2.125% and 6%. There is no portion of the principal due as a current liability. The first interest payment was due December 15, 2010.

7. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injury to employees; and natural disasters. The New Mexico Public Schools Insurance Authority (NMSIA) was formed on April 5, 1985 under the New Mexico Public Schools Insurance Authority Act, Chapter 22,

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

Section 2 of the New Mexico Statutes Annotated (NMSA 1978), as amended, as an insurance fund to provide health, disability, and life insurance coverage (benefits coverage), and property, casualty and workers' compensation insurance coverage (risk coverage) to participating public schools, school board members, public school employees, and retirees within the State of New Mexico. The District is one of 91 members that participate in NMPSIA. Participation in NMPSIA is mandatory for all K-12 public schools except those with enrollment exceeding 60,000 students. Participation is voluntary for other public education institutions. The District pays an annual premium to the pool for its general insurance coverage. The agreement for formation of NMPSIA provides that the pool will be self-sustaining through member's premiums. NMPSIA establishes self-insured retentions by line of coverage and procures insurance or re-insurance, where indicated, in excess of the self-insured retention on a per occurrence basis. NMPSIA will publish its own financial report for the year ended June 30, 2013.

The NMPSIA provides coverage for up to a maximum of \$500 million for each property damage claim with a \$750 deductible for each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per-occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for faithful performance. A limit of \$250,000 applies to depositor's forgery, credit card forgery and money orders. A limit of \$100,000 applies to money and security, which includes a \$750 deductible.

8. Pension Plan – Education Retirement Board

Plan Description – Substantially all of the Wagon Mound Public School'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 www.nmerb.org.

Funding Policy – Effective July 1, 2009, plan members were required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earnings more than \$20,000 annually were required to contribute 9.4% of their gross salary. Wagon Mound Public Schools was required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less and 10.9% of the gross covered salary if employees earning more than \$20,000 annually. The employer contribution is increasing by .75% each year until effective July 1, 2011, and the

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

employer contribution will be 13.9% of the gross covered salary. The contribution requirements of plan members and Wagon Mound Public Schools are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. Wagon Mound' Public School's contributions to ERB for the fiscal years ended June 30, 2013, 2012 and 2011 were \$123,968, \$112,523 and \$132,077 respectively, which equal the amount of the required contributions.

9. Post-Employment Benefits – State Retiree Health Care Plan

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 RHCA is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance and long-term care policies.

Eligible retirees are:

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

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to:

Retiree Health Care Authority
4308 Carlisle NE, Suite 104
Albuquerque, NM 87107

Funding Policy – The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for health care 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

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The Retiree Health Care Act (Section 10-7C-15) NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. The statute required each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. Employers joining the program after January 1, 1998 are also required to make a surplus-amount contribution to the RHCA based on one two formulas at agreed-upon intervals.

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

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

The District's contributions to the RHCA for the years ended June 30, 2013, 2012 and 2011 were \$22,380, \$21,251 and \$19,681 respectively, which equal the required contributions for each year.

10. Contingent Liabilities

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

The District is involved in various claims and lawsuits arising in the normal course of business. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the District.

11. Deferred Revenue

In accordance with the terms of the various grant agreements within the Special Revenue Funds, revenues received in excess of expenditures carry over to the

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

subsequent years, unless such excess revenues are requested to be returned to the grantor.

12. Budgeted Activity Funds

The Student Activity Funds, while budgeted under the Non-Instructional Support in the financial statements, are considered for reporting purposes as agency funds and related activity has been reported as such in the Statement of Changes in Assets and Liabilities – All Agency Funds section of the financial statements.

13. Restatements

The client's beginning fund balance in several governmental, special revenue and capital projects funds had to be restated as explained below.

Last year, we as the auditors made adjusting entries that were not posted by the client, due mainly to the fact the client keeps the books on a cash basis and normally no accruals are made during the fiscal year.

The total effect of these restatements is \$63,399 as shown on the Statement of Revenues, Expenditures and Changes in Fund Balances.

The Statement of Activities shows a net restatement of \$43,285.

14. Subsequent Events

The District has evaluated subsequent events through November 6, 2013, the date which the financial statements were available to be issued.

15. Actual Expenditures in Excess of Budgeted Expenditures:

The following fund had actual expenditures in excess of budgeted expenditures during the fiscal year ended June 30, 2013: Bond Building Fund: \$791,200.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2013**

16. Reconciliation of Budgetary Basis to GAAP Basis Financial Statements

	<u>Operational</u>	<u>Pupil Trans.</u>	<u>Instructional Materials</u>	<u>Title I IASA</u>
Revenues per Modified Accrual Basis	\$ 1,711,364	\$ 165,885	\$ 5,139	\$ 150,336
Prior Year Receivables	-	-	-	-
Current Year Receivables	<u>274</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues per Budgetary Basis	<u>\$ 1,711,638</u>	<u>\$ 165,885</u>	<u>\$ 5,139</u>	<u>\$ 150,336</u>
Expenditures per Modified Accrual Basis	\$ 1,711,901	\$ 155,452	\$ 8,516	\$ 105,703
Prior Year Payables	19,693	806	(1,608)	(13,135)
Current Year Payables	<u>(16,780)</u>	<u>(1,020)</u>	<u>-</u>	<u>(16)</u>
Expenditures per Budgetary Basis	<u>\$ 1,714,814</u>	<u>\$ 155,238</u>	<u>\$ 6,908</u>	<u>\$ 92,552</u>

	<u>Entitlement IDEA-B</u>	<u>Teacher Principal Training & Recruit</u>	<u>Preschool IDEA-B</u>	<u>Capital Improvements SB-9</u>	<u>Debt Services Fund</u>
Revenues per Modified Accrual Basis	\$ 49,921	\$ 13,398	\$ 1,326	\$ 48,377	\$ 103,318
Prior Year Receivables	(4,993)	-	-	-	-
Current Year Receivables	<u>32,337</u>	<u>-</u>	<u>1,227</u>	<u>1,636</u>	<u>3,468</u>
Revenues per Budgetary Basis	<u>\$ 77,265</u>	<u>\$ 13,398</u>	<u>\$ 2,553</u>	<u>\$ 50,013</u>	<u>\$ 106,786</u>
Expenditures per Modified Accrual Basis	\$ 51,694	\$ 10,411	\$ 1,326	\$ 48,728	\$ 94,159
Prior Year Payables	4,106	(5,781)	-	-	7,937
Current Year Payables	<u>-</u>	<u>-</u>	<u>-</u>	<u>(818)</u>	<u>(1,734)</u>
Expenditures per Budgetary Basis	<u>\$ 55,800</u>	<u>\$ 4,630</u>	<u>\$ 1,326</u>	<u>\$ 47,910</u>	<u>\$ 100,362</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2013**

	Special Revenue	Capital Projects	Debt Service	Total
<u>ASSETS</u>				
Pooled Cash and Investments	\$ 43,558	\$ 216,212	\$ 33,995	\$ 293,765
Receivables:				
Delinquent Property Taxes	-	1,636	3,468	5,104
Grants	-	-	-	-
Due From Other Governments	53,882	-	-	53,882
Bond Issuance Costs	-	-	-	-
Interfund Receivable	-	-	-	-
Food Inventory	1,726	-	-	1,726
Total Assets	\$ 99,166	\$ 217,848	\$ 37,463	\$ 354,477
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Cash Overdraft	\$ 69,770	\$ 109,432	\$ -	\$ 179,202
Accounts Payable	-	-	-	-
Accrued Liabilities	-	-	-	-
Interfund Payables	-	-	-	-
Other Liabilities	-	-	-	-
Deferred Revenue:				
Federal, State and Local Grants	-	818	1,734	2,552
Delinquent Property Taxes	-	-	-	-
Bonds Payable - Current	-	-	-	-
Bonds Payable - Noncurrent	-	-	-	-
Total Liabilities	69,770	110,250	1,734	181,754
 Fund Balance:				
Reserved:				
Retirement of Long-Term Debt	-	-	-	-
Inventories	-	-	-	-
Unreserved and Reported in:				
Special Revenue Funds	29,396	-	-	29,396
Debt Service Funds	-	-	35,729	35,729
Capital Projects Funds	-	107,598	-	107,598
Total Fund Balance	29,396	107,598	35,729	172,723
Total Liabilities and Fund Balance	\$ 99,166	\$ 217,848	\$ 37,463	\$ 354,477

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
REVENUES:				
Taxes	\$ -	\$ 48,377	\$ 103,318	\$ 151,695
Charges for Services	2,874	-	-	2,874
Local Sources	-	-	-	-
State Sources	117,503	-	-	117,503
Federal Sources	88,602	-	-	88,602
Earnings From Investments	206	-	-	206
Gifts and Donations	12,518	-	-	12,518
Total Revenue	<u>221,703</u>	<u>48,377</u>	<u>103,318</u>	<u>373,398</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	153,800	-	-	153,800
Food Services	30,504	-	-	30,504
Other	-	-	-	-
Capital Outlay	-	1,042,129	-	1,042,129
Debt Service:				
Bond Principal	-	-	51,016	51,016
Bond Interest	-	-	43,143	43,143
TOTAL EXPENDITURES	<u>184,304</u>	<u>1,042,129</u>	<u>94,159</u>	<u>1,320,592</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>37,399</u>	<u>(993,752)</u>	<u>9,159</u>	<u>(947,194)</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Proceeds from Bond Issues	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	37,399	(993,752)	9,159	(947,194)
Fund Balance at Beginning of Year	941	941,100	18,633	960,674
Restatement	(8,944)	160,250	7,937	159,243
Fund Balance at End of Year	<u>\$ 29,396</u>	<u>\$ 107,598</u>	<u>\$ 35,729</u>	<u>\$ 172,723</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

The Special Revenue Funds are used to account for Federal, State and Locally funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

FOOD SERVICES (Fund 21000)

This program provides financing for the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements, under the National School Lunch Act of 1946, as amended, Public Law 79-396, Sections 2-12, 60, Stat. 230, 42 U.S.C 1751 et seq.; 80 stat. 889, as amended; 84 stat. 270; and the Child Nutrition Act of 1966, as amended, Sections 4 and 10. Public Law 89-642, 80 stat. 886, 889, 42 U.S.C 1773, 1779; Public Law 99-591, 100 stat. 3341; Public Law 100-71 stat. 430.

ATHLETICS (22000)

This fund provides financing for school athletic activities. Funding is provided by fees from patrons.

ENTITLEMENT IDEA-B (24106)

The Entitlement IDEA-B program is to provide grants to states that flow through to schools, to assist them in providing a free appropriate public education to all children with disabilities. The program is funded by the United States government, under the Individuals with Disabilities Education Act, Part B, Section 611-617, and part D, Section 619, as amended, 20 U.S.C. 1711-1417 and 1420.

DISCRETIONARY IDEA-B (24107)

To account for a program funded by a Federal Grant to assist the District in providing a free appropriate public education to all children with disabilities. Authorized by Individuals with Disabilities Education Act (IDEA), Part B, Section 611, as amended, 20 U.S.C 1411.

TEACHER PRINCIPAL TRAINING RECRUIT (24154)

To improve the skills of teachers and the quality of instruction in mathematics, and science, and also to increase the accessibility of such instruction to all students.

TITLE I SCHOOL IMPROVEMENT (24162)

Funds provided to improve the mathematical skills of students in secondary programs.

SCIENCE INSTRUCTIONAL MATERIALS (27176)

A special state appropriation for the purchase of science instructional supplies in grade 6 through 8.

ENTITLEMENT IDEA – B- STIMULUS (24206)

Used in accordance with the IDEA, to help provide the special education and related services needed to make a free appropriate public education available to all eligible children and, in some cases, early intervening services. Authorization: Individuals with Disabilities Education

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

(IDEA), as amended, Part B, Section 611-618, 20 U.S.C 1411-1418; American Recovery and Reinvestment Act of 2009(ARRA), Public Law 111-5.

PRESCHOOL IDEA-B STIMULUS (24209)

The Preschool program is for the purpose of enhancing Special Education for handicapped children from ages 3 to 5. The program is funded by the United States government, under the Individuals With Disabilities Act, part B, Section 619, as amended, Public Laws 94-142, 99*457,100-630, 101497, and101-476.

RURAL EDUCATION ACHIEVEMENT (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, Title VI, Part B.

SEG STIMULUS (25250)

Funding for the support of public elementary, secondary, post-secondary, and as applicable, for early childhood programs and services.

CYFD SUMMER FOOD SERVICE PROGRAM (28201)

To provide lunch to students during the summer months.

EDUCATION JOB FUND (25255)

Funding for the support of public elementary and secondary teaching salaries and benefits.

GO BOND LIBRARY 2008 (27105)

Funding made available to update and expand library collections.

PRESCHOOL IDEA-B and IDEA-B NEW (24109) (24120)

To account for resources received to supplement State and Local funding normally received for the operation of the school district. Financing and authority for the program are the American Recovery and Reinvestment Act.

DUAL CREDIT INSTRUCTIONAL MATERIALS (27103)

To account for resources received from House Bill 2, 2009, to be used for dual credit instructional materials through courses approved by the Higher Education Department and through a college/university for which the District has an approved agreement.

FORMATIVE ASSESSMENTS (27111)

A special state appropriation to purchase formative assessments for English Language Arts and Math in grades 4 – 10 as approved by the New Mexico Public Education Department.

BREAKFAST FOR ELEMENTARY STUDENTS (27155)

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

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

KINDERGARTEN 3 PLUS (27166)

Extended school year Reading and Math Instruction in grades Kindergarten through 3rd.

GO BOND LIBRARY 2010 (27105)

Funding made available to update and expand library collections.

SUN SAFETY (28146)

To account for funds administered through the NM Department of Health to promote sun safety education to reduce the risk of developing skin cancer.

GENERAL OBLIGATIONS SCHOOL BUS (27172)

Special state appropriation to purchase a to and from route bus.

PRIVATE DIRECT GRANTS (29102)

Funds provided to the District by Community First Bank to put AEDs in Public Buildings.

TITLE 1 SCHOOL IMPROVEMENT (24162)

Funds provided for improvements to schools through Title I.

RURAL AND LOW INCOME SCHOOLS (24160)

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, Title VI, Part B.

2012 SCHOOL BUS REPLACEMENT FUND (27104)

A special state appropriation to help purchase and to-and-from Route Bus.

SCIENCE INSTRUCTIONAL MATERIALS (27176)

A special state appropriation for the purchase of Science Instructional Material supplies in grades 6 through 8 within the school district.

CYFD SUMMER FOOD PROGRAM (28201)

A food service program designed to provide lunch to students during the Summer months.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2013**

	Food Services	Athletics	Entitlement IDEA-B	Discretionary IDEA-B
<u>ASSETS</u>				
Pooled Cash and Investments	\$ 37,323	\$ 3,569	\$ -	\$ -
Receivables:				
Delinquent Property Taxes				
Grants				
Due From Other Governments		-	32,337	
Interfund Receivables				
Food Inventory	1,726	-	-	-
Total Assets	\$ 39,049	\$ 3,569	\$ 32,337	\$ -
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Cash Overdraft	\$ -	\$ -	\$ 41,110	\$ 4,840
Accounts Payable	-	-	-	-
Accrued Liabilities	-	-	-	-
Interfund Payables			-	-
Other Liabilities	-	-	-	-
Deferred Revenue:				
Federal, State and Local Grants				
Delinquent Property Taxes	-	-	-	-
Total Liabilities	-	-	41,110	4,840
 Fund Balance:				
Reserved:				
Retirement of Long-Term Debt				
Inventories	-	-	-	-
Unreserved and Reported in:				
Special Revenue Funds	39,049	3,569	(8,773)	(4,840)
Capital Projects Funds	-	-	-	-
Total Fund Balance	39,049	3,569	(8,773)	(4,840)
Total Liabilities and Fund Balance	\$ 39,049	\$ 3,569	\$ 32,337	\$ -

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (continued)
JUNE 30, 2013**

	Teacher Principal Training & Recruit	Title I School Improvement	Science Instructional Materials	IDEA-B Stimulus	Preschool Stimulus
<u>ASSETS</u>					
Pooled Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:					
Delinquent Property Taxes					
Grants					
Due From Other Governments	7,558	-			
Interfund Receivables					
Food Inventory	-	-	-	-	-
Total Assets	\$ 7,558	\$ -	\$ -	\$ -	\$ -
 <u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Cash Overdraft	\$ 7,690	\$ -	\$ 2,143	\$ -	\$ -
Accounts Payable	-	-	-	-	-
Accrued Liabilities	-	-	-	-	-
Interfund Payables	-	-	-	-	-
Other Liabilities	-	-	-	-	-
Deferred Revenue:					
Federal, State and Local Grants					
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	7,690	-	2,143	-	-
 Fund Balance:					
Reserved:					
Retirement of Long-Term Debt					
Inventories	-	-	-	-	-
Unreserved and Reported in:					
Special Revenue Funds	(132)	-	(2,143)	-	-
Capital Projects Funds	-	-	-	-	-
Total Fund Balance	(132)	-	(2,143)	-	-
Total Liabilities and Fund Balance	\$ 7,558	\$ -	\$ -	\$ -	\$ -

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (continued)
JUNE 30, 2013**

	<u>Rural Education Achievement</u>	<u>SEG Stimulus</u>	<u>CYFD Summer Food</u>	<u>Education Job Fund</u>	<u>GO Bond Library 2008</u>
<u>ASSETS</u>					
Pooled Cash and Investments	\$ 1,764	\$ -	\$ 251	\$ -	\$ -
Receivables:					
Delinquent Property Taxes					
Grants					
Due From Other Governments	-				-
Interfund Receivables					
Food Inventory	-	-	-	-	-
Total Assets	\$ 1,764	\$ -	\$ 251	\$ -	\$ -
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Cash Overdraft	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-	-
Accrued Liabilities	-	-	-	-	-
Interfund Payables	-				-
Other Liabilities	-	-	-	-	-
Deferred Revenue:					
Federal, State and Local Grants					
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balance:					
Reserved:					
Retirement of Long-Term Debt					
Inventories	-	-	-	-	-
Unreserved and Reported in:					
Special Revenue Funds	1,764	-	251	-	-
Capital Projects Funds	-	-	-	-	-
Total Fund Balance	1,764	-	251	-	-
Total Liabilities and Fund Balance	\$ 1,764	\$ -	\$ 251	\$ -	\$ -

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
NON-MAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (continued)
JUNE 30, 2013**

	Preschool IDEA-B	Dual Credit IM	Formative Assessments	Breakfast - Elementary Students	Kindergarten 3 Plus
<u>ASSETS</u>					
Pooled Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:					
Delinquent Property Taxes					
Grants					
Due From Other Governments	1,227			-	12,760
Interfund Receivables					
Food Inventory	-	-	-	-	-
Total Assets	\$ 1,227	\$ -	\$ -	\$ -	\$ 12,760
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Cash Overdraft	\$ 1,227	\$ -	\$ -	\$ -	\$ 12,760
Accounts Payable	-	-	-	-	-
Accrued Liabilities	-	-	-	-	-
Interfund Payables	-	-	-	-	-
Other Liabilities	-	-	-	-	-
Deferred Revenue:					
Federal, State and Local Grants					
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	1,227	-	-	-	12,760
Fund Balance:					
Reserved:					
Retirement of Long-Term Debt					
Inventories	-	-	-	-	-
Unreserved and Reported in:					
Special Revenue Funds	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-
Total Fund Balance	-	-	-	-	-
Total Liabilities and Fund Balance	\$ 1,227	\$ -	\$ -	\$ -	\$ 12,760

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>GO Bond Library 2010</u>	<u>Sun Safety</u>	<u>School Bus Bond</u>	<u>Private Direct Grants</u>	<u>Total</u>
<u>ASSETS</u>					
Pooled Cash and Investments	\$ -	\$ 651	\$ -	\$ -	\$ 43,558
Receivables:					
Delinquent Property Taxes					-
Grants					-
Due From Other Governments	-				53,882
Interfund Receivables					-
Food Inventory	-	-	-	-	1,726
Total Assets	\$ -	\$ 651	\$ -	\$ -	\$ 99,166
<u>LIABILITIES AND FUND BALANCE</u>					
Liabilities:					
Cash Overdraft				\$	69,770
Accounts Payable	-	-	-	-	-
Accrued Liabilities	-	-	-	-	-
Interfund Payables	-				-
Other Liabilities	-	-	-	-	-
Deferred Revenue:					
Federal, State and Local Grants					-
Delinquent Property Taxes	-	-	-	-	-
Total Liabilities	-	-	-	-	69,770
Fund Balance:					
Reserved:					
Retirement of Long-Term Debt					
Inventories	-	-	-	-	-
Unreserved and Reported in:					
Special Revenue Funds	-	651	-	-	29,396
Capital Projects Funds	-	-	-	-	-
Total Fund Balance	-	651	-	-	29,396
Total Liabilities and Fund Balance	\$ -	\$ 651	\$ -	\$ -	\$ 99,166

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Food Services</u>	<u>Athletics</u>	<u>Entitlement IDEA-B</u>	<u>Discretionary IDEA-B</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	2,874	-	-	-
Local Sources	-	-	-	-
State Sources	33,870	-	-	-
Federal Sources	-	-	49,921	-
Earnings From Investments	174	32	-	-
Gifts and Donations	-	12,518	-	-
Total Revenues	<u>36,918</u>	<u>12,550</u>	<u>49,921</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	14,765	51,694	-
Food Services	30,504	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>30,504</u>	<u>14,765</u>	<u>51,694</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>6,414</u>	<u>(2,215)</u>	<u>(1,773)</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Proceeds from Bond Issues	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	6,414	(2,215)	(1,773)	-
Fund Balance at Beginning of Year	34,222	5,784	(3,219)	(9,680)
Restatement	(1,587)	-	(3,781)	4,840
Fund Balance at End of Year	<u>\$ 39,049</u>	<u>\$ 3,569</u>	<u>\$ (8,773)</u>	<u>\$ (4,840)</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (continued)
FOR THE YEAR ENDED JUNE 30, 2013**

	Teacher Principal Training & Recruit	Title I School Improvement	Science Instructional Materials	IDEA-B Stimulus	Preschool Stimulus
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-
Local Sources	-	-	-	-	-
State Sources	-	28,549	-	-	-
Federal Sources	13,398	-	-	-	-
Earnings From Investments	-	-	-	-	-
Gifts and Donations	-	-	-	-	-
Total Revenues	13,398	28,549	-	-	-
EXPENDITURES:					
Current:					
Direct Instruction	-	-	-	-	-
Instructional Support	10,411	6,916	2,143	-	-
Food Services	-	-	-	-	-
Other	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Bond Principal	-	-	-	-	-
Bond Interest	-	-	-	-	-
Total Expenditures	10,411	6,916	2,143	-	-
Excess (Deficiency) of Revenues Over Expenditures	2,987	21,633	(2,143)	-	-
Other Financing Sources and Financing Uses:					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Proceeds from Bond Issues	-	-	-	-	-
Total Other Financing Sources and Financing Uses:	-	-	-	-	-
Net Change in Fund Balance	2,987	21,633	(2,143)	-	-
Fund Balance at Beginning of Year	(4,896)	(2,858)	-	(5,788)	-
Restatement	1,777	(18,775)	-	5,788	-
Fund Balance at End of Year	\$ (132)	\$ -	\$ (2,143)	\$ -	\$ -

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (continued)
FOR THE YEAR ENDED JUNE 30, 2013**

	Rural Education Achievement	SEG Stimulus	CYFD Summer Food	Education Job Fund	GO Bond Library 2008
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-
Local Sources	-	-	-	-	-
State Sources	-	-	1,022	-	3,213
Federal Sources	11,197	-	-	-	-
Earnings From Investments	-	-	-	-	-
Gifts and Donations	-	-	-	-	-
Total Revenues	<u>11,197</u>	<u>-</u>	<u>1,022</u>	<u>-</u>	<u>3,213</u>
EXPENDITURES:					
Current:					
Direct Instruction	-	-	-	-	-
Instructional Support	2,528	-	771	-	-
Food Services	-	-	-	-	-
Other	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Bond Principal	-	-	-	-	-
Bond Interest	-	-	-	-	-
Total Expenditures	<u>2,528</u>	<u>-</u>	<u>771</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>8,669</u>	<u>-</u>	<u>251</u>	<u>-</u>	<u>3,213</u>
Other Financing Sources and Financing Uses:					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Proceeds from Bond Issues	-	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	8,669	-	251	-	3,213
Fund Balance at Beginning of Year	(6,905)	-	-	-	(6,007)
Restatement	-	-	-	-	2,794
Fund Balance at End of Year	<u>\$ 1,764</u>	<u>\$ -</u>	<u>\$ 251</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (continued)
FOR THE YEAR ENDED JUNE 30, 2013**

	Preschool IDEA-B	Dual Credit IM	Formative Assessments	Breakfast - Elementary Students	Kindergarten 3 Plus
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-
Local Sources	-	-	-	-	-
State Sources	-	233	539	1,591	-
Federal Sources	1,326	-	-	-	12,760
Earnings From Investments	-	-	-	-	-
Gifts and Donations	-	-	-	-	-
Total Revenues	<u>1,326</u>	<u>233</u>	<u>539</u>	<u>1,591</u>	<u>12,760</u>
EXPENDITURES:					
Current:					
Direct Instruction	-	-	-	-	-
Instructional Support	1,326	233	539	1,591	12,760
Food Services	-	-	-	-	-
Other	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Bond Principal	-	-	-	-	-
Bond Interest	-	-	-	-	-
Total Expenditures	<u>1,326</u>	<u>233</u>	<u>539</u>	<u>1,591</u>	<u>12,760</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Proceeds from Bond Issues	-	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-	-
Restatement	-	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (continued)
FOR THE YEAR ENDED JUNE 30, 2013**

	GO Bond Library 2010	Sun Safety	School Bus Bond	Private Direct Grants	Total
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	2,874
Local Sources	-	-	-	-	-
State Sources	554	2,000	45,932	-	117,503
Federal Sources	-	-	-	-	88,602
Earnings From Investments	-	-	-	-	206
Gifts and Donations	-	-	-	-	12,518
Total Revenues	<u>554</u>	<u>2,000</u>	<u>45,932</u>	<u>-</u>	<u>221,703</u>
EXPENDITURES:					
Current:					
Direct Instruction	-	-	-	-	-
Instructional Support	-	1,691	45,932	500	153,800
Food Services	-	-	-	-	30,504
Other	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt Service:					
Bond Principal	-	-	-	-	-
Bond Interest	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>1,691</u>	<u>45,932</u>	<u>500</u>	<u>184,304</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>554</u>	<u>309</u>	<u>-</u>	<u>(500)</u>	<u>37,399</u>
Other Financing Sources and Financing Uses:					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Proceeds from Bond Issues	-	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	554	309	-	(500)	37,399
Fund Balance at Beginning of Year	(554)	342	-	500	941
Restatement	-	-	-	-	(8,944)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,396</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
FOOD SERVICES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	1,500	1,500	2,874	1,374
Local Sources	-	-	-	-
State Sources	32,000	32,000	33,870	1,870
Federal Sources	-	-	-	-
Earnings from Investments	500	500	174	(326)
Gifts and Donations	-	-	-	-
Total Revenues	<u>34,000</u>	<u>34,000</u>	<u>36,918</u>	<u>2,918</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	65,931	66,635	30,504	36,131
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>65,931</u>	<u>66,635</u>	<u>30,504</u>	<u>36,131</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(31,931)</u>	<u>(32,635)</u>	<u>6,414</u>	<u>39,049</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	31,931	32,635	-	(32,635)
Total Other Financing Sources and Financing Uses:	<u>31,931</u>	<u>32,635</u>	<u>-</u>	<u>(32,635)</u>
Net Change in Fund Balance	-	-	6,414	6,414
Fund Balance at Beginning of Year	-	-	34,222	34,222
Restatement	-	-	(2,204)	(2,204)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,432</u>	<u>\$ 38,432</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
ATHLETICS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	100	100	32	(68)
Gifts and Donations	15,500	15,500	12,518	(2,982)
Total Revenues	<u>15,600</u>	<u>15,600</u>	<u>12,550</u>	<u>(3,050)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	16,852	21,384	14,765	6,619
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>16,852</u>	<u>21,384</u>	<u>14,765</u>	<u>6,619</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(1,252)</u>	<u>(5,784)</u>	<u>(2,215)</u>	<u>3,569</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	1,252	5,784	-	(5,784)
Total Other Financing Sources and Financing Uses:	<u>1,252</u>	<u>5,784</u>	<u>-</u>	<u>(5,784)</u>
Net Change in Fund Balance	-	-	(2,215)	(2,215)
Fund Balance at Beginning of Year	-	-	5,784	5,784
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,569</u>	<u>\$ 3,569</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	58,731	77,265	18,534
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>58,731</u>	<u>77,265</u>	<u>18,534</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	58,731	55,800	2,931
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>58,731</u>	<u>55,800</u>	<u>2,931</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>21,465</u>	<u>21,465</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	21,465	21,465
Fund Balance at Beginning of Year	-	-	(3,219)	-
Restatement	-	-	(1,054)	(1,054)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,192</u>	<u>\$ 20,411</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
TEACHER PRINCIPAL TRAINING RECRUIT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	11,531	12,279	13,398	1,119
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>11,531</u>	<u>12,279</u>	<u>13,398</u>	<u>1,119</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	11,531	12,279	4,630	7,649
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>11,531</u>	<u>12,279</u>	<u>4,630</u>	<u>7,649</u>
Excess (Deficiency) of Revenues Over Expenditures				
	-	-	8,768	8,768
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	-	-	-	-
Net Change in Fund Balance	-	-	8,768	8,768
Fund Balance at Beginning of Year	-	-	(4,896)	-
Restatement	-	-	(5,093)	(5,093)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,221)</u>	<u>\$ 3,675</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	7,667	28,549	20,882
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>7,667</u>	<u>28,549</u>	<u>20,882</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	7,667	6,916	751
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>7,667</u>	<u>6,916</u>	<u>751</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>21,633</u>	<u>21,633</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	21,633	21,633
Fund Balance at Beginning of Year	-	-	(2,858)	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,775</u>	<u>\$ 21,633</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
RURAL EDUCATION ACHIEVEMENT PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	4,873	12,612	11,197	(1,415)
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>4,873</u>	<u>12,612</u>	<u>11,197</u>	<u>(1,415)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	4,873	12,612	2,528	10,084
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>4,873</u>	<u>12,612</u>	<u>2,528</u>	<u>10,084</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>8,669</u>	<u>8,669</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	8,669	8,669
Fund Balance at Beginning of Year	-	-	(6,905)	-
Restatement	-	-	(551)	(551)
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,213</u>	<u>\$ 8,118</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
GO BOND LIBRARY 2008 SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	3,213	3,213
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>3,213</u>	<u>3,213</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>3,213</u>	<u>3,213</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	3,213	3,213
Fund Balance at Beginning of Year	-	-	(6,007)	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,794)</u>	<u>\$ 3,213</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
GO BOND LIBRARY 2010 SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	5,256	5,256	554	(4,702)
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>5,256</u>	<u>5,256</u>	<u>554</u>	<u>(4,702)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	5,256	5,256	-	5,256
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>5,256</u>	<u>5,256</u>	<u>-</u>	<u>5,256</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>554</u>	<u>554</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	554	554
Fund Balance at Beginning of Year	-	-	(554)	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 554</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SUN SAFETY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	2,000	2,000	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	2,000	1,691	309
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>2,000</u>	<u>1,691</u>	<u>309</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>309</u>	<u>309</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	48	-	(48)
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>48</u>	<u>-</u>	<u>(48)</u>
Net Change in Fund Balance	-	48	309	261
Fund Balance at Beginning of Year	-	-	342	342
Restatement	-	-	234	234
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 48</u>	<u>\$ 885</u>	<u>\$ 837</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
PRIVATE DIRECT GRANTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	500	500	-	(500)
Total Revenues	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	500	500	500	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>500</u>	<u>500</u>	<u>500</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	-	-	(500)	(500)
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	(500)	(500)
Fund Balance at Beginning of Year	-	-	500	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (500)</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
PRESCHOOL IDEA-B SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	2,653	2,553	(100)
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>2,653</u>	<u>2,553</u>	<u>(100)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	2,653	1,326	1,327
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>2,653</u>	<u>1,326</u>	<u>1,327</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>1,227</u>	<u>1,227</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	1,227	1,227
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,227</u>	<u>\$ 1,227</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
 IDEA-B NEW SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	108	-	(108)
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>108</u>	<u>-</u>	<u>(108)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	108	-	108
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>108</u>	<u>-</u>	<u>108</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
DUAL CREDIT IM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	233	233	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>233</u>	<u>233</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	233	233	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>233</u>	<u>233</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
FORMATIVE ASSESSMENTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	539	539	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>539</u>	<u>539</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	539	539	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>539</u>	<u>539</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	1,722	1,591	(131)
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>1,722</u>	<u>1,591</u>	<u>(131)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	1,722	1,591	131
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>1,722</u>	<u>1,591</u>	<u>131</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
 KINDERGARTEN 3 PLUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	17,146	-	(17,146)
Federal Sources	-	-	12,760	12,760
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>17,146</u>	<u>12,760</u>	<u>(4,386)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	17,146	12,760	4,386
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>17,146</u>	<u>12,760</u>	<u>4,386</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
2012 SCHOOL BUS REPLACEMENT SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	5,393	5,393	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>5,393</u>	<u>5,393</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	5,393	5,393	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>5,393</u>	<u>5,393</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SCHOOL BUS BOND SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	45,932	45,932	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>45,932</u>	<u>45,932</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	45,932	45,932	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>45,932</u>	<u>45,932</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
SCIENCE INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	2,508	-	(2,508)
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>2,508</u>	<u>-</u>	<u>(2,508)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	2,508	2,143	365
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>2,508</u>	<u>2,143</u>	<u>365</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>(2,143)</u>	<u>(2,143)</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	(2,143)	(2,143)
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,143)</u>	<u>\$ (2,143)</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
CYFD SUMMER FOOD PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	1,022	1,022	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>1,022</u>	<u>1,022</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	1,022	771	251
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>1,022</u>	<u>771</u>	<u>251</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>251</u>	<u>251</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	251	251
Fund Balance at Beginning of Year	-	-	-	-
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 251</u>	<u>\$ 251</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CAPITAL PROJECTS FUNDS**

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. The District has the following separate funds classified as Capital Projects Funds:

Bond Building Fund (Fund 31100)

To account for funds used for building construction.

Public School Capital Outlay (31200)

To account for the Critical Capital Outlay funds and other special capital outlay funds received from the State of New Mexico. The funds are restricted for the purposes outlined in the applicable legislation under which the funds were approved. This generally includes construction of new schools or improvements to existing schools.

Special Capital Outlay - Local (31300)

To account for revenues that are derived from local sources such as the sale of a building.

Special Capital Outlay - State (31400)

To account for special appropriation monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of upgrading Wagon Mound Public School facilities.

Capital Improvements SB-9 (31700)

To account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special levy tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

Educational Technology Equipment Act (31900)

To account for purchases of computer equipment and computer software. The authority for the creation of this fund is the Federal Property and Administrative Services Act of 1949, Ch. 288, 63 Stat 377, and the National Defense Authorization Act for the Fiscal Year 1996, Public Law 104-106.

Public School Capital Outlay – 20% (32100)

To account for 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2013**

	Bond Building Fund	Public School Capital Outlay	Special Capital Outlay Local	Special Capital Outlay State
<u>ASSETS</u>				
Pooled Cash and Investments	\$ 95,607	\$ 18,339	\$ 23,628	\$ 44,858
Receivables:				
Delinquent Property Taxes				
Grants				
Due From Other Governments				
Bond Issuance Costs	-			
Interfund Receivables				
Food Inventory	-	-	-	-
Total Assets	\$ 95,607	\$ 18,339	\$ 23,628	\$ 44,858
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Interfund Payables				
Deferred Revenue:				
Federal, State and Local Grants	-	-	-	-
Delinquent Property Taxes	-	-	-	-
Bonds Payable - Current	-	-	-	-
Bonds Payable - Noncurrent	-	-	-	-
Total Liabilities	-	-	-	-
 Fund Balance:				
Reserved:				
Retirement of Long-Term Debt				
Inventories				
Unreserved and Reported in:				
Special Revenue Funds				
Capital Projects Funds	95,607	18,339	23,628	44,858
Total Fund Balance	95,607	18,339	23,628	44,858
Total Liabilities and Fund Balance	\$ 95,607	\$ 18,339	\$ 23,628	\$ 44,858

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS (continued)
JUNE 30, 2013**

	Capital Improvements SB-9	Ed. Technology Equipment Act	Public School Capital Outlay 20%	Total
<u>ASSETS</u>				
Pooled Cash and Investments	\$ 33,780	\$ -	\$ -	\$ 216,212
Receivables:				
Delinquent Property Taxes	1,636			1,636
Grants				-
Due From Other Governments	-			-
Bond Issuance Costs				-
Interfund Receivables				-
Food Inventory	-	-	-	-
Total Assets	\$ 35,416	\$ -	\$ -	\$ 217,848
<u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Cash Overdraft	\$ -	\$ 109,432	\$ -	\$ 109,432
Accounts Payable	-	-	-	-
Interfund Payables		-		-
Deferred Revenue:				
Federal, State and Local Grants	818			818
Delinquent Property Taxes	-	-	-	-
Bonds Payable - Current				-
Bonds Payable - Noncurrent	-	-	-	-
Total Liabilities	818	109,432	-	110,250
Fund Balance:				
Reserved:				
Retirement of Long-Term Debt				-
Inventories				-
Unreserved and Reported in:				
Special Revenue Funds				-
Capital Projects Funds	34,598	(109,432)	-	107,598
Total Fund Balance	34,598	(109,432)	-	107,598
Total Liabilities and Fund Balance	\$ 35,416	\$ -	\$ -	\$ 217,848

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Bond Building Fund</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay Local</u>	<u>Special Capital Outlay State</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings From Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	993,401	-	-	-
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>993,401</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(993,401)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Proceeds from Bond Issues	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(993,401)	-	-	-
Fund Balance at Beginning of Year	928,758	18,339	23,628	44,858
Restatement	160,250	-	-	-
Fund Balance at End of Year	<u>\$ 95,607</u>	<u>\$ 18,339</u>	<u>\$ 23,628</u>	<u>\$ 44,858</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS (continued)
FOR THE YEAR ENDED JUNE 30, 2013**

	Capital Improvements SB-9	Ed. Technology Equipment Act	Public School Capital Outlay 20%	Total
REVENUES:				
Taxes	\$ 48,377	\$ -	\$ -	\$ 48,377
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings From Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>48,377</u>	<u>-</u>	<u>-</u>	<u>48,377</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	48,728	-	-	1,042,129
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>48,728</u>	<u>-</u>	<u>-</u>	<u>1,042,129</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(351)</u>	<u>-</u>	<u>-</u>	<u>(993,752)</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Proceeds from Bond Issues	-	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(351)	-	-	(993,752)
Fund Balance at Beginning of Year	34,949	(109,432)	-	941,100
Restatement	-	-	-	160,250
Fund Balance at End of Year	<u>\$ 34,598</u>	<u>\$ (109,432)</u>	<u>\$ -</u>	<u>\$ 107,598</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
BOND BUILDING NON-MAJOR CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	202,201	202,201	993,401	(791,200)
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>202,201</u>	<u>202,201</u>	<u>993,401</u>	<u>(791,200)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(202,201)</u>	<u>(202,201)</u>	<u>(993,401)</u>	<u>(791,200)</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	750,107	750,107	-	(750,107)
Total Other Financing Sources and Financing Uses:	<u>750,107</u>	<u>750,107</u>	<u>-</u>	<u>(750,107)</u>
Net Change in Fund Balance	547,906	547,906	(993,401)	(1,541,307)
Fund Balance at Beginning of Year	-	-	928,758	928,758
Restatement	-	-	160,250	160,250
Fund Balance at End of Year	<u>\$ 547,906</u>	<u>\$ 547,906</u>	<u>\$ 95,607</u>	<u>\$ (452,299)</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
CAPITAL IMPROVEMENTS SB-9 NON-MAJOR CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ 45,173	\$ 47,965	\$ 50,013	\$ 2,048
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	8,501	8,501	-	(8,501)
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>53,674</u>	<u>56,466</u>	<u>50,013</u>	<u>(6,453)</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	62,288	62,288	47,910	14,378
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>62,288</u>	<u>62,288</u>	<u>47,910</u>	<u>14,378</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,614)</u>	<u>(5,822)</u>	<u>2,103</u>	<u>7,925</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	8,614	5,822	-	(5,822)
Total Other Financing Sources and Financing Uses:	<u>8,614</u>	<u>5,822</u>	<u>-</u>	<u>(5,822)</u>
Net Change in Fund Balance	-	-	2,103	2,103
Fund Balance at Beginning of Year	-	-	34,949	34,949
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,052</u>	<u>\$ 37,052</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
ED. TECHNOLOGY EQUIPMENT ACT NON-MAJOR CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	29,127	-	29,127
Debt Service:				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	-
Total Expenditures	<u>-</u>	<u>29,127</u>	<u>-</u>	<u>29,127</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(29,127)</u>	<u>-</u>	<u>29,127</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	-	29,127	-	(29,127)
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>29,127</u>	<u>-</u>	<u>(29,127)</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	(109,432)	(109,432)
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (109,432)</u>	<u>\$ (109,432)</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
DEBT SERVICE FUNDS**

Debt Service Fund (Fund 41000)

This fund is used 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 the tax levy based upon property values.

Education Technology Debt Service Fund (43000)

This fund was established to receive revenue for the payment of interest and principal on outstanding general obligation school bond issues.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NON-MAJOR DEBT SERVICE FUNDS
JUNE 30, 2013**

	Debt Services Fund	Ed Tech Debt Service Fund	Total Debt Services Funds
<u>ASSETS</u>			
Pooled Cash and Investments	\$ 23,012	\$ 10,983	\$ 33,995
Receivables:			
Delinquent Property Taxes	3,468		3,468
Grants			-
Due From Other Governments	-		-
Food Inventory	-	-	-
Total Assets	\$ 26,480	\$ 10,983	\$ 37,463
 <u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Cash Overdraft	\$ -	\$ -	\$ -
Accounts Payable	-	-	-
Accrued Liabilities	-	-	-
Other Liabilities	-	-	-
Deferred Revenue:			
Federal, State and Local Grants	1,734		1,734
Delinquent Property Taxes	-	-	-
Total Liabilities	1,734	-	1,734
 Fund Balance:			
Reserved:			
Retirement of Long-Term Debt			-
Inventories	-	-	-
Unreserved and Reported in:			
Debt Service Funds	24,746	10,983	35,729
Capital Projects Funds	-	-	-
Total Fund Balance	24,746	10,983	35,729
Total Liabilities and Fund Balance	\$ 26,480	\$ 10,983	\$ 37,463

See Independent Auditors' Report

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NON-MAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Debt Services</u>	<u>Ed. Tech Subfund</u>	<u>Total</u>
REVENUES:			
Taxes	\$ 103,318	\$ -	\$ 103,318
Charges for Services	-	-	-
Local Sources	-	-	-
State Sources	-	-	-
Federal Sources	-	-	-
Earnings From Investments	-	-	-
Gifts and Donations	-	-	-
Total Revenues	<u>103,318</u>	<u>-</u>	<u>103,318</u>
EXPENDITURES:			
Current:			
Direct Instruction	-	-	-
Instructional Support	-	-	-
Food Services	-	-	-
Other	-	-	-
Capital Outlay	-	-	-
Debt Service:			
Bond Principal	51,016	-	51,016
Bond Interest	43,143	-	43,143
Total Expenditures	<u>94,159</u>	<u>-</u>	<u>94,159</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>9,159</u>	<u>-</u>	<u>9,159</u>
Other Financing Sources and Financing Uses:			
Transfers In	-	-	-
Transfers Out	-	-	-
Proceeds from Bond Issues	-	-	-
Total Other Financing Sources and Financing Uses:	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	9,159	-	9,159
Fund Balance at Beginning of Year	7,650	10,983	18,633
Restatement	7,937	-	7,937
Fund Balance at End of Year	<u>\$ 24,746</u>	<u>\$ 10,983</u>	<u>\$ 35,729</u>

See Independent Auditors' Report

**STATE OF NEW MEXICO
DEBT SERVICES FUND NON-MAJOR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ 93,143	\$ 93,143	\$ 106,786	\$ 13,643
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>93,143</u>	<u>93,143</u>	<u>106,786</u>	<u>13,643</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	62,197	62,197	57,219	4,978
Bond Interest	45,000	45,000	43,143	1,857
Total Expenditures	<u>107,197</u>	<u>107,197</u>	<u>100,362</u>	<u>6,835</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(14,054)</u>	<u>(14,054)</u>	<u>6,424</u>	<u>20,478</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	14,054	14,054	-	(14,054)
Total Other Financing Sources and Financing Uses:	<u>14,054</u>	<u>14,054</u>	<u>-</u>	<u>(14,054)</u>
Net Change in Fund Balance	-	-	6,424	6,424
Fund Balance at Beginning of Year	-	-	7,650	7,650
Restatement	-	-	7,937	7,937
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,011</u>	<u>\$ 22,011</u>

See Independent Auditors' Report

STATE OF NEW MEXICO
ED. TECH DEBT SERVICE NON-MAJOR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Earnings from Investments	-	-	-	-
Gifts and Donations	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Direct Instruction	-	-	-	-
Instructional Support	-	-	-	-
Food Services	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Bond Principal	10,983	10,983	-	10,983
Bond Interest	-	-	-	-
Total Expenditures	<u>10,983</u>	<u>10,983</u>	<u>-</u>	<u>10,983</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(10,983)</u>	<u>(10,983)</u>	<u>-</u>	<u>10,983</u>
Other Financing Sources and Financing Uses:				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Cash Balance Budgeted	10,983	10,983	-	(10,983)
Total Other Financing Sources and Financing Uses:	<u>10,983</u>	<u>10,983</u>	<u>-</u>	<u>(10,983)</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	10,983	10,983
Restatement	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,983</u>	<u>\$ 10,983</u>

See Independent Auditors' Report

SUPPLEMENTARY SCHEDULES

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2013**

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
Administration Fund	\$ 3,887	\$ -	\$ 3,337	\$ 550
Act II Fund	144	345	-	489
Art Fund	208	-	-	208
Act II Book Club	108	-	-	108
Cheerleaders	143	-	130	13
Booster	1	-	-	1
Drama	177	-	-	177
Mecha	107	-	-	107
NHS	170	-	-	170
Elementary Field Trip	184	-	-	184
Pre-Vocational	1,198	-	-	1,198
Ski Club	393	-	-	393
Student Council	540	-	302	238
Girls Sports	141	-	1	140
Raffle Fund	120	-	-	120
Summer Athletic Program	200	792	-	992
Class of 2011	1	-	1	-
Class of 2012	38	-	101	(63)
Class of 2013	4,695	-	4,618	77
Class of 2014	562	493	-	1,055
Class of 2015	521	192	-	713
Class of 2017	356	834	-	1,190
52218	-	-	-	25
Activity I	16,922	-	1,980	14,942
Certificates of Deposit	3,379	3	-	3,382
Total All Schools	\$ 34,195	\$ 2,659	\$ 10,470	\$ 26,409

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2013**

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value at June 30, 2013	Name and Location of Safekeeper
Community First Bank	CUSIP 31294KBR5 7% Due 2/1/2016	\$ 3,839	Federal Reserve Bank
Community First Bank	CUSIP 31336RTZ3 2.901% Due 8/1/2031	16,570	Federal Reserve Bank
Community First Bank	CUSIP 31336RVK3 3.033% Due 8/1/2031	4,230	Federal Reserve Bank
Community First Bank	CUSIP 31389SAU8 2.375% Due 3/1/2032	34,160	Federal Reserve Bank
Community First Bank	CUSIP 31144LHZ5 4% Due 9/1/2018	108,394	Federal Reserve Bank
Community First Bank	CUSIP 31404JUT0 2.118% Due 3/1/2018	127,696	Federal Reserve Bank
Community First Bank	CUSIP 31294KQ65 4.5% Due 3/1/2034	131,954	Federal Reserve Bank
Community First Bank	CUSIP 31294KQ65 4.5% Due 5/18/2018	<u>87,970</u>	Federal Reserve Bank
Total		<u>\$ 514,813</u>	

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
JUNE 30, 2013**

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>	<u>First Community Bank</u>	<u>Total</u>
Certificate of Deposit	\$ 3,382	\$ -	\$ 3,382
Checking - General Fund	-	459,670	459,670
Checking - Athletic Fund	-	3,989	3,989
Checking - Hot Lunch Fund	-	40,458	40,458
Checking - Activities II	-	11,103	11,103
Checking - Activities I	<u>-</u>	<u>23,149</u>	<u>23,149</u>
Total on Deposit	3,382	538,369	541,751
Reconciling Items	<u>-</u>	<u>(327,919)</u>	<u>(327,919)</u>
Reconciled Balance, June 30, 2013	<u>\$ 3,382</u>	<u>\$ 210,450</u>	213,832
Less: Fiduciary Funds Cash			<u>(33,022)</u>
Cash per Statement of Net Assets			<u>\$ 180,810</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2013**

	<u>Operational</u>	<u>Pupil Transportation</u>	<u>Instructional Materials</u>	<u>Title I IASA</u>	<u>21st Century Community Learning Centers</u>
Cash, June 30, 2012	\$ 318,481	\$ 2,577	\$ 3,563	\$ (44,617)	\$ (23,173)
Add:					
FY 2013 Revenues	1,711,364	165,885	5,139	150,336	22,884
Permanent Cash Transfers In Loans From Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash Available	2,029,845	168,462	8,702	105,719	(289)
Less:					
FY 2013 Expenditures	1,944,485	154,902	8,516	138,289	-
Permanent Cash Transfers Out Loans to Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Disbursements	<u>1,944,485</u>	<u>154,902</u>	<u>8,516</u>	<u>138,289</u>	<u>-</u>
Cash, June 30, 2013	<u>\$ 85,360</u>	<u>\$ 13,560</u>	<u>\$ 186</u>	<u>\$ (32,570)</u>	<u>\$ (289)</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	<u>Food Services</u>	<u>Athletics</u>	<u>Entitlement IDEA-B</u>	<u>Discretionary IDEA-B</u>
Cash, June 30, 2012	\$ 32,635	\$ 5,784	\$ (8,212)	\$ (9,680)
Add:				
FY 2013 Revenues	36,918	12,550	49,921	4,840
Permanent Cash Transfers In Loans From Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash Available	69,553	18,334	41,709	(4,840)
Less:				
FY 2013 Expenditures	32,230	14,765	82,819	-
Permanent Cash Transfers Out Loans to Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Disbursements	<u>32,230</u>	<u>14,765</u>	<u>82,819</u>	<u>-</u>
Cash, June 30, 2013	<u>\$ 37,323</u>	<u>\$ 3,569</u>	<u>\$ (41,110)</u>	<u>\$ (4,840)</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	Teacher Principal Training & Recruit	Title I School Improvement	IDEA-B Stimulus	Rural Education Achievement
Cash, June 30, 2012	\$ (3,119)	\$ (21,633)	\$ (2,894)	\$ (6,904)
Add:				
FY 2013 Revenues	13,398	28,549	2,894	11,197
Permanent Cash Transfers In Loans From Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash Available	10,279	6,916	-	4,293
Less:				
FY 2013 Expenditures	17,969	6,916	-	2,529
Permanent Cash Transfers Out Loans to Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Disbursements	<u>17,969</u>	<u>6,916</u>	<u>-</u>	<u>2,529</u>
Cash, June 30, 2013	<u>\$ (7,690)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,764</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	<u>GO Bond Library 2008</u>	<u>GO Bond Library 2010</u>	<u>Sun Safety</u>	<u>Private Direct Grants</u>
Cash, June 30, 2012	\$ (3,213)	\$ (554)	\$ 341	\$ 500
Add:				
FY 2013 Revenues	3,213	554	2,000	-
Permanent Cash Transfers In Loans From Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Cash Available	-	-	2,341	500
Less:				
FY 2013 Expenditures	-	-	1,690	500
Permanent Cash Transfers Out Loans to Other Funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Disbursements	<u>-</u>	<u>-</u>	<u>1,690</u>	<u>500</u>
Cash, June 30, 2013	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 651</u>	<u>\$ -</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	<u>Bond Building Fund</u>	<u>Public School Capital Outlay</u>	<u>Special Capital Outlay Local</u>	<u>Special Capital Outlay State</u>
Cash, June 30, 2012	\$ 1,089,008	\$ 18,339	\$ 23,628	\$ 44,858
Add:				
FY 2013 Revenues	-	-	-	-
Permanent Cash Transfers In				
Loans From Other Funds	-	-	-	-
Total Cash Available	<u>1,089,008</u>	<u>18,339</u>	<u>23,628</u>	<u>44,858</u>
Less:				
FY 2012 Expenditures	993,401	-	-	-
Permanent Cash Transfers Out				
Loans to Other Funds	-	-	-	-
Total Disbursements	<u>993,401</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2013	<u>\$ 95,607</u>	<u>\$ 18,339</u>	<u>\$ 23,628</u>	<u>\$ 44,858</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	Capital Improvements SB-9	Ed. Technology Equipment Act	Public School Capital Outlay 20%	Debt Service
Cash, June 30, 2012	\$ 34,949	\$ (109,432)	\$ -	\$ 15,587
Add:				
FY 2013 Revenues	48,377	-	-	103,318
Permanent Cash Transfers In				
Loans From Other Funds	-	-	-	-
Total Cash Available	83,326	(109,432)	-	118,905
Less:				
FY 2013 Expenditures	49,546	-	-	95,893
Permanent Cash Transfers Out				
Loans to Other Funds	-	-	-	-
Total Disbursements	49,546	-	-	95,893
Cash, June 30, 2013	<u>\$ 33,780</u>	<u>\$ (109,432)</u>	<u>\$ -</u>	<u>\$ 23,012</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	<u>Ed Tech Debt Service Fund</u>	<u>Preschool IDEA-B</u>	<u>27166</u>	<u>27176</u>
Cash, June 30, 2012	\$ 10,983	\$ -	\$ -	\$ -
Add:				
FY 2013 Revenues	-	98	-	-
Permanent Cash Transfers In				
Loans From Other Funds	-	-	-	-
Total Cash Available	<u>10,983</u>	<u>98</u>	<u>-</u>	<u>-</u>
Less:				
FY 2013 Expenditures	-	1,325	12,760	2,143
Permanent Cash Transfers Out				
Loans to Other Funds	-	-	-	-
Total Disbursements	<u>-</u>	<u>1,325</u>	<u>12,760</u>	<u>2,143</u>
Cash, June 30, 2013	<u>\$ 10,983</u>	<u>\$ (1,227)</u>	<u>\$ (12,760)</u>	<u>\$ (2,143)</u>

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
CASH RECONCILIATION (continued)
JUNE 30, 2013**

	<u>28201</u>	<u>Student Activities</u>	<u>Total</u>
Cash, June 30, 2012	\$ -	\$ 39,960	\$ 1,407,762
Add:			
FY 2013 Revenues	1,020	36,703	2,411,158
Permanent Cash Transfers In			-
Loans From Other Funds	-	-	-
Total Cash Available	<u>1,020</u>	<u>76,663</u>	<u>3,818,920</u>
Less:			
FY 2013 Expenditures	769	43,641	3,605,088
Permanent Cash Transfers Out			-
Loans to Other Funds	-	-	-
Total Disbursements	<u>769</u>	<u>43,641</u>	<u>3,605,088</u>
Cash, June 30, 2013	<u>\$ 251</u>	<u>\$ 33,022</u>	<u>\$ 213,832</u>

Kubiak & Melton, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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

Independent Auditors' Report

Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico
and
The Board of Education
Wagon Mound Public Schools
Wagon Mound, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund, and the special revenue funds of the Wagon Mound Municipal School District (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, and the combining and individual funds and related budgetary comparison of the District, presented as supplemental information and have issued our report dated November 6, 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 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 is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and other matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and responses as items FS 09-03 and FS 13-01.

District's Responses to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kubiak & Melton, LLC

Kubiak & Melton, LLC
Albuquerque, New Mexico
November 6, 2013

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2013**

Section I – Financial Statement Findings

FS 09-03 – Per Diem and Mileage Act – Repeated and Revised (Other)

Condition: During our test work of the District's compliance with the per diem and mileage act, we noted that eight out of ten instances a District employee was advanced 100% of per diem rates. One out of ten instance an employee was under paid by \$89.00 due to wrong calculation.

Criteria: According to NMAC 2.42.2.10, an employee may be advanced up to 80 percent of per diem rates and mileage cost. According to NMAC 2.42.2.11, Mileage accrued in the use of a private conveyance shall be paid only in accordance with the provisions of this section. Rate: Public officers and employees of state agencies shall be reimbursed for mileage accrued in the use of a private automobile or aircraft in the discharge of official duties as follows: unless the secretary has reduced the rates set for mileage for any class of public officials and for employees of state agencies pursuant to Section 10-8-5 (D) NMSA 1978, 80% of the internal revenue service standard mileage rate set January 1 of the previous year for each mile traveled in a privately owned vehicle.

Cause: The District does not have adequate internal controls over travel and per diem expenditures.

Effect: The District is in not in compliance with New Mexico law, and has potentially over / under reimbursed some employees.

Auditor's Recommendation: We recommend that the District improve internal controls over their travel and per diem reimbursement and advance to match the policies provided by NMAC 2.42.2.

Management's Response: The District reviewed the single instance brought forward by the auditors and will work on its internal controls to prevent under/over payments of its employees or officers. The district will also revisit it's procedures regarding payments of per diem and will make changes to be in conformance with New Mexico law.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2013**

FS 13-01– Budgetary Conditions (Other)

Condition: The District had the following expenditure functions where actual expenditures exceeded budgetary authority:

Nonmajor Funds:

Bond Building Fund - \$791,200

Criteria: Sound financial management and 6-6-6 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts, the expenditure function is the legal level of control.

Cause: The District did not submit the appropriate budgetary transfers to PED to alleviate the over expenditure.

Effect: The District is in non compliance with New Mexico law, and the control established by the use of budgets has been compromised.

Auditor's Recommendation: The District should establish a policy of budgetary review at year-end, and submit the necessary budget adjustments to PED.

Management's Response: District Management will review budget balances and make the necessary requests for budget transfers on a monthly basis to ensure that budgets are not exceeded.

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND RESPONSES
JUNE 30, 2013**

Section II – Status of Prior Year Audit Findings

FS 09-01- Payroll Documentation – Resolved

FS 09-03- Per Diem and Mileage Act – Repeated & Revised

FS 11-01 – Annual Capital Assets Inventory – Resolved

**STATE OF NEW MEXICO
WAGON MOUND PUBLIC SCHOOLS
EXIT CONFERENCE
JUNE 30, 2013**

The contents of this report were discussed at an exit conference held November 6, 2013. The firm of Kubiak & Melton, LLC was represented by Daniel O. Trujillo, CPA, CFE. The District was represented by:

Don Schutz
Camille Cornell
Albert Martinez
Teresa P. Casias
Claudia Martinez

Preparation of Financial Statements

The financial statements in this report were prepared substantially by the Independent Audit firm of Kubiak & Melton, LLC, with the assistance of District management.