

**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME I

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

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**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
OFFICIAL ROSTER
JUNE 30, 2011**

Administrative Officials

Hanna Skandera	Secretary of Education
Hipolito Aguilar	Deputy Secretary, Finance & Operations
Pashella Forte	Acting Director, Administrative services Division
Maria Fidalgo, MBA	Chief Financial Officer, Audit and Accounting Bureau Chief
Steve Burrell	Director, School Budget & Finance Analysis Bureau
Antonio Ortiz	Director, Capital Outlay Bureau
Cathie Carothers	Deputy Secretary, Learning & Accountability
Leighann Lenti	Director, Policy
Matthew Montano	Director, Educator Quality Division
Tom Dauphinee, Ph.D.	Interim Supervisor, Accountability & Assessment
Sam Obenshain	Charter School Division Bureau Chief
Barbara Alvarez	Interim Assistant Secretary, Indian Education Division
Michael Archibeque	Chief Information Officer
Ralph Vigil	Director, Division of Vocational Rehabilitation
Sherry Garcia	Deputy Director, Division of Vocational Rehabilitation
Jessica Lucero	Chief Financial Officer, Division of Vocational Rehabilitation

Public Education Commission

M. Andrew Garrison	Chairperson	Albuquerque	District 1
Millie Pogna	Commissioner	Albuquerque	District 2
Vacant	Commissioner	Los Ranchos de Albuquerque	District 3
Carla Lopez	Commissioner	Santa Fe	District 4
Vacant	Commissioner	Thoreau	District 5
Gilbert G. Peralta	Commissioner	Mimbres	District 6
Eugene E. Gant	Secretary	Las Cruces	District 7
Vince Bergman	Commissioner	Roswell	District 8
Carolyn Shearman	Vice-Chairperson	Artesia	District 9
Jeff Carr	Commissioner	Eagle Nest	District 10

Report of Independent Auditors

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

We have audited the accompanying financial statements of the governmental activities, each discretely presented component unit, except for The Great Academy, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of New Mexico Public Education Department (Department) as of and for the year ended June 30, 2011, which collectively comprise the Department's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the nonmajor governmental funds including the budgetary comparisons for the nonmajor governmental funds, fiduciary funds, and the budgetary comparisons for the major capital project funds as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the Department's management. Our responsibility is to express opinions on these financial statements based on our audit.

We were engaged to audit the accompanying financial statements of The Great Academy a discretely presented component unit, as of and for the year ended June 30, 2011. These financial statements are the responsibility of The Great Academy management.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Department's internal control over financial reporting. Accordingly we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

The records of the Great Academy (a component unit) did not permit us to perform audit procedures over revenue and expenditures for its basic financial statement and its combining statement of net assets and individual fund statements.

In our opinion, because of the significance of the matters discussed in the preceding paragraph regarding the Great Academy, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the accompanying financial statements of the Great Academy as of and for the year ended June 30, 2011.

In our opinion, the financial statements referred to above, other than the financial statements of The Great Academy, present fairly, in all material respects, the respective financial position of the governmental activities, each discretely presented component unit, each major fund, and the aggregate remaining fund information of the New Mexico Public Education Department, as of June 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental fund, as of June 30, 2011, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparisons for the major capital project funds and all nonmajor funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 19 of the financial statements, the Department restated fund balances and net assets as of July 1, 2010 for its governmental activities.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2011 on our consideration of internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

The management's discussion and analysis on pages I-5 through I-30 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the basic financial statements, and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The additional schedules listed as supplementary information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The other supplementary information section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and combining and individual fund financial statements and, accordingly, we express no opinion on it.

Mess Adams LLP

Albuquerque, New Mexico
December 12, 2011

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS
Year Ended June 30, 2011**

The following management's discussion and analysis (MD & A) provides an overview of the State of New Mexico Public Education Department (Department) financial activities for the fiscal year ended June 30, 2011. The MD & A is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Department's financial activity, (c) identify changes in the Department's financial position, (d) identify any material deviation from the financial plan (the approved budget) and (e) identify any financial issues or concerns. Please read it in conjunction with the Department's financial statements, which begin following this analysis.

Department Highlights

The Department is made up of 2 distinct appropriated entities and 36 component units: the Public Education Department, the Division of Vocational Rehabilitation, and 36 state authorized chartered schools. The Public Education Department (PED) provides leadership at the state and department levels in meeting the needs of and requirements for education in New Mexico. This includes providing assistance and direction to local school districts, local boards of education and other educational entities.

The Division of Vocational Rehabilitation (DVR) is responsible for the administration and provision of all DVR programs and services through seven areas and thirteen satellite offices statewide.

The 36 state authorized chartered schools are to provide an alternative educational setting to parents and students in the public school system. State authorized chartered schools provide an opportunity to create new, innovative and more flexible ways of educating children.

In September 2003, New Mexico voters approved a constitutional amendment changing the nature of the Department. The 15-member State Board of Education was replaced by the elected 10-member Public Education Commission, whose authority and duties were defined by laws enacted by the New Mexico State Legislature during the 2004 Regular Session. The Superintendent of Public Instruction, appointed by the State Board of Education, was replaced by the Secretary of Public Education, a cabinet secretary appointed by the governor and confirmed by the New Mexico Senate. The State Public Education Department was replaced by the Public Education Department as a cabinet-level department of the executive branch of government.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

Another constitutional amendment, also approved by the voters in September 2003, increased the distribution from the State Land Grant Permanent Fund to be used to implement and maintain educational reforms passed by the state legislature.

Using the Annual Report

The Department's Basic Financial Statements (BFS) are presented in four parts, in the following order:

1. Department-wide Financial Statements,
2. Fund Financial Statements,
3. Budgetary Comparison Statements, and
4. Notes to the Basic Financial Statements.

Department-wide Financial Statement: The department-wide financial statements include the first two financial statements: the Statement of Net Assets and the Statement of Activities. These statements report information on all of the financial activities and resources of the Department as a whole except for information applicable to fiduciary activities. Fiduciary activities represent funds held in trust for others. These funds are not included in the resources available to support the Department's governmental activities. Governmental activities are financed by general revenue appropriations and state and federal grants.

The Department-wide Statement of Net Assets reports the assets of the Department and the corresponding claims and liabilities against those assets at June 30, 2011. The difference between the value of the assets and the liabilities is reflected as the value of the net assets. Increases or decreases in net assets measure whether the financial position of the Department improved or deteriorated. Net assets legally limited to a particular use are reported as restricted. Unrestricted net assets are assets that can be used to fund operating expenses in future years. A deficit (negative) balance in unrestricted net assets would indicate that obligations incurred in the current and prior periods exceed the value of assets currently available, and that the assets of future periods will be required to meet the established obligations.

The Department-wide Statement of Activities reports the educational and education-related expenses and the cost of general government operations of the Department, with a comparison of the program revenues obtained to finance them, and the general revenues made available to fund the difference. The statement also reports the change in net assets during the 2011 fiscal year.

The Department's activities are grouped into the functional programs. The Education activities are funded from federal revenues provided primarily by the U.S. Department of Education. Health and Welfare activities are Vocational Rehabilitation programs and the Disability Determination Services program, both administered by DVR. The state authorized chartered schools activities are grouped into the functional programs and are funded from federal flow through revenues from the Department and are expensed within the categories of instructional, support, and operations.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

Fund Financial Statements: The fund financial statements that follow the department-wide financial statements report on the financial position and changes in financial position of the individual funds used by the Department. Funds are separate accounting entities used in government accounting to segregate transactions according to the sources of funding and to demonstrate legal compliance with the restrictions that may be imposed on those financial resources. The Department uses two types of funds to account for its financial activities: governmental funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for the finances of the governmental activities reported in the department-wide financial statements. The Department uses two types of governmental funds: a general fund to account for activities not required to be accounted for in other funds, and special revenue funds to account for collection and expenditure of earmarked and restricted fund resources (Note 1).

Fiduciary Funds

Fiduciary funds are used to account for resources the Department holds for others. The Department uses three fiduciary funds. The **agency fund** is used to accumulate driver safety fees that are to be distributed to each school for the purpose of providing defensive driving instructions. The **private-purpose trusts** are used to report arrangements under which principal of donations invested or interest earned on investments benefit specific individuals. The **Eva Lou Scholarship fund** benefits "deserving boys and girls", and the **Tutor Scholarship** is used to account for donations to be used to fund scholarships for academically successful students who tutor at-risk high school students. The finances of these funds are reported in a separate Statement of Fiduciary Net Assets. The resources of these funds are excluded from the department-wide financial statements because they cannot be used to finance the Department's operations.

Reconciliation of Department-wide Financial Statements to Fund Financial Statements: Differences in amounts reported in the department-wide financial statements versus the fund financial statements result from the different measurement focus and basis of accounting used. The measurement focus used for governmental funds is based on budgetary control and the flow of resources in the current year. As an example, capital purchases are treated as expenditures of the current year. Department-wide financial statements reflect such transactions as allocations over the time of use in the form of depreciation. A reconciliation of differences between department-wide and fund financial statements is provided in separate schedules that detail the differences in accounting treatment.

Budgetary Comparisons: The budgetary comparison statements furnish a budget-to-actual comparison for all governmental funds to report compliance with the approved budget. The budget amounts reported are those in the original budget and in the amended budget, which reflects all legal adjustments made to the budget since the start of the fiscal year. The budgetary actual amounts are stated on the same basis as the budget figures.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

Notes to the Financial Statements The notes to the financial statements provide detailed information to support and explain key financial information presented in the department-wide and fund financial statements.

The notes provide information on the activities of the Department, on the basis of accounting used, and on accounting policies reflected in the financial statements to clarifying key financial information. They are integral to understanding the financial statements.

Supplemental and Supplementary Information: Supplemental information is provided to report the combining financial statements of non-major funds and fiduciary funds, to report the change in assets and liabilities of the agency fund, and to report the details of federal grant awards and expenditures. The information is provided in compliance with federal and state reporting requirements.

Since the Department is composed of two distinct entities and 36 state authorized chartered schools, a separate discussion and analysis section is being presented for the Public Education Department, the Division of Vocational Rehabilitation, and the 36 state authorized chartered schools following the department-wide discussion and analysis.

Financial Highlights

Public Education Department

- The Department has 11 major funds. The General fund (SHARE Fund 05700) accounts for administration of PED, not including DVR or federal administrative costs. DVR's administrative costs are reported in the Vocational Rehabilitation fund (SHARE Fund 50000) and the Disability Determination Services fund (SHARE Fund 50100). PED's federal administrative costs are reported in the Federal Department of Education Administration fund (SHARE Fund 84400). The American Recovery and Reinvestment Act fund (SHARE Fund 89000) was added in FY 09 and accounts for the recent federal aid in stimulating the U.S economy. The other funds are primarily pass-through funds and are described in more detail in the financial statements footnotes.
- The Department's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net assets. We exclude these activities from the Department's other financial statements because the Department cannot use these assets to finance its operations. The Department is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

In the Public School Support Flowthrough fund (SHARE Fund 85800), there was a change in fund balance of \$71,495. between FY 10 and FY 11.

- Bond proceeds reported in the capital project funds (SHARE Funds 63400, 63500, 81600, 10550, and 89200) decreased over \$13,682,308 million from prior year in the aggregate. This was due to a decrease in appropriation to fund public school capital projects due to state budget constrain.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

- Special projects (SHARE Fund 79000) reported a decrease in fund balance of approximately \$77,412 between FY 10 and FY 11. The Fund 79000 fund balance did not exceed appropriations.

Division of Vocational Rehabilitation

- DVR has two major funds. The Vocational Rehabilitation fund receives the majority of its funding from federal grants that require state matching funds. The Vocational Rehabilitation fund is the primary fund that accounts for all activity related to the Basic Support — Rehabilitation Services. The other fund is the Disability Determination Services fund, which receives all of its funding from a federal grant that does not require a state match.
- DVR capital assets decreased by \$55,468, which was a net effect of depreciation expense of \$64,254, capital purchases of \$8,786, and fully depreciated capital deletions of \$ 113,781.
- Administration — The DVR program is a joint effort of the federal and state governments to assist people with disabilities, as a function of the Rehabilitation Act of 1973, as amended; the Technology-Related Assistance for Individuals with Disabilities Act of 1988, as amended; and the Social Security Act, as amended. The New Mexico DVR is a Division of the New Mexico Public Education Department and is responsible for a variety of services for people with disabilities. DVR has served New Mexicans with disabilities for 86 years (1923 — 2010).

Financial Analysis of the Department as a Whole

Net Assets

The Department's net assets at June 30, 2011 were \$37,372,344. Table A-1 summarizes the Department's net assets for the fiscal year ended June 30, 2011.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

**Table A-1
The Department's Net Assets**

	(Dollars in Thousands)			June 30, 2010 Department
	June 30, 2011			
<u>Assets</u>	PED	DVR	Department	
Current assets	\$ 215,084	12,505	227,589	247,312
Capital assets, net	504	47	551	528
Total assets	<u>215,588</u>	<u>12,552</u>	<u>228,140</u>	<u>247,840</u>
<u>Liabilities</u>	<u>178,389</u>	<u>12,380</u>	<u>190,769</u>	<u>208,476</u>
<u>Net Assets</u>				
Invested in capital assets, net of related debt	504	47	551	528
Restricted	19,630	1,913	21,544	35,296
Unrestricted	<u>17,065</u>	<u>(1,788)</u>	<u>15,276</u>	<u>3,540</u>
Total Net assets	<u>\$ 37,199</u>	<u>172</u>	<u>37,372</u>	<u>39,364</u>

Changes in Net Assets

Table A-2 summarizes the Department's changes in net assets for fiscal year 2011.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

**Table A-1
The Department's Net Assets**

	(Dollars in Thousands)			
	June 30, 2011			June 30, 2010
	PED	DVR	Department	Department
<u>Program Revenue Grants</u>	\$ 549,970	31,888	581,858	538,626
<u>General Revenues</u>				
State appropriations	2,350,931	5,508	2,356,439	2,293,814
Inter-agency transfers, net	30,931	467,631	498,562	208,522
Reversions	(13,501)	(87)	(13,588)	(30,035)
Proceeds of State General obligations and severance tax bonds	24,902	-	24,902	38,178
Total general revenues	<u>2,943,232</u>	<u>37,776</u>	<u>2,981,008</u>	<u>2,510,479</u>
<u>Expenses</u>				
, Education	2,939,790	-	2,939,790	39,776
Health and Welfare	-	37,165	37,165	3,011,075
Total expenses	<u>2,939,790</u>	<u>37,165</u>	<u>29,76,955</u>	<u>3,050,851</u>
Change in net assets	3,443	611	4,054	(1,746)
Net assets				
Beginning of Year	33,756	5,606	39,362	41,110
Adjustments	<u>-</u>	<u>(6,046)</u>	<u>(6,046)</u>	<u>-</u>
End of Year as restated	<u>\$ 33,756</u>	<u>(439)</u>	<u>33,317</u>	<u>39,364</u>
Total Net assets	<u>\$ 37,199</u>	<u>172</u>	<u>37,371</u>	<u>39,364</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

DVR's change in net assets decreased \$5.4 million between years. The decrease is primarily attributable to the restatement related to federal revenue. Most of the remaining funds are included in restricted net assets at year end because the funds are restricted for a specific purpose according to enabling legislature. Most of the departments funding passes through to the schools. Administrative costs are approximately .7% of the Department's total expenditures. Education continues to be a priority of the state and the Department's operations are adequately supported by state and federal resources.

Changes in Capital Assets

During the fiscal year 2011, PED did not disposed Equipment and Furniture so there were not changes between FY 10 and FY 11 deletions. DVR disposed of \$113,781.

**Table A-1
The Department's Net Assets**

	(Dollars in Thousands)			
	June 30, 2011			June 30, 2010
	PED	DVR	Department	Department
Art acquisitions	\$ 6	-	6	6
Equipment and machinery	4,337	1,799	6,136	5,987
Accumulated depreciation	(3,838)	(1,751)	(5,590)	(5,848)
Total capital assets, net	<u>505</u>	<u>48</u>	<u>552</u>	<u>528</u>

Capital Assets for the Department are presented in Note 5 to the financial statements to illustrate changes from the prior year.

Reporting the Department's Most Significant Funds

The Department's two kinds of funds are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and description of each existing fund type follow:

Governmental funds: Governmental funds are used to account for the Department's general government activities, including the collection and disbursement of specific or legally restricted monies. Governmental funds include:

- General fund - The primary operating fund of the Department accounts for all financial resources, except those required to be accounted for in other funds.
- Special revenue funds - These account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

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

- Private purpose trust funds — These funds are used to account for trust arrangements under which principal or interest benefit specific individuals or organizations, but not the reporting government.
- Agency funds — These are used to account for assets held on behalf of individuals, private organizations, other government and/or other funds.

Budgetary Highlights

The New Mexico State Legislature makes annual appropriations to the Department. Amendments to the appropriated budget require approval by the Budget Division of the Department of Finance and Administration, with review by the Legislative Finance Committee.

Legislative appropriations from the general fund for FY11 reflected a \$699.4 thousand, or 4.5 percent, reduction below FY10 operating levels as adjusted by Executive Order 2009-044. In addition to the department's base funding, special recurring appropriations of \$700 thousand were included for the student, teacher accountability reporting system (STARS) and the operating budget management system (OBMS), both important components of the state's accountability and management operations. In addition, the Department adjusted its budget as authorized in the General Appropriation Act due to increase revenue related to General Service Risk Premium costs.

As a result of the continued decline in general fund revenues for FY10, a Special Legislative Session was called to readjust the budget for the remainder of the fiscal year. Provisions contained in House Bill 17 as amended directed additional cuts to the FY10 budget for PED and DVR of approximately 2 percent. The impact of this relatively small cut to the DVR budget resulted in the loss of approximately 11 percent in federal matching dollars. For FY11, DVR did not receive any additional general fund reductions but was impacted by increased risk premiums that remained unfunded. While DVR revenue funds are considered to be non-reverting fund, revenue fund sweeps enacted by the Legislature did occur.

In addition to budget reduction, Executive Order 2009-44 required all executive agencies to implement a 5 day "non-paid" furlough across funding structures. Implementation of the Executive Order resulted in a significant long-term impact on both PED and DVR.

Over the course of the year, the Department adjusted its budget as authorized in the Appropriations Act due to contributions related to increased General Service Risk Premium costs. During the first five months of FY2010, a Special Session of 2009 was ordered due to the continual decline of State General Fund revenues. Recommendations through House Bill 17 were proposed to decrease expenditures during the 2010 fiscal year. House Bill 17 was amended and resulted in the issuing of the Governor's Executive Order 2009-44, which has required PED and DVR to an additional 2% cut in General Fund appropriations. For DVR, the

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additional 2% cut of General Fund Appropriation resulted in 11% cut of federal matching dollars. While cuts were ordered in FY 2010, DVR did not sustain additional cuts in FY 2011 other than rising costs due to Risk Premiums. However, DVR is established as a non-reverting fund, but reversions activity in FY 2011 did occur for compliance with budget reductions from FY 2010.

In addition to budget cuts, Executive Order 2009-44 required all executive agencies to sustain a 5 day "non-paid" furlough across funding structures. The Executive Order greatly impacts both PED and DVR. In 2010, DVR was further impacted by a loss of available matching State General Fund over the five day span of \$48,500, which results in a loss of federal revenue of \$303,000. The additional loss of State General Fund due to five furlough days has resulted in an increase of Maintenance of Effort Penalty to be assessed in FY 2011 and FY 2012. Potential impact of Maintenance of Effort Penalty is also to be considered in FY 2013.

Overall results of budget decline for DVR related to loss of State General Funds has resulted in entering into an Order of Selection. An Order of Selection is the establishment of a waiting list of disabled participants seeking assistance. DVR entered into an order of selection in February 2011 and still continues to hold a waiting list, serving only the most severely disabled first.

Declining State General Fund budgeted revenues are attributed to the national recession, which has impacted New Mexico broad-based tax revenue, which has required cuts to expenditures. These budget adjustments allow the DVR to utilize funds where needed. Budget adjustment requests were generally for increases in Federal Grants.

PED budgetary statements are shown both in the major fund financial statements and the required supplemental information portion of the financial statements.

PED's SHARE Fund 58500 state equalization expenditures by category on a budgetary basis are shown below.

	Final Budget	Actual Amount
Other	\$ 2,298,231,400	2,276,572,277
Other Financing Uses	-	-
Non-Budgeted	-	-
 Total Education	 <u>\$ 2,298,231,400</u>	 <u>2,276,572,277</u>

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PED's SHARE Fund 05700 General Fund expenditures by category on a budgetary basis are shown below.

	Final <u>Budget</u>	Actual <u>Amount</u>
Personal Services & Employee Benefits	\$ 11,946,936	11,776,817
Contractual Services	1,069,200	904,297
Other	1,424,200	1,065,216
Non-Budgeted	<u>-</u>	<u>-</u>
Total Education	<u>\$ 14,440,336</u>	<u>13,746,330</u>

PED's SHARE Fund 84400 Federal Department of Education Administration expenditures by category on a budgetary basis are shown below.

	Final <u>Budget</u>	Actual <u>Amount</u>
Personal Services & Employee Benefits	\$ 7,514,000	5,030,152
Contractual Services	33,695,200	12,813,649
Other Financing Uses	<u>15,430,300</u>	<u>2,727,481</u>
Total Education	<u>\$ 56,639,500</u>	<u>20,571,282</u>

DVR budgetary statements are shown on page 43 for the Vocational Rehabilitation fund and on page 44 for the Disability Determination Services fund. The total budget for the Vocational Rehabilitation fund decreased from \$33,321,600 to \$30,684,355 during the year. This net decrease of \$2,637,245 incorporates the FY 10 budget cuts due to lower appropriations amount for FY 2011 which reduced the state required matching for this fund, but also the loss of smaller discretionary grants that have ended and not been renewed such as DOL Navigator, New Mexico Reutilization Acquisition Model and Regional Accommodation for Early Intervention Services.

The Vocational Rehabilitation fund had no revenues in deficit of budgeted revenues and had unspent budgeted expenditures of \$197,176 in state fiscal year 2011. Due to decreases of available State General Fund to DVR, this has decreased the amount of availability DVR can obtain from federal matching dollars, as well as imposes a Maintenance of Effort Penalty due to unavailable levels of matching dollars from the State.

The total budget for the Disability Determination Services fund increased from \$13,782,700 to \$14,378,100 during the year. This net increase of \$595,400 incorporates an additional appropriation from the Social Security Administration due to increased amount of requests of participants seeking Disability Determination Services. DDS has seen an increase in participant levels resulting in higher review of case load due to the continual US economic conditions resulting from the recession.

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Economic and Budgetary Factors

National and State Economy: Economic conditions continued to deteriorate both nationally and at the state level throughout FY09. New Mexico's economy deteriorated sharply in 2009, dragging the state's revenue outlook down with it. The resulting shortfall between recurring revenue and recurring appropriations resulted in the need to make mid-year adjustments to appropriations. In addition to falling revenue from crude oil and natural gas production the state was faced with dramatic declines in income and gross receipts tax collections. Much of this is the result of stagnant revenue growth in all sectors of the economy as well as a chronic high rate of unemployment. Economic growth was expected to be weak throughout FY10, which was the case. The 2010 regular legislative session struggled with closing an FY11 budget gap of over \$330 million. Continued revenue declines resulted in the need for another special session was needed, resulting the adoption of a relatively austere budget. While painful, New Mexico was able to sustain a balanced budget that avoided many of the budget dislocations that confronted many other states. As a result, FY11 economic growth was expected to continue the downward trend begun in FY10 with revenues continuing to drop at the same time energy costs and the unemployment rate were increasing.

The Department and other state agencies are expected to continue to cut expenditures and costs while maintaining the same level of commitment to the states education and vocational rehabilitation assistance to the states citizens.

- Budget - For FY 11, the Legislature appropriated approximately \$2.298 billion in public school support, a increase of approximately \$0.082million, or .03 percent over the FY 10 appropriation.

Future Events That Will Financially Impact the Department

PED: For FY12 the Department sustained an almost 25 percent reduction in its general fund appropriations resulting in the need to adopt a budget that required a significant reduction in the number of staff available for the department to conduct its business. In June of 2011, the Department implemented a reduction-in-force that resulted in the reduction of 54 total positions that included 33 active staff members.

Current year revenue forecasts suggest a modestly improved economic picture that should preclude additional reductions to the Department's or DVR's budgets.

DVR: Due to continuing decreases in revenue, declining State General Fund budgeted revenues attributed to the national recession impacting broad-based tax revenue has continued to plague approval of the State General Fund Appropriations Act. During the 2010 Legislative Session, the General Fund Appropriations Act was approved during the Special Session of 2010. The General Fund Appropriation Act, Section 14, provides the Department of Finance and Administration the authority to reduce allotments based on forecasted projections of revenues. As a result of this provision, during the first quarter of FY 2010, both PED and DVR experienced a 3.24% reduction based on revenue estimates released in August of 2010. The 3.24% reduction was posted on September 1, 2010.

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The loss of the 3.24% reduction of State General Fund dollars also impacted federal matching dollars for DVR to amount to \$536,646. This impact to the loss of federal matching dollars for DVR has also resulted in a Maintenance of Effort Penalty to be assessed in federal FY 2012, and could increase based on future reductions.

As revenue estimates continue to show a decreasing trend, additional further reductions are projected to occur in January of 2011. This impact could result in the potential for additional furlough days to be instituted for the last half of FY 2011.

Component Units — New Mexico State-Chartered Schools

The component units for PED consist of the state authorized chartered schools. The state authorized chartered schools were enacted during the 47th Legislative Session in 2006 under Senate Bill 600. In FY 2008, only two schools were authorized as state chartered (Cottonwood Classical Preparatory School and Media Arts Collaborative Charter School). In FY 2009, seven additional schools were authorized as state-chartered. The seven schools include: Cien Aguas International School, Horizon Academy West, The International School at Mesa Del Sol, The New America School, North Valley Academy, School of Dreams Academy, and Taos Academy. In FY 2010, thirteen additional schools were authorized as state-chartered. The thirteen schools include: Albuquerque School of Excellence, The ASK Academy, Alma D'Arte Charter High, South Valley Preparatory School, Cesar Chavez Community School, The MASTER Program, Tierra Adentro, ACE Leadership High School, Taos Integrated School for the Arts, Albuquerque Sign Language Academy, Creative Education Preparatory Institute, Gilbert L. Sena Charter High School and NM School for the Arts. In FY 2011, fourteen additional schools were authorized as state-chartered. The fourteen schools include: Academy of Trades & Technology, Albuquerque Institute for Math & Science, Amy Biehl Charter High School, East Mountain High School, La Promesa Early Learning Center, New Mexico International School, Southwest Intermediate Learning Center, Southwest Primary Learning Center, Southwest Secondary Learning Center, The Great Academy, The Montessori Elementary School, Village Academy, J Paul Taylor Academy, and Aldo Leopold Charter School. Please consider the additional schools when reviewing the financial analysis of the component units as a whole.

Albuquerque School of Excellence (ASE)

- **Brief Discussion**

ASE will be a college preparatory charter school focusing on math, science and technology. Members of the ASE believe that excelling in math and science prepares youth to succeed in college, the workplace and the 21st century. The vision is to enable students to succeed in school and have options to enter math, science and engineering careers. Initially, the school will have grades K through 9. One more consequent grade will be added every year afterwards. Total number of students will steadily increase in five years to reach 917.

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The Albuquerque Sign Language Academy (ASLA)

- **Brief Discussion**

ASLA is a newly approved charter school which will utilize American Sign Language (ASL) and English in order to achieve academic excellence, support family involvement and promote multicultural community integration. Because of the relatively small number of deaf and hard of hearing (dhh) children, ASLA will accommodate not only deaf and hard of hearing students, but also hearing students - including siblings of dhh, children of deaf adults (CODAs), visual learners and others who would benefit from a bilingual education but are not eligible for enrollment in existing "deaf" programs and schools. Nationally, only a few programs offer this innovative model serving a diverse population. To create an optimal learning environment that is supportive of academic, social and emotional development and to further expand the critical mass of bilingual peers, direct instruction in ASL will be provided across content areas.

Alma d'Arte Charter High School (Alma)

- **Brief Discussion**

The mission of Alma is to provide a structured, yet nurturing, environment that emphasizes creativity, collaboration and respect to ensure that every student becomes an active, empathetic, life-long learner prepared for independent and collaborative participation in all aspects of life.

The ASK Academy (ASK)

- **Brief Discussion**

ASK will emphasize Science, Technology, Engineering & Mathematics (STEM) curricula to create a new learning culture through: project based learning experiences, research programs, building relationships and a strong partnership program to engage students in the learning process and to develop opportunities to become lifelong learners. ASK will improve the retention of core New Mexico State standards by providing multiple opportunities for students to demonstrate skills and knowledge through research, STEM projects, product production and/or services.

Cesar Chavez Community School (CCCS)

- **Brief Discussion**

CCCS provides flexible and personalized programs for anyone seeking a high school diploma and who would benefit from services and educational programs offered during non-traditional hours. The intent of CCCS is to provide high caliber educational services during times that are more convenient for non-traditional, working students. Students who need to improve basic skills in reading and/or math will get focused interventions in preparation for the accelerated graduation option.

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Cien Aguas International School (CAIS)

- **Brief Discussion**

CAIS is a dual language school serving children from the kindergarten level through the eighth grade. The school's focus is international and environmental and its curriculum integrates students who differ in language, culture and income in order to promote high achievement for all students. Cien Aguas seeks to develop confident, curious and compassionate young people who are bilingual and bi-literate, committed to a sustainable society, and who have the academic and interpersonal skills necessary to succeed in further education.

Cottonwood Classical Preparatory School (CCPS)

- **Brief Discussion**

The mission of CCPS is to develop highly skilled learning activists who, through a broad knowledge base, can analyze, synthesize and evaluate new information. Students will receive the same or higher standard of education offered by the most academically distinguished public or private schools in New Mexico. CCPS graduates will be prepared to enter and thrive at the world's finest colleges and universities and will also become driving forces in their local, regional, national and global community. Students will be prepared for a dynamic 21st century workforce where cultural differences are studied, respected and valued.

CCPS students will demonstrate social responsibility and integrity through active community involvement and service learning opportunities. Students will be well versed in communicating through reading, speaking, writing and listening with diverse audiences.

Creative Education Preparatory Institute #1 (CEPI)

- **Brief Discussion**

CEPI's mission is to engage students and their families in learning experiences directed at gaining academic and social skills necessary for personal, social and career success. Students, family and community will view this school as one founded in community and family values, offering societal and career relevant education utilizing technology, community and family resources, and innovative and creative learning. Service learning in the community linked to careers and mentorship will be a core part of the curricula. Success will be judged using a continuous improvement process within the Baldrige Framework for Education, as well as tests mandated by the New Mexico Public Education Department.

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Gilbert L. Sena Charter High School (GSH)

- **Brief Discussion**

GSH's mission is to engage students and their families in an innovative and supportive environment directed at gaining academic and social skills necessary for personal, social and career success. GSH promotes honors and celebrates student success. GSH's Vision is "Opportunity to accelerate student success." GSH strives to achieve this through a hybrid curriculum which consists of computer-aided instruction and teacher facilitation and through our partnership with CNM. Dual credit classes are offered both on GSH's campus and at CNM. These classes are free of charge to students and allow them to attain both high school elective credit and college credit.

Horizon Academy West (HAW)

- **Brief Discussion**

HAW is a state-authorized chartered school that serves students from kindergarten through 6th grade. The focus is on students' academic achievement and individual development. The school is dedicated to providing students with an academic and social foundation for their continual growth as lifelong learners through a combination of rigorous instruction in the core content areas and an appreciation of our cultural diversity.

International School at Mesa Del Sol (TIS)

- **Brief Discussion**

TIS is a state-authorized chartered school whose vision it is to bring a meaningful, comprehensive contemporary education to all students, regardless of personal circumstance, to motivate them to learn and be actively engaged in our school community.

The MASTERS Program (MASTER)

- **Brief Discussion**

The mission of MASTER is to support the goal of a college education as an option for every student by expecting all students to perform at rigorous academic levels when provided challenging educational activities by inspired, talented teachers. The educational philosophy and approach of MASTER will be designed with an emphasis on Mathematics, Arts, Science, Technology, Engineering, Reading and Service (MASTERS). A STEM curriculum will be offered. Teachers will be trained in the Paideia Philosophy of education, which focuses on higher-level thinking and communication.

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Media Arts Collaborative Charter School (MACCS)

- **Brief Discussion**

MACCS provides a high school education through a holistic approach that blends media arts with responsibility and integrity in an inclusive and diverse academic environment.

MACCS provides an integrated, inclusive curriculum through hands-on experiential learning that satisfies New Mexico standards for graduation from secondary schools. We seek to prepare students for an education in the media arts at the university and community college level, as well as to prepare all students to understand the role of media arts in the world and how people's lives are affected by them. Our mission stems from the need to provide an education that recognizes the extensive influence the media has on our children and society.

The New America School (NAS)

- **Brief Discussion**

NAS is a state-authorized public charter high school dedicated to serving a unique population - recent immigrants and English Language learners. NAS was created to serve un-enrolled students who might lack the English skills to succeed in mainstream high schools. The program helps students thrive in high school, and positions them for post-secondary education or whatever career options they may pursue.

New Mexico School for Architecture, Construction and Engineering (NMACE)

- **Brief Discussion**

The vision of this state charter school is to create a new prototype for public high schools in New Mexico and the United States. The school will be located in the Old Town/Saw Mill/Museum District of Albuquerque in order to provide access to young people from across the city. The school, and its programs, will give cutting edge construction specific learning to students by highly skilled teachers. NMACE is created based on the premise that, given the appropriate design, the school can significantly reduce the number of low income students who currently do not graduate in Albuquerque. The school will capture their imagination and prepare them for college and work.

New Mexico School for the Arts (NMSA)

- **Brief Discussion**

NMSA is dedicated to arts mastery and academic excellence, assisting passionate young artists in developing their full potential. The primary vision of NMSA is to provide students with the tools to pursue a career in the arts, either as a practicing artist or in the arts industry, and to successfully receive a high school diploma. NMSA envisions its graduates to be productive members of the artistic and creative workforce and/or to be successful college students.

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The North Valley Academy (NVA)

- **Brief Discussion**

NVA is a state-authorized chartered school committed to providing all students with a rich and well-balanced education through a rigorous focus on Mathematics, Language Arts and an emphasis on Health and Wellness.

School of Dreams Academy (SODA)

- **Brief Discussion**

SODA is a New Mexico state authorized charter school located within the boundaries of Valencia County. The focus of the school is to enhance student achievement through utilization of instruction in the arts, literacy, character education and community involvement through various service learning opportunities. SODA offers a quality, research-based core academic program through the virtual learning program, Education 2020.

South Valley Preparatory School (SVP)

- **Brief Discussion**

SVP proposes to serve students in grades 6, 7 and 8 in the South Valley of Albuquerque, New Mexico. The mission of SVP is to provide a small, safe learning community so that students in the South Valley can engage in a rigorous and relevant academic curriculum. We believe it is here, within a unique family framework, where individual student's strengths can be cultivated while expanding academic horizons and fostering active citizenship.

Taos Academy (TACS)

- **Brief Discussion**

TACS is a 21st century learning community that provides 5th -11th grade students an engaging and rigorous core curriculum, highly motivating elective classes, leadership and career training, and community involvement through our state-of-the-art 21st century learning environment. The school will be expanding to include the 12th grade in the 2010-2011 school years.

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Taos Integrated School of the Arts (TISA)

- **Brief Discussion**

TISA, a new charter school partnering with parents and community will provide K-8 students in the Taos Municipal School District with the opportunity to reach their maximum potential through a standards-based, multicultural, thematic and arts-integrated curriculum. TISA's design is a response to the Taos community's expressed desire for a school that brings together current national standards for education with a strong early childhood emphasis in the arts. This district mission necessitates a smaller size classroom to allow for careful fostering of communication and relating skills. Located inside the municipality, enrollment will be complete with 180 students.

Tierra Adentro (TANM)

- **Brief Discussion**

The mission of Tierra Adentro: The New Mexico School of Academics, Art and Artesania (TANM) is to create an inclusive and thriving learning environment comprised of a demographically and culturally diverse student population with a focus on academics, art, artesania (artisanship) and the study of the cultures that comprise our rich New Mexican heritage to ensure awareness, preservation, and progression of our cultural legacy.

Academy of Trades & technology (ATT)

- **Brief Discussion**

The Academy of Trades and Technology (ATT) teaches practical job skills in construction technology and graphing design. Students can earn a high school diploma and the skills needed for collage or a quality job after high school. Students engage in hands-on projects, job training, add community service.

Albuquerque Institute of Math and Science (AIMS)

- **Brief Discussion**

Albuquerque Institute for Mathematics and Science at UNM is prepared to provide an extraordinary education to high AIMS@UNM students in the Albuquerque metropolitan area who are interested in pursuing careers requiring advanced math, science, and technology skills. AIMS@UNM will educate an intellectually single minded blend of culturally, ethnically and economically diverse students in a culture of rigor and strength of fortitude, preparing them for early college entrance; driven by motivation, fueled by innovation and guided by a spirit of public service. It will prepare its graduates for post-secondary education, gainful employment, and leadership in New Mexico's high technology industry.

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Amy Biehl High School (ABHS)

- **Brief Discussion**

Amy Biehl High School transforms young people from all walks of life into civic-minded college students while they are still in high school. Located in the heart of downtown Albuquerque in a one hundred year old historic building, ABHS is redefining the value of a high school diploma by providing a challenging curriculum and cultivating close relationships with students and families.

East Mountain High School (EMHS)

- **Brief Discussion**

East Mountain High School is a model college-preparatory school that provides outstanding learning experiences which engage, challenge and inspire each individual to achieve excellence.

La Promesa Early Learning Center (LPELC)

- **Brief Discussion**

La Promesa Early Learning Center Ensures that culturally and linguistically diverse students thrive in an academic, family centered, developmentally seamless continuum of learning where high expectations, respect and empowerment meet grade level proficiency.

New Mexico International School (NMIS)

- **Brief Discussion**

New Mexico International School (NMIS) will provide K-5 students an educational program focused on inquiry-based teaching and learning, the acquisition of languages, and the development of social, emotional, and rigorous academic skills necessary to function in our local, national, and international community. Students at NMIS will learn respect for themselves; their community; and the larger diverse world in which they live while developing a moral consciousness that will help them build integrity into their lives

Southwest Primary Learning Center (SPLC)

- **Brief Discussion**

The Southwest Primary Learning Center is to prepare students in grades 4-6 for the future by meeting their academic needs through an emphasis on the four core content areas identified by the New Mexico Public Education Department (language arts, mathematics, science, and social studies). Students are also prepare in meeting their emotional and social needs by integrating the remaining five content areas (the arts, modern, classical and native languages, health education, physical education and career education) into the daily school program.

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Southwest Intermediate Learning Center (SILC)

- **Brief Discussion**

The Southwest Intermediate Learning Center is to prepare students to become self-motivated, self-controlled, independent, competent, life-long learners and productive members of society. Southwest Intermediate Learning Center students will be equipped with the reading, writing, mathematical, technological and problem-solving skills necessary for success in secondary, post-secondary and personal career choices.

Southwest Secondary Learning Center (SSLC)

- **Brief Discussion**

The Southwest Secondary Learning Center is to prepare students in grades 7-12 to become self-motivated, independent, competent, life-long learners. Students will be equipped with the reading, writing, mathematical, technological and problem solving skills necessary for success in post-secondary education and personal career choices. Through a long-term commitment to this mission, we will be known as a school that can offer quality alternative learning opportunities for all students. Students, parents and community will see the school as offering challenging and creative learning environments for students.

The GREAT Academy (TGA)

- **Brief Discussion**

The GREAT Academy mission is to ensure that all students Gain Real-world Experience through Active Transition. The Academy exists, not only to improve education for students, but to provide students with the necessary skills for career success. The GREAT Academy promises to make sure that our seniors are prepared for the demands of post-secondary education and/or the career world, in turn, improving the community by improving its residents. The Academy is committed to providing students with an education that is relevant and meaningful to their journey of achieving success.

The Montessori Elementary School (TMES)

- **Brief Discussion**

TMES offers an accelerated program by providing a strong Montessori academic curriculum combined with a unique fine arts program including Suzuki Method, Orff Music, and Visual Arts. The mission of TMES is to encourage students grades K-8 to become responsible citizens who have the ability and desire to fulfill lifelong educational and social goals.

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Village Academy (VA)

- **Brief Discussion**

Village Academy Charter School is available to students in grades 6 through 8, in Bernalillo, Rio Rancho, Placitas and all nearby tribal communities. At Village Academy Charter School, teachers and students are focused on the Core Knowledge curriculum. Core Knowledge is a rigorous and relevant curriculum, offered in hundreds of schools across the country. It is based on the belief that a child should not only be academically educated, but also culturally competent. Core Knowledge is built on the foundation that knowledge must be solid, specific, sequenced and shared. Core Knowledge places more emphasis on content, less emphasis on the memorization of facts, and focuses more directly on teaching children how to learn so they can adapt to a rapidly-changing world.

J Paul Taylor Academy (JPTA)

- **Brief Discussion**

J. Paul Taylor Academy, in alliance with families at the school and community, will offer a rigorous, well-rounded dual-language, project-based instructional program in a smaller school to promote academic excellence for the diverse students of the Las Cruces area.

Aldo Leopold Charter School (ALCS)

- **Brief Discussion**

- Learner centered taking into account students' individual learning styles, multiple intelligences and cultural background to insure effective instructional design and practices in the context of the local community. The program is using local natural and community surroundings as a context for interconnecting all of the educational practices into a comprehensive school curriculum strategy. Model and foster a culture of healthy interpersonal dynamics and communication.

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Financial Analysis of the Component Units as a Whole

Net Assets

The Component Units' net assets as June 30, 2011 were \$___ million. Table A-3 summarizes the Component Units' net assets for the fiscal year ended June 30, 2011.

**Table A-3
The Component Units' Net Assets**

	<u>June 30, 2011</u> Component Units	<u>June 30, 2010</u> Component Units
Assets:		
Current assets	\$ 12,851,289	4,846,560
Capital assets, net (restated)	<u>19,230,239</u>	<u>2,158,175</u>
Total Assets	<u><u>32,081,528</u></u>	<u><u>7,004,735</u></u>
Current Liabilities		
Cash overdraft	-	-
Accounts payable	447,564	776,539
Accrued payroll	2,559,008	1,166,225
Deferred revenue	1,310,305	737
Other current liabilities	1,338,519	97,991
Compensated absences	<u>276,192</u>	<u>187,154</u>
Total current liabilities	5,931,588	2,228,636
Non-Current Liabilities		
Other non-current liabilities	<u>8,353,310</u>	<u>989,466</u>
Total non-current liabilities	8,353,310	989,466
Net Assets:		
Invested in capital assets, net of related debt (restated)	9,686,790	528,156
Restricted	1,253,875	35,295,528
Unassigned	<u>6,855,965</u>	<u>3,540,100</u>
Total net assets	17,796,630	3,786,633
Total net assets and liabilities	<u><u>\$ 32,081,528</u></u>	<u><u>7,004,735</u></u>

**Table A-3
The Component Units' Net Assets**

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	<u>June 30, 2011</u> Component Units	<u>June 30, 2010</u> Component Units
Revenues:		
Program Revenues		
Charges for services	\$ 322,932	268,340
Operating grants & contributions	9,903,442	8,610,094
Capital grants & contributions	4,013,787	-
General revenues and transfers:		
State equalization guarantee	51,837,852	19,812,862
Miscellaneous	3,089,255	881,924
Gain (Loss) on disposal of capital assets	(34,439)	(8,454)
Transfers in	-	325,000
Transfers out	<u>(32,648)</u>	<u>-</u>
Total Revenues	<u>69,100,181</u>	<u>29,889,766</u>
Expenses		
Governmental	<u>66,064,461</u>	<u>29,419,907</u>
Total Expenses	66,064,461	29,419,907
Changes in Net Assets	3,035,720	469,859
Beginning Net Assets	3,786,633	3,330,992
Restatement	10,974,277	(14,218)
Beginning Net Assets, Restated	<u>14,754,910</u>	<u>3,316,774</u>
Ending Net Assets	<u>\$ 17,796,630</u>	<u>3,786,633</u>

The increase in net assets of \$14,009,997 million is primarily attributable to an increase of \$14,754,910 in component units assets due to an additional 14 state chartered school. Administrative costs are approximately 15% of the component units' total expenditures.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

Changes in Capital Assets

During fiscal year 2011, 12 of the 22 component units purchased capital assets, resulting in an increase of \$16.9 million, net of capital assets.

	<u>June 30, 2011</u> Component Units	<u>June 30, 2010</u> Component Units
Equipment and machinery	\$ 24,361,183	2,626,717
Accumulated depreciation	<u>(5,208,073)</u>	<u>(468,542)</u>
Total capital assets, net	<u>\$ 19,153,110</u>	<u>2,158,175</u>

Capital Assets for the Component Units are presented in Note 20 to the financial statements to illustrate changes from the prior year.

Reporting the Component Units' Most Significant Funds

The Department's two kinds of funds are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and description of each existing fund type follow:

Governmental funds: Governmental funds are used to account for the Department's general government activities, including the collection and disbursement of specific or legally restricted monies. Governmental funds include:

- General fund — The primary operating fund of the Department accounts for all financial resources, except those required to be accounted for in other funds.
- Special revenue funds — These account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

- Private purpose trust funds — These funds are used to account for trust arrangements under which principal or interest benefit specific individuals or organizations, but not the reporting government.
- Agency funds — These are used to account for assets held on behalf of individuals, private organizations, other government and/or other funds.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
Year Ended June 30, 2011**

Requests for Information

The Public Education Department's Administrative Services Division compiled this analysis. Please refer any questions to Maria Fidalgo, MBA, Audit and Accounting Bureau Chief, at (505) 827-3856.

The mailing address is: New Mexico Public Education Department, Administrative Services Division, Education Building, 300 Don Gaspar, Room 228, Santa Fe, New Mexico 87501-2786.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF NET ASSETS
As of June 30, 2011

	<u>Governmental Activities</u>	<u>Component Units</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ -	\$ 10,004,007
Investment in State General Fund Investment Pool	73,424,711	-
Due from other governments	159,920,541	2,235,295
Due from external parties	522,981	194,427
Advances to local education authorities	162,427	-
Prepaid expenses	593	351,990
Other assets	-	65,570
TOTAL CURRENT ASSETS	<u>234,031,253</u>	<u>12,851,289</u>
NON-CURRENT ASSETS:		
Capital assets	6,142,249	24,361,183
Less: accumulated depreciation	<u>(5,590,435)</u>	<u>(5,208,073)</u>
Investment	-	77,129
TOTAL NON-CURRENT ASSETS	<u>551,814</u>	<u>19,230,239</u>
TOTAL ASSETS	<u>234,583,067</u>	<u>32,081,528</u>
CURRENT LIABILITIES:		
Accounts payable	99,360,146	447,564
Accrued payroll and taxes	1,223,185	2,559,008
Deferred revenue	9,678,804	1,310,305
Due to State General Fund Investment Pool	66,939,826	-
Due to other governments	18,798,684	213,200
Due to local education authorities	73,159	-
Other current liabilities - due within one year	-	1,125,319
Compensated absences - due within one year	<u>1,663,610</u>	<u>276,192</u>
TOTAL CURRENT LIABILITIES	<u>197,737,414</u>	<u>5,931,588</u>
NON-CURRENT LIABILITIES:		
Other non-current liabilities - due in more than one year	<u>-</u>	<u>8,353,310</u>
TOTAL LIABILITIES	197,737,414	14,284,898
NET ASSETS:		
Invested in capital assets	551,814	9,686,790
Restricted	11,160,608	1,253,875
Unrestricted	<u>25,133,231</u>	<u>6,855,965</u>
TOTAL NET ASSETS	<u>\$ 36,845,653</u>	<u>\$ 17,796,630</u>

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF ACTIVITIES
Year Ended June 30, 2011

	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
GOVERNMENTAL ACTIVITIES:					
Education	\$ 2,939,790,633	\$ 166,219	\$ 555,748,453	\$ 475,000	\$ (2,383,400,961)
Health and Welfare	37,165,075	-	31,888,571	-	\$ (5,276,504)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 2,976,955,708	\$ 166,219	\$ 587,637,024	\$ 475,000	(2,388,677,465)
GENERAL REVENUES AND TRANSFERS:					
TRANSFERS:					
State appropriations					2,356,440,131
Bond proceeds appropriations					24,919,294
Other state funds					-
Transfers in - other					31,635,387
Transfers out - other					(236,819)
Transfers out - State General fund reversions-FY11					(13,589,450)
TOTAL GENERAL REVENUES AND TRANSFERS					2,399,168,543
CHANGE IN NET ASSETS					10,491,078
Net assets, beginning of fiscal year, as previously reported					39,363,784
Adjustments to net assets					(13,009,209)
Net assets, beginning of year, as restated					26,354,575
NET ASSETS, ENDING					\$ 36,845,653

See Report of Independent Auditors and Notes to Financial Statements.

85800 Public School Support Flowthrough	63400 Public School Capital Improvements	81800 Special Capital Outlay General Fund	89000 PED Recovery Act Funds	89000 DVR Recovery Act Funds	Other Non-Major Governmental Funds	Total Governmental Funds
18,373,247	7,250,988	1,771,521	-	\$ -	\$ 31,538,490	73,424,711
-	-	-	62,146,404	337,543	2,648,143	146,655,135
-	-	-	-	-	406,653	406,653
-	716,657	51,244	6,338,052	-	5,235,410	12,858,753
33,809	122,024	-	-	-	367,148	522,981
-	-	-	-	-	96,930	162,427
-	-	-	40,984	-	689,282	1,916,217
-	-	-	-	-	-	593
<u>18,407,056</u>	<u>8,089,669</u>	<u>1,822,765</u>	<u>68,525,440</u>	<u>337,543</u>	<u>40,982,056</u>	<u>235,947,470</u>
-	597,503	516,597	30,982,238	145,720	10,682,841	91,406,477
-	-	-	21,345	1,881	67,289	1,223,185
-	-	-	37,467,195	185,815	2,764,160	66,939,826
13,247,055	-	-	-	-	947,812	14,640,497
222,150	180,359	30,000	-	-	301,143	1,104,167
9,387	-	-	-	-	1,552,832	3,054,020
-	-	-	38,953	-	462	73,159
-	-	1,276,168	-	-	545,200	9,678,804
-	-	-	15,709	2,128	56,984	1,916,217
1,239	6,962,984	-	-	-	409,242	7,953,669
<u>13,479,831</u>	<u>7,740,846</u>	<u>1,822,765</u>	<u>68,525,440</u>	<u>335,544</u>	<u>17,327,965</u>	<u>197,990,021</u>
-	-	-	-	-	-	593
-	348,823	-	-	1,999	3,869,196	11,160,608
4,927,225	-	-	-	-	19,784,895	27,758,370
-	-	-	-	-	-	-
-	-	-	-	-	-	(962,122)
<u>4,927,225</u>	<u>348,823</u>	<u>-</u>	<u>-</u>	<u>1,999</u>	<u>23,654,091</u>	<u>37,957,449</u>
<u>18,407,056</u>	<u>8,089,669</u>	<u>1,822,765</u>	<u>68,525,440</u>	<u>\$ 337,543</u>	<u>\$ 40,982,056</u>	<u>\$ 235,947,470</u>

85800 Public School Support Flowthrough	63400 Public School Capital Improvements	81800 Special Capital Outlay General Fund	89000 PED Recovery Act Funds	89000 DVR Recovery Act Funds	Other Non-Major Governmental Funds	Total Governmental Funds
-	-	2,573	174,762,361	1,866,255	8,829,583	\$ 579,792,105
80	-	3,110,223	76,054	-	3,043,097	8,486,138
80	-	3,112,796	174,838,415	1,866,255	11,872,680	588,278,243
2,277,640,104	12,105,442	8,402,198	205,527,697	-	65,630,902	2,940,024,738
-	-	-	-	1,864,256	38,233	37,148,424
-	-	-	13,653	-	-	41,141
2,277,640,104	12,105,442	8,402,198	205,541,350	1,864,256	65,669,135	2,977,214,303
(2,277,640,024)	(12,105,442)	(5,289,402)	(30,702,935)	1,999	(53,796,455)	(2,388,936,060)
2,287,824,407	-	5,178,919	-	-	43,973,093	2,356,440,131
-	12,454,265	-	-	-	12,465,029	24,919,294
-	-	-	-	-	-	-
-	-	36,400	30,702,935	-	428,421	31,635,387
(11,323,705)	-	(488,776)	-	-	(1,433,848)	(13,589,450)
-	-	-	-	-	-	-
-	-	(53,250)	-	-	(183,569)	(236,819)
2,276,500,702	12,454,265	4,673,293	30,702,935	-	55,249,126	2,399,168,543
(1,139,322)	348,823	(616,109)	-	1,999	1,452,671	10,232,483
6,066,547	6,962,985	616,109	-	-	22,201,420	40,734,175
-	(6,962,985)	-	-	-	-	(13,009,209)
6,066,547	-	616,109	-	-	22,201,420	27,724,966
4,927,225	348,823	-	-	1,999	23,654,091	\$ 37,957,449

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
As of June 30, 2011

Net Changes in Fund Balances - Total Governmental Funds
(Statement of Revenues, Expenditures, and Changes in Fund Balances) \$ 10,232,483

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

In the Statement of Activities, certain operating expenses (compensated absences payable) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are measured by the amounts of financial resources used (essentially, the amounts actually paid). The net increase in the liabilities for the year was:

Change in compensated absences payable	234,937
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Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In the current period, these amounts are:

Capital outlay	263,140
Depreciation expense	<u>(239,482)</u>
Excess of capital outlay over depreciation expense	<u>23,658</u>

Change in net assets of governmental activities (Statement of Activities) \$ 10,491,078

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

	05700 - PED GENERAL FUND			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ -	\$ -	\$ -	\$ -
State General Fund	14,423,300	13,955,400	13,955,400	-
Other State Funds	340,600	484,936	1,038,495	(553,559)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Reversions	-	-	(255,454)	255,454
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	14,763,900	14,440,336	14,738,441	(298,105)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	12,283,900	11,946,936	11,776,817	170,119
Contractual Services	1,383,500	1,069,200	904,297	164,903
Other	1,096,500	1,424,200	1,065,216	358,984
Other Financing Uses	-	-	-	-
Total education	14,763,900	14,440,336	13,746,330	694,006
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 14,763,900	\$ 14,440,336	13,746,330	\$ 694,006
NET CHANGE IN FUND BALANCE			\$ 992,111	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

	50000 - DIVISION OF VOCATIONAL REHABILITATION			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 23,704,900	\$ 23,722,155	\$ 17,284,272	\$ 6,437,883
State General Fund	5,508,400	5,508,400	5,508,312	88
Other State Funds	1,638,500	1,453,800	53,273	1,400,527
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	466,946	(466,946)
Non-Budgeted (Reversions)	-	-	(87,667)	
Budgeted Fund Balance	-	167,445	-	167,445
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	30,851,800	30,851,800	23,225,136	7,538,997
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total education	-	-	-	-
Health and welfare:				
Personal Services & Employee Benefits	13,473,600	13,461,345	11,147,836	2,313,509
Contractual Services	821,000	752,948	514,966	237,982
Other	16,557,200	16,637,507	11,363,205	5,274,302
Other Financing Uses	-	-	-	-
Total health and welfare	30,851,800	30,851,800	23,026,007	7,825,793
TOTAL EXPENDITURES	\$ 30,851,800	\$ 30,851,800	23,026,007	\$ 7,825,793
NET CHANGE IN FUND BALANCE			\$ 199,129	

See See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

	50100 - DISABILITY DETERMINATION SERVICES			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 14,378,100	\$ 14,378,100	\$ 12,594,349	\$ 1,783,751
State General Fund	-	-	-	-
Other State Funds	-	-	53,312	(53,312)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	685	(685)
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	14,378,100	14,378,100	12,648,346	1,729,754
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total education	-	-	-	-
Health and welfare:				
Personal Services & Employee Benefits	6,248,200	6,248,200	5,381,326	866,874
Contractual Services	244,000	244,000	143,096	100,904
Other	7,885,900	7,885,900	6,695,506	1,190,394
Other Financing Uses	-	-	-	-
Total health and welfare	<u>14,378,100</u>	<u>14,378,100</u>	<u>12,219,928</u>	<u>2,158,172</u>
TOTAL EXPENDITURES	\$ 14,378,100	\$ 14,378,100	12,219,928	\$ 2,158,172
NET CHANGE IN FUND BALANCE			<u>\$ 428,418</u>	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

67200 - FEDERAL SCHOOL FOOD SERVICES FLOWTHROUGH

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 118,255,000	\$ 118,482,948	\$ 117,325,373	\$ 1,157,575
State General Fund	-	-	-	-
Other State Funds	-	-	8,785	(8,785)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	118,255,000	118,482,948	117,334,158	1,148,790
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	118,255,000	118,482,948	116,661,139	1,821,809
Other Financing Uses	-	-	-	-
Total education	118,255,000	118,482,948	116,661,139	1,821,809
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 118,255,000	\$ 118,482,948	116,661,139	\$ 1,821,809
NET CHANGE IN FUND BALANCE			\$ 673,019	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

67300 - FEDERAL DEPARTMENT OF EDUCATION FLOWTHROUGH

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 382,527,000	\$ 400,127,000	\$ 219,767,132	\$ 180,359,868
State General Fund	-	-	-	-
Other State Funds	-	-	977,436	(977,436)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	382,527,000	400,127,000	220,744,568	179,382,432
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	2,325,000	3,550,000	1,771,680	1,778,320
Other	380,202,000	396,577,000	217,995,452	178,581,548
Other Financing Uses	-	-	-	-
Total education	382,527,000	400,127,000	219,767,132	180,359,868
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 382,527,000	\$ 400,127,000	219,767,132	\$ 180,359,868
NET CHANGE IN FUND BALANCE			\$ 977,436	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

84400 - FEDERAL DEPARTMENT OF EDUCATION ADMINISTRATION

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 56,639,500	\$ 56,639,500	\$ 27,360,207	\$ 29,279,293
State General Fund	-	-	-	-
Other State Funds	-	-	125,383	(125,383)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	56,639,500	56,639,500	27,485,590	29,153,910
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	7,514,000	7,514,000	5,030,152	2,483,848
Contractual Services	33,695,200	33,695,200	12,813,649	20,881,551
Other	15,430,300	15,430,300	2,727,481	12,702,819
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total education	56,639,500	56,639,500	20,571,282	36,068,218
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 56,639,500	\$ 56,639,500	20,571,282	\$ 36,068,218
NET CHANGE IN FUND BALANCE			\$ 6,914,308	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

	85800 - PUBLIC SCHOOL SUPPORT FLOWTHROUGH			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ -	\$ -	\$ -	\$ -
State General Fund	2,268,093,700	2,297,381,400	2,287,824,407	9,556,993
Other State Funds	850,000	850,000	80	849,920
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Reversions	-	-	(11,323,705)	11,323,705
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	2,268,943,700	2,298,231,400	2,276,500,782	21,730,618
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	2,268,943,700	2,298,231,400	2,277,640,104	20,591,296
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total education	2,268,943,700	2,298,231,400	2,277,640,104	20,591,296
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 2,268,943,700	\$ 2,298,231,400	2,277,640,104	\$ 20,591,296
NET CHANGE IN FUND BALANCE			<u>\$ (1,139,322)</u>	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

89000 - PED ARRA FUND AMERICAN RECOVERY AND INVESTMENT ACT - EDUCATION

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ 23,898,000	\$ 23,898,000	\$ 174,762,361	\$ (150,864,361)
State General Fund	-	-	-	-
Other State Funds	-	-	76,054	(76,054)
Internal Service Funds / Inter-Agency Transfers	-	-	30,702,935	(30,702,935)
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	23,898,000	23,898,000	205,541,350	(181,643,350)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	1,482,433	(1,482,433)
Contractual Services	-	-	4,847,787	(4,847,787)
Other	23,898,000	23,898,000	199,211,120	(175,313,120)
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total education	23,898,000	23,898,000	205,541,340	(181,643,340)
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	\$ 23,898,000	\$ 23,898,000	205,541,340	\$ (181,643,340)
NET CHANGE IN FUND BALANCE			<u>\$ 10</u>	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - GENERAL
AND MAJOR SPECIAL REVENUE FUNDS
As of June 30, 2011

89000 - DVR ARRA FUND AMERICAN RECOVERY AND INVESTMENT ACT - HEALTH

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
REVENUES				
Federal Funds	\$ -	\$ -	\$ 1,866,255	\$ (1,866,255)
State General Fund	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds / Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	3,807,329	-	3,807,329
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	3,807,329	1,866,255	1,941,074
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total education	-	-	-	-
Health and welfare:				
Personal Services & Employee Benefits	-	-	93,812	(93,812)
Contractual Services	-	3,807,329	34,068	3,773,261
Other	-	-	1,736,376	(1,736,376)
Other Financing Uses	-	-	-	-
Total health and welfare	-	3,807,329	1,864,256	1,943,073
TOTAL EXPENDITURES	\$ -	\$ 3,807,329	1,864,256	\$ 1,943,073
NET CHANGE IN FUND BALANCE			\$ 1,999	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF FIDUCIARY NET ASSETS
As of June 30, 2011

	Private Purpose Trusts 61600 & 99300	Agency Fund 57300
ASSETS:		
Investment in State General Fund Investment Pool	44,035	3,070,379
Certificate of Deposit	20,000	-
Due from other state agencies	<u>3</u>	<u>-</u>
TOTAL ASSETS	<u><u>64,038</u></u>	<u><u>3,070,379</u></u>
LIABILITIES:		
Due to external party	<u>-</u>	<u>3,070,379</u>
TOTAL LIABILITIES	<u>-</u>	<u><u>3,070,379</u></u>
NET ASSETS:		
Reserved for scholarships	<u>64,038</u>	
TOTAL LIABILITIES AND NET ASSETS	<u><u>64,038</u></u>	

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 As of June 30, 2011

	<u>Private Purpose Trusts 61600 & 99300</u>
ASSETS:	
Investment earnings:	\$ 838
Interest	
DEDUCTIONS	
Scholarship expense	<u>-</u>
CHANGE IN NET ASSETS	838
NET ASSETS, BEGINNING	<u>63,200</u>
NET ASSETS, ENDING	<u>\$ 64,038</u>

See Report of Independent Auditors and Notes to Financial Statements.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NATURE OF ORGANIZATION

The State of New Mexico Public Education Department (Department) is responsible for establishing and implementing standards for education and providing administrative services, including school budgeting and reporting, and for educational and vocational rehabilitation programs in the State of New Mexico. Specific programs focus on a number of services, including regulatory enforcement, information dissemination, and vocational rehabilitation for physically and mentally handicapped citizens, and adjudication of disability and supplementary security claims for the general vocational rehabilitation program.

The elected 10-member Public Education Commission (Commission) serves in an advisory capacity in accordance with laws enacted by the New Mexico State Legislature during the 2004 Regular Session. The Commission has approved state-chartered status to 36 schools as described in Note 20 and reported in Volume III – V of these financial statements.

The chief executive officer of the Department of the Secretary of Education, a cabinet secretary appointed by the governor and confirmed by the New Mexico Senate. The Department's functions are administered through the Public Education Department (PED), the Division of Vocational Rehabilitation (DVR) and its subdivision, Disability Determination Services (DDS).

The financial statements for the Department have been prepared in accordance 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 standard - setting body for governmental accounting and financial reporting. The Department has elected not to apply pronouncements of the Financial Accounting Standards Board issued subsequent to November 30, 1989. 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 these accounting policies are described below.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements for the Department have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) in the United States of America, as applied to governmental units. The Governmental Accounting Standards Boards (GASB) is the standard – setting body for governmental accounting and financial reporting. Pronouncements of the Financial Accounting Standards Boards (FASB) issued after November 30, 1989 are not applied in the preparation of the financial statements of the proprietary fund type in accordance with GASB No. 20. The GASB periodically updates its codification of the existing Governmental Accounting Financial Reporting Standards, which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of these accounting policies are described below.

Reporting Entity. GASB 14 (as amended by GASB 39), define the financial reporting entity as consisting of the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Considered as discretely presented component units of the Department are:

- Academy of Trades & Technology (ATT)
- ACE Leadership High School (ACE)
- Albuquerque Institute for Math & Science (AIMS)
- Albuquerque School of Excellence (ASE)
- Aldo Leopold Charter School (ALC)
- The Albuquerque Sign language Academy (ASLA)
- Alma d'Arte Charter High School (AACHS)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Amy Biehl Charter High School (ABC)
- The ASK Academy (ASK)
- Cesar Chavez Community School (CCCS)
- Cien Aguas International School (CAIS)
- Cottonwood Classical Preparatory School (CCPS)
- Creative Education Preparatory Institutes #1 (CEPI1)
- East Mountain High School (EMHS)
- Gilbert L. Sena Charter High School (GLSCHS)
- Horizon Academy West (HAW)
- J Paul Taylor Academy (JPTA)
- La Promesa Early Learning Center (LPELC)
- Media Arts Collaborative Charter School (MACCS)
- New Mexico International School (NMIS)
- New Mexico School for Arts (NMSA)
- North Valley Academy (NVA)
- School of Dreams Academy (SODA)
- South Valley Preparatory School (SVPS)
- Southwest Intermediate Learning Center (SWILC)
- Southwest Primary Learning Center (SWPLC)
- Southwest Secondary Learning Center (SWSLC)
- Taos Academy (TA)
- Taos Integrated School (TIS)
- The GREAT Academy (TGA)
- The International School at Mesa del Sol (ISMDS)
- The MASTERS Program (MP)
- The Montessori Elementary School (MES)
- The New America School (NAS)
- Tierra Adentro (TA)
- Village Academy (VA)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

During the fiscal year ended June 30, 2011 as noted before, state-chartered schools received state authorization and will operated discretely under the Department , similar to a school district. The New Mexico Public Education Commission authorized the state-chartered schools and supervises the state chartered schools. Financial statement reporting will be presented in the Department's financial statement as component units.

The basis of accounting for the charter schools is modified accrual. The schools have governmental funds only. In Note 21, we present the charter schools on a full accrual basis per New Mexico, 2.2.2.12C(5)(c) State Auditor Rule.

The Division of Vocational Rehabilitation is a separate state agency that is administratively attached to the Department. As such, it is considered a blended component unit.

Basic Financial Statements The basis financial statements include both governmental-wide (based on the Department as a whole) and fund financial statements, the reporting model focus is on either the Department as a whole, or major individual funds (within the fund financial statements). Both the government-wide and fund financial statements (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorized primary activities as governmental activities. The Department is a single purpose government entity and has no business-type activities. In the government-wide Statement of Net Assets, the governmental activities are presented on a consolidated basis and reflected on full accrual, economic resources measurement focus, which incorporated long-term assets and receivables as well as long-term obligations.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide Statement of Activities reflects both the gross and net cost per functional category (education, labor, transportation, etc) that are otherwise being supported by general government revenues. The Statements of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function of an activity. The Department includes two functions (education, and health and welfare). When an expense is incurred for purposes when both restricted and unrestricted resources are available, the Department utilizes the restricted resources first.

The net cost by function is normally covered by general revenues (taxes, intergovernmental revenues, interest income, etc.). Historically, the previous model did not summarize or present net cost by function or activity. Since the Department only has on program, it does not employ indirect cost allocation in the financial statements.

Provided in the additional information schedule is a breakdown of the government-wide financial statements showing the Division of Vocational Rehabilitation net assets and activities separate from the Department. These schedules are for informational purposes only and are not presented in accordance with generally accepted accounting standards. Therefore, they are not presented in the basic financial statements.

This government-wide focus is more on the sustainability of the Department as an entity and the change is aggregate financial position resulting from the activities of the current fiscal period.

The fund financial statements are similar to the financial statements presented in the previous accounting model. Emphasis here is on the major funds. Non-major funds (by category) are summarized into a single column.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The governmental fund statements are presented on a current financial resource measurement focus and modified accrual basis of accounting. This presentation is deemed more appropriate to (a) demonstrate legal compliance, (b) demonstrate the source and use of liquid resources, and (c) demonstrate how the Department's actual expenses conform to the budget or fiscal plan. Since the governmental fund statements are presented on different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each statement, which briefly explains the adjustment necessary to transform the fund-based financial statements into government-wide presentation.

The Department's fiduciary funds are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

Basis of Presentation. The financial transactions of the Department are maintained on the basis of funds, each of which is considered a separated accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, expenditures or expenses, and other financing sources or uses. Government resources are allocated to, and accounted for, in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

The funds of the Department are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classifications and descriptions of each existing fund type follows:

Governmental funds are used to account for the Department's general government activities, including the collection and disbursement of specific or legally restricted monies. Governmental funds include:

General Fund – The primary operating funds of the Department accounts for all financial resources, except those required to be accounted for in other funds.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Special Revenue Funds – These account for the proceeds of specific revenue sources that are legally restricted for specified purposes.

Fiduciary Funds are assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the Department. Agency and trust funds are custodial in nature and do not involve measurement of results of operations.

Private-Purpose Trust Funds – These funds are used to account for trust arrangements under which principal or interest benefits specific individuals or originations, but not the reporting government.

Agency Funds – These are used to account for assets held on behalf of individuals, private organizations, other governmental and/or other funds.

The major funds presented in the financial statements include the following:

PED General Fund (05700) – The General Fund is the general operating fund of the Department. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is funded primarily from appropriations from the State of New Mexico General Fund. This is a reverting fund.

Division of Vocational Rehabilitation (50000 & 51900) – (50000) - This fund accounts for all operations of the DVR, except for those of Disability Determination Services. This is a non-reverting fund. This fund balance is reserved for subsequent year's expenditures and is considered major because of its importance. *(51900)* - The activity of this fund is comprised of a federal discretionary grant in which federal monies are provided to the State of New Mexico to provide financial assistance designed to maximize the ability of individuals of all ages with disabilities and their family members, guardians, advocates and authorized representatives to obtain assistive technology devices and assistive technology services. This program is funded entirely through federal funds and is a non-reverting fund per State Appropriation disclosure.

Disability Determinations Services (50100) – This fund accounts for the operations of the Disability Determination services Unit. This is a non-reverting fund. This fund balance is considered major because of its importance to the users of the financial statements.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Federal Department of Education Flowthrough (67300) – The Federal Public Education Department Flowthrough fund is used to account for various grants from the United States Public Education Department (USDE) to New Mexico schools. The Department is responsible for the disbursement of such funds in accordance with USDE requirements (Title 34, Code of Federal Regulations). Appropriations to this fund do not revert to another fund at the end of the appropriation period.

Public School Support Flowthrough (85800) – The Public School Support Flowthrough fund is used in the accounting of distributions to school districts for the State Equalization Guarantee, Transportation and Supplemental Distributions programs. Financing is provided through State General Fund appropriations. This is a reverting fund.

PED American Recovery and Reinvestment Act (ARRA) Fund (89000) – The American Recovery and Reinvestment Act (ARRA) Fund was established in 2009, and is funded by the Federal government. This is a non reverting fund.

DVR American Recovery and Reinvestment Act (ARRA) Fund (89000) - The American Recovery and Reinvestment Act (ARRA) Fund was established in 2009 and is funded by the Federal government. This is a non reverting fund.

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

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Government-wide Financial Statements and the Fiduciary Statements are presented on an accrual basis of accounting. The Governmental Funds in the Fund Financial Statements are presented on a modified accrual basis. Under the accrual method of accounting, revenues are recognized when earned and expenditures are recognized when incurred.

In the government-wide Statement of Net Assets, the governmental activities are presented on a consolidated basis using the economic resources measurement focus and the accrual basis of accounting, incorporating long-term assets and receivables as well as long-term debt and obligations.

Modified Accrual. All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e. both measurable and available) "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Department defines the term "available" to include funds received within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

Revenues from grants that are restricted for specific uses are recognized as revenues and as receivables when the related costs are incurred. Contributions and other monies held by other state and local agencies are recorded as receivable at the time the money is made available to the specific fund. All other revenues are recognized when they are received and are not susceptible to accrual.

Revenues from special appropriations (capital projects) that are restricted for specific uses are recognized as revenues and as receivables when the related costs are incurred. Contributions and other monies held by other State and local agencies are recorded as a receivable at the time the money is made available to the specific fund. All other revenues are recognized when they are received if they are not susceptible to accrual.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Expenditures are recorded as liabilities when incurred. An exception to this general rule is that accumulated unpaid annual, compensatory and certain sick leave are not accrued as current liabilities but as non-current liabilities at the government-wide level only. Expenditures charged to federal programs are recorded utilizing the cost principles described by the various funding sources.

In applying the “susceptible to accrual” concept to intergovernmental revenues pursuant to GASB No. 33 (as it relates to non-exchange and exchange transactions), the provider should recognize liabilities and expenses and the recipient should recognize receivables and revenues when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before the eligibility requirements are met, under most circumstances, should be reported as advances by the provider and deferred revenue by the recipient.

Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The Department has elected not to follow subsequent private-sector guidance.

Budgets and Budgetary Accounting. Per the General Appropriation Act, Laws for 2007, Chapter 28, Section 3, item N “For the purpose of administering the General Appropriation Act of 2007 and approving operating budgets, the state of New Mexico shall follow modified accrual basis of accounting for governmental funds in accordance with the manual of model accounting practices issued by the department of finance and administration.” The budget is adopted on the modified accrual basis of accounting except for accounts payable accrued at the end of the fiscal year that do not get paid by the statutory deadline per Section 6-10-4NMSA 1978. Those accounts payable that do not get paid timely must be paid out of the next year’s budget. Encumbrances related to single year appropriations lapse at year end. Each year the Legislature approves multiple year appropriations, which the State considers as continuing appropriations. The Legislature authorizes these appropriations for two to five years; however, it does not identify the authorized amount by fiscal year. Consequently, the appropriation is budgeted in its entirety the first year the Legislature authorizes it. The unexpected portion of the budget is carried forward as the next year’s beginning budget balance until either the project period has expired or the appropriation has been fully expended. The budget presentations in these financial statements are consistent with this budgeting methodology.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The discretely presented component units use the Non-GAAP budgetary bases which is cash basis.

The budget-to-actual comparisons for the capital projects funds, which are based on multiple year appropriations budgets, are presented in supplemental schedules to the financial statements as Multi-Year Budgeted Schedules.

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

- No later than September 1, the Department submits to the Budget Division of DFA and the Legislative Finance Committee (LFC) an appropriations request for the fiscal year commencing the following July 1. The appropriation request includes proposed expenditures and the means of financing them.
- Budget hearings are scheduled with DFA and LFC. Budget recommendations are prepared by the above agencies. The two budget recommendations are submitted for the upcoming legislative session.
- Budget hearings are scheduled before the Appropriations Committee of the New Mexico House of Representatives and Senate. The final outcome of these hearings is incorporated into the General Appropriations Act.
- The Governor of the State of New Mexico signs the General Appropriations Act into law within the legally prescribed time limit.
- Not later than May 1, the Department submits an annual operating budget request to the Budget Division of DFA, which reviews the request and subsequently approves the budget based upon the appropriation made by the Legislature. All subsequent budget transfers and increases must be authorized by the Director of the Budget Division. The budgets for the year ended June 30, 2011 have been so adjusted.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Legal budgetary control for expenditures and encumbrances is by category of the appropriation unit.
- Formal budgetary integration is employed as a management control device during the fiscal year for the General Fund and Special Revenue Funds.

The unexpended and unencumbered State General Fund appropriation to the Department lapses at year end and reverts to the State General Fund. The Department may also receive funding from various special appropriations.

The language of a particular special appropriation determines when it lapses and whether or not expended and unencumbered balances revert to the State General Fund. See Note 15 for specific funds subject to annual reversion to State General Fund. See Note 20 for budget information on Component Units.

Cash Deposits. The Department is required by statute to deposit any money received into the State Treasury. Balances maintained at the end of the day are pooled and invested by the New Mexico State Treasurer in repurchase agreements. The New Mexico State Treasurer issues separate financial statements that disclose the collateral pledged to secure these deposits, categories of risk involved, and the market value of purchased investments, which may differ from the cash deposited by the Department.

Inter-fund receivables/Payables – Short-term. During the course of operations, numerous transactions occur among individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term inter-fund loans are classified as “inter-fund receivables/payables”.

Federal Grants Receivables. Amounts listed as Federal grants receivable are reimbursements due for pass through funds. No allowance for uncollectible amounts has been made since these are expected to be reimbursed in full.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advances to Local Education Agencies. The Department passes through federal funding to the local school districts. The Department normally pays the school on a reimbursement basis, but the Department also advances funding to schools. Schools are required to spend the advanced funds in the school year budgeted. As the schools report their expenditures on a monthly basis, the Department relieves the receivable and records federal expenditures. Unspent funds are to be returned to the Department, which in turn are returned to the federal grantor by the Department. Because the Department has the ability to reduce funding in subsequent years to compensate for unspent funds that are returned, the advances are considered full collectible.

Capital Assets. Equipment, software and computer equipment purchases or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at the fair market values as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The State's capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is \$5,000. The Department does not capitalize any interest with regard to its capital assets.

In fiscal year 2006, the capitalization policy changed from \$1,000 to \$5,000 for capitalizing capital assets. The Department has elected include assets that cost less than \$5,000 but equal to or more than \$1,000, and were purchased prior to July 1, 2005, on their capital asset inventory and financial statements.

Depreciation on all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The Department utilizes Internal Revenue Service guidelines to estimate the useful lives on capital assets as follows:

Computing Equipment and Software	3 years
Equipment	5 to 7 years

Capital assets for the governmental funds are recorded on the government-wide financial statements.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences Payable. Accrued vacation up to 240 hours is recorded in the Statement of Net Assets at 100% of the employee's hourly wage. In additions, accrued sick leave over 600 and up to 720 hours less the amount classified as current is recorded in the Statement of Net Assets at 50% of the employee's hourly wage. Compensatory time is accrued at a rate of one and one-half hours for each hour of employment for which overtime compensation is required for those employees covered by the Fair Labor Standards Act (FLSA). Employees exempt from coverage by FLSA earn one hour of compensatory time for each over time hour. The accrual for compensated absences is calculated at pay rates in effect at June 30, 2011, and includes direct and incremental salary related payments, such as the employees' share of social security taxes.

Fund Balances. In the governmental fund financial statements, fund balances are classified as nonspendable, restricted, or unrestricted (committed, assigned, or unassigned). Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches of the State. Assigned fund balance is constrained by the Legislature's and Executive Branch's intent to be used for specific purposes or in some cases by legislation.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Assets. The government-wide financial statements utilize a net asset presentation. Net assets are categorized as investment in capital assets (net of related debt), restricted and unrestricted.

Investment in Capital Assets (net of related debt) is intended to reflect the portion of net assets which are associated with non-liquid, capital assets less outstanding capital asset related debt. The Department did not have any related debt during the year ended in June 30, 2011.

Restricted Assets are liquid assets (generated from revenues and not bond proceeds), which have third-party (statutory, bond covenant or granting agency) limitations (legally restricted) on their use. The Department reported restricted net assets at June 30, 2011.

Unrestricted Assets represents the excess of total assets over liabilities and net assets-invested in capital assets at June 30, 2011.

Inter-fund Transactions. Inter-fund activity is reported as loans, services provided reimbursements or transfers. Loans are reported as inter-fund receivables and payables as appropriate and are subject to elimination upon consideration.

Services provided, deemed to be at market value, are treated as revenues and expenditures. Reimbursements are when a fund incurs a cost, charges at the appropriate benefiting fund and reduces its related cost as a reimbursement. All other inter-fund transactions are treated as transfers. Transfers between funds are netted at the government-wide level.

Uses of 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Revenues. Various reimbursement procedures are used for federal awards received by the Department. Consequently, timing differences between expenditures and program reimbursements can exist at any time during the fiscal year. Receivable balances at fiscal year-end represent an excess of modified accrual basis expenditures over cash reimbursements received to date. Conversely, deferred revenue balances represent an overdraw of cash (advances) in excess of modified accrual bases expenditures. Generally, receivable or deferred revenue balances caused by differences in the timing of cash reimbursements and expenditures will be reversed or returned to the grantor in the remaining grant period.

Severance Tax Bonds Proceeds. While the Department receives severance tax bond proceeds appropriate to the capital projects funds for projects specified by the legislature, it has no obligation for repayment of the bonds and reports not liability for severance tax bonds payable in its financial statements. These bonds are obligations of the State of New Mexico's Comprehensive Annual Financial Report, or CAFR, issued by the State of Controller's Office. The CAFR can be obtained by contacting the State Controller at the Bataan Memorial Building, Santa Fe, New Mexico 87501.

NOTE 2. CASH AND INVESTMENTS

Cash balances at June 30, 2011 consisted of cash invested with the New Mexico State Treasurer, known as the State General Fund Investment Pool. In general, state statutes require that all deposits held by the New Mexico State Treasurer be collateralized at a minimum level of 50%. The New Mexico State Treasurer is in compliance with this requirement. Separate financial statements of the New Mexico State Treasurer indicate collateral, categories of risk and market value of purchased investments, which may differ from the cash deposited by the Department.

Total cash and certificate of deposit (CD) all funds	\$ 9,619,299
Reconciliation to financial statements	
Governmental funds, on deposit with NM State Treasurer	6,484,885
Agency fund, on deposit with NM State Treasurer	64,035
Trust funds, on deposit with NM State Treasurer	<u>3,070,379</u>
Total cash balance	<u>\$ 9,619,299</u>

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NOTE 2. CASH AND INVESTMENTS (CONTINUED)

The cash on deposit with the New Mexico State Treasurer’s State General Fund Investment Pool is monitored by the office for purposes of collateralization in compliance with Section 6-10-17, NMSA 1978. The Department has been authorized by the NM State Treasurer’s Office to carry a negative cash balance (cash overdraft) due to the administration of the cost reimbursement grants. Cash overdrafts listed as due to state general fund – investment pool are shown below.

<u>Major Funds</u>	<u>Due to State General Fund Investment Pool</u>
50100	\$ 1,099,164
67300	18,339,250
89000-PED	37,467,195
89000-DVR	185,815
Non major	<u>9,848,402</u>
	<u>\$ 66,939,826</u>

For additional disclosure information regarding cash held by the New Mexico State Treasurer’s State General Funds Investment Pool, the reader should see the separate audit report for the New Mexico State Treasurer’s Office for the fiscal year ended June 30, 2011.

The Eva Lou Kelly Scholarship trust fund has a certificate of deposit with a local bank. The certificate matures February 15, 2012. The interest rate is 3.21%, payable monthly. The certificate is fully insured by the FDIC and in the name of the trust fund. Market value approximates cost.

Charter Bank, Santa Fe, NM

Certificate of Deposit	\$ 20,000
FDIC Insurance	<u>(20,000)</u>
Uninsured amount	<u>\$ -</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Department does not have an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The New Mexico State Treasurer’s Office General Fund Investment Pool is not rated for credit risk.

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NOTE 3. DUE FROM STATE AGENCIES

Transactions that occur among state agencies under legislative mandate, exchange transactions and other situations are accounted for in the financial statements which make up the due from and due to (note 6) other state agencies. The due from other governments as of June 30, 2011 consists of the following:

Share Fund No.	Agency	Other Agency Fund No.	Amount
50000	Human Services Department (HSD)	63000	\$ 109,908
50100	Children, Youth & Families Department	69000	2,746
28000	State Treasurer's Office (STO)	80100	66
00500	Department of Finance and Administration (DFA)	34100	73
05700	Department of Finance and Administration (DFA)	34100	404,736
10550	Department of Finance and Administration (DFA)	34100	16,668
51300	Department of Finance and Administration (DFA)	34100	245
56800	Department of Finance and Administration (DFA)	34100	17,204
63400	Department of Finance and Administration (DFA)	34100	716,657
66000	Department of Finance and Administration (DFA)	34100	34
81600	Department of Finance and Administration (DFA)	34100	1,413,785
81800	Department of Finance and Administration (DFA)	34100	51,244
89200	Department of Finance and Administration (DFA)	34100	3,787,335
89000	Department of Finance and Administration (DFA)	34100	<u>6,338,052</u>
Total due from other governments			<u>\$ 12,858,753</u>

Due from State Agencies – Agency Fund

Share Fund No.	Agency	Other Agency Fund No.	Amount
61600	Department of Finance and Administration (DFA)	80100	\$ <u>3</u>
			<u>\$ 12,858,756</u>

Advances to local education agencies of \$522,981 consist of federal program advances passed through to the various schools and school districts.

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NOTE 4. INTERFUND BALANCES

The following is an analysis of amounts shown as due from and due to other funds:

Amounts Due From Other Funds		Amounts Due to Other Funds	
Share Fund No	Amount	Share Fund No	Amount
50000	\$ 2,128	89000	\$ 2,128
33400	29,504	05700	1,147,151
63300	-	51300	25,449
67300	263,184	67200	59,916
67400	516,471	67300	516,471
79000	143,307	79000	31,535
84400	920,639	85600	117,858
85800	-	89000	15,709
89000	<u>40,984</u>		<u>-</u>
	<u>\$ 1,916,217</u>		<u>\$ 1,916,217</u>

The inter-fund balances are a result of reimbursement owed between the funds, and are expected to be paid within one year.

NOTE 5. CAPITAL ASSETS

A summary of changes in capital assets is as follows:

	Balance June 30, 2010	Additions	Adjustments Deletions	Balance June 30, 2011
PED:				
Equipment	\$ 4,083,095	254,354	-	4,337,449
Art acquisitions	<u>5,800</u>	<u>-</u>	<u>-</u>	<u>5,800</u>
Total PED	4,088,895	254,354	-	4,343,249
DVR/DDS:				
Equipment	1,903,995	8,786	(113,781)	1,799,000
Total Department:				
Equipment	5,987,090	263,140	(113,781)	6,136,449
Art acquisitions	<u>5,800</u>	<u>-</u>	<u>-</u>	<u>5,800</u>
Subtotal	<u>5,992,890</u>	<u>263,140</u>	<u>(113,781)</u>	<u>6,142,249</u>

**STATE OF NEW MEXICO
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NOTE 5. CAPITAL ASSETS (CONTINUED)

	Balance <u>June 30, 2010</u>	<u>Additions</u>	Adjustments <u>Deletions</u>	Balance <u>June 30, 2011</u>
Accumulated Depreciation:				
PED – Equipment	\$ (3,663,361)	(175,228)	-	(3,838,589)
DVR/DDS – Equipment	<u>(1,801,373)</u>	<u>(64,254)</u>	<u>113,781</u>	<u>(1,751,846)</u>
Subtotal	<u>(5,464,734)</u>	<u>(239,482)</u>	<u>113,781</u>	<u>(5,590,435)</u>
Total	<u>\$ 528,156</u>	<u>23,658</u>	<u>-</u>	<u>551,814</u>

Depreciation expenses were charged to functions in the Department as follows:

PED – Educations	\$ (175,230)
DVR – Health and welfare	<u>(64,254)</u>
	<u>\$ (239,482)</u>

NOTE 6. DUE TO OTHER GOVERNMENTS

Total due to other governments at June 30, 2011 is as follows:

Due to other state agencies:

SHARE Fund No.	Agency	Other Agency No.	Amount
05700	Education Retirement Board	35200	\$ 126,338
05700	New Mexico State Board of Finance	34100	10,325
39700	Department of Finance and Administration	34100	600
63300	Department of Finance and Administration	34100	200
63400	New Mexico State Board of Finance	34100	180,359
67300	Department of Finance and Administration	34100	207,502
79000	Department of Finance and Administration	34100	257,904
81600	Department of Finance and Administration	34100	42,439
81800	Department of Finance and Administration	34100	30,000
84400	Department of Finance and Administration	34100	20,313
84400	Human Services Department	63000	1,124
85800	Department of Finance and Administration	34100	22,150
50000	Human Services Department	63000	<u>4,913</u>
Total Due to Other Governments			<u>\$ 1,104,167</u>

**STATE OF NEW MEXICO
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NOTE 7. COMPENSATED ABSENCES

A summary of changes in compensated absences is as follows:

	<u>Balance June 30, 2010</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance June 30, 2011</u>	<u>Current Portion</u>
PED	\$ 1,031,234	1,033,732	(1,229,852)	835,114	835,114
DVR/DDS	<u>867,313</u>	<u>908,921</u>	<u>(947,738)</u>	<u>828,496</u>	<u>828,496</u>
Total	<u>\$ 1,898,547</u>	<u>1,942,653</u>	<u>(2,177,591)</u>	<u>1,663,610</u>	<u>1,663,610</u>

PED compensated absences are typically liquidated with fund 05700 and 84400 resources. DVR/DDS compensated absences are typically liquidated with fund 50000 and 50100 resources. These compensated absences balances are paid within one year.

NOTE 8. SPECIAL APPROPRIATIONS

A summary of the Special appropriations, fund 79000, is as follows:

<u>Legislation</u>	<u>Appropriation Period</u>	<u>Appropriation Amount</u>	<u>Expenditures to Date</u>	<u>Reserve Fund Balances</u>	<u>Remaining Balance to Expend</u>
Laws 2007, Ch 21, 28	2007 - 2008	\$ 4,230,000	(4,059,578)	170,422	170,422
Laws 2008, Ch 6	2008 - 2009	1,650,000	(1,616,392)	33,608	33,608
Laws 2009 Ch 124	2009 - 2010	<u>36,197,100</u>	<u>(33,527,451)</u>	<u>764,891</u>	<u>764,891</u>
Total Special Appropriations outstanding				968,921	968,921
Total fund balance for other non-special projects within this fund:				<u>6,234,349</u>	<u>6,234,349</u>
Total 2011		<u>\$ 42,077,100</u>	<u>(39,203,421)</u>	<u>7,203,270</u>	<u>7,203,270</u>

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NOTE 9. COMMITMENTS AND CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including accounts 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 Department expects such amounts, if any, to be immaterial.

Litigation. There are several pending and/or threatened lawsuits in which the Department is involved. Generally, these matters are insured by the Risk Management Division (RMD) of the New Mexico General Services Department. The Department's attorneys estimate that the potential claims against the Department not covered by insurance resulting from such litigation would not materially affect the financial statements of the Department.

Several school districts in New Mexico have students who reside on federal property that cannot be taxed by the state and therefore entitled to receive federal impact aid each year. Those students include Native Americans who reside on Indian reservations and attend public schools. Upon receipt of the federal impact aid funds, the New Mexico Public Education Department (NM PED) takes credits against those funds out of the State distribution of the State Educational Guarantee (SEG) funds. In school year 2009-2010 the federal government was late on their distribution of federal impact aid so the NM PED took the allowable credit based on prior year federal distribution; the US Department of Education was contacted and agreed with the procedure. The Zuni Public School District did not agree with the procedure and filed a complaint with the federal government. The complaint was reviewed and after a hearing, was denied by at the US Department of Education. However, the Zuni Public School District then filed a lawsuit in the state district court in Gallup against NM PED for improperly taking credits against the receipt of federal impact aid funds pursuant to Section 8009(b) of the Elementary and Secondary Education Act of 1965, aka, 20 USC Section 7709(b). The NM PED filed a motion for summary judgment against Zuni to have the lawsuit dismissed. That motion was denied so the NM PED filed an appeal of that denial in the Court of Appeals where the case is now pending. NM PED is represented by the New Mexico Attorney General's Office but is participating in the vigorous defense of that action. It is hard to gauge how the Court will rule but if the Court rules against the NM PED, then the plaintiffs will be able to proceed on a theory of a class action.

State authorized chartered schools debt. If state authorized chartered schools debts become in violation of debt convent terms and conditions, in addition to insufficient funds from banking institutions become the direct responsibility of the Department. The Department may become obligated to satisfy state authorized chartered schools debts only to the extent of the debt and for the purpose of guaranteeing payment of the insufficient funds within the state funds that have deficits.

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NOTE 9. COMMITMENTS AND CONTINGENCIES (CONTINUED)

Lease Commitments. The Department has commitments for office space and equipment under operating lease agreements. Lease terms for office space range from one to twenty years and generally contain renewal options. Lease terms for office equipment range from one to five years. Rental expenditures for the year ended June 30, 2011, totaled \$3,849,484. Future minimum lease payments are as follows and are based on the actual lease terms and have not been discounted:

Years ending June 30,	<u>PED</u>	<u>DVR/DDS</u>	<u>Total</u>
2012	\$ 349,932	2,390,516	2,740,448
2013	350,654	2,610,218	2,960,872
2014	315,892	2,617,658	2,933,550
2015	315,892	2,649,738	2,965,630
2016	315,892	2,597,094	2,912,986
2017 and thereafter	315,892	2,597,094	2,912,986
Total	<u>\$ 1,964,154</u>	<u>15,462,318</u>	<u>17,426,472</u>

**STATE OF NEW MEXICO
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NOTE 10. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

Plan Description. Substantially all of the Department's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). The Public Employees Retirement Association (PERA) 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 and beneficiaries. PERA 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 PERA, P.O. Box 2123, Santa Fe, NM 87504-2123. The report is also available on PERA's website at www.pera.state.nm.us.

Funding Policy. Plan members are required to contribute between 4% - 16.65% of their gross salary. The Department is required to contribute between 7% - 25.72 of the gross covered salary. The contribution requirements of plan members and the Department are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The Department's contributions to PERA for the fiscal years ending June 30, 2011, 2010 and 2009 were \$3,081,371, \$3,279,872, and \$3,805,672, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 11. PENSION PLAN – EDUCATIONS RETIREMENT BOARD

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

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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NOTE 11. PENSION PLAN – EDUCATIONS RETIREMENT BOARD (CONTINUED)

Funding Policy. Effective July 1, 2009 through June 30, 2011, plan members are required to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually were required to contribute 9.4% of their gross salary. The Department 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 of employees earning more than \$20,000 annually. Effective July 1, 2011 plan members are required by statute to contribute 7.9% of their gross salary if they earned \$20,000 or less annually, and plan members earning more than \$20,000 annually are required to contribute 11.15% of their gross salary. The Department is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less, and 9.15% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and the Department are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The Department's contributions to ERB for the fiscal years ending June 30, 2011, 2010 and 2009 were \$630,406, \$709,411 and \$793,226, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 12. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

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

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which the event the time

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**NOTE 12. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

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

The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee was required to contribute .8333% of their salary in the fiscal years ending June 30, 2012 and June 30, 2013, the contribution rates for employees and employers will rise as follows:

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**NOTE 12. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN
(CONTINUED)**

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

Fiscal Year	Employer Contribution Rate	Employee Contribution Rate
FY12	1.834%	.917%
FY13	2.000%	1.000%

Also, employers joining the program after 1/1/98 are 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 Department's contributions to the RHCA for the years ended June 30, 2011, 2010 and 2009 were \$429,330, \$356,661 and \$372,558, respectively, which equal the required contributions for each year.

NOTE 13. RISK MANAGEMENT

The Department, as a State Agency defined in the New Mexico Tort Claims Act, is insured through the Risk Management Division of the General Services Department of the State of New Mexico.

Annual premiums are paid by the Department to the Risk Management Division for coverage provided in the following areas:

- Liability and civil rights protection for claims made by others against the State of New Mexico;
- Coverage to protect the State of New Mexico's property and assets; and
- Fringe benefit coverage for State of New Mexico employees.

At June 30, 2011, the Department had no claims that Risk Management Division returned as not covered, which would become the responsibility of the Department. To obtain the separately issued financial statements, contact General Services Department, PO Box 26110, Santa Fe, New Mexico 87502-6110.

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NOTE 14. REVERSIONS

The following reversions are special appropriations accrued during fiscal year 2011:

<u>Fund</u>	<u>Reversions Payable 6/30/2010</u>	<u>Paid to State General Fund During FY11</u>	<u>FY11 Additions To Reversions Payable</u>	<u>Reversions Payable 6/30/2011</u>
56200	\$ 3,664	-	-	3,664
05700	1,920,281	255,454	264,125	445,630
72500	-	87	87	87
79000	695,772	944,061	944,061	944,061
81800		488,776		
85600		489,700		
85800	13,925,846	11,323,705	13,247,055	13,247,055
50000	<u>87,667</u>	<u>87,667</u>	<u>-</u>	<u>-</u>
Total	16,633,230	13,589,450	14,455,328	14,640,497

In accordance with statute Section 6-5-10(A) NMSA 1978, all unreserved, undesignated fund balances in reverting funds and accounts as reflected in the central accounting system as of June 30 shall revert. A total of \$13,589,450 was paid to the State General Fund during the year. \$14,640,497 is payable at June 30, 2011 and due by September 30, 2011; this payable may be adjusted within 45 days of the release of this audit by the New Mexico Office of the State Auditor.

NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS

SHARE Fund

Special Revenue

00500 Schools in Need of Improvement. This fund is used to make school improvements to school districts in need of upgrades. This fund was created by New Mexico Legislature 22-2-C NMSA 1978. Appropriations to this fund do not revert back to another fund at the end of their appropriation period.

20160 Educational Technology Deficiencies Correction. Money in the fund is appropriated for the purpose of implementing the provisions of the Technology for Education Act (NMSA 1978 § 22-15A-1). This is a state funded project (NMSA 1978 § 22-15A-8 and NMSA 1978 § 22-15A11). Appropriations to this fund do not revert to another fund at the end of the appropriation period.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

- 28000 Access-to-Telework Funds (ATF). The activity of this fund is a permanent loan guarantee fund comprised of a onetime Federal Grant that has a 10% State General Fund match. The funds are deposited in an interest bearing account in the State treasury depository. The purpose of the grant is to make loans available to persons with disabilities at affordable rates and/or terms to acquire devices and equipment designed to assist them with small businesses or working from remote locations. Appropriations to this fund do not at the end of the state appropriation period, per State Appropriation disclosure. This fund is defined in financial statement purposes as a Special Revenue Fund.
- 33400 Family Youth. The purpose of this fund is to provide an intermediary for students and their families at public schools to access social and health care services (NMSA 1978, 22-2D-3). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 39700 Educator Certification. Educator Certification funds are collected from application fees for certification or for renewal of certification by the Public Education Department of New Mexico. Monies in the fund are for the purpose of funding the educator background check program (NMSA 1978, § 22-10-4.1). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 45800 Adult Basic Education. The Adult Basic Education fund is used to account for all financial activities of the adult basic education program. The fund was established by an act of the New Mexico State Legislature (NMSA 1978, 22-8-30.1). Appropriations to this fund do not revert to another fund at the end of the appropriation period. Amounts were transferred to New Mexico Higher Education Department.
- 47000 Charter School Stimulus. To account for state general fund appropriations to be used to stimulate charter schools (NMSA 1978, 22-8B-14). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 51300 Pre-Kindergarten. The purpose of this fund is to address the total developmental needs of preschool children, including physical, cognitive, social and emotional needs, and shall include healthcare, nutrition, safety and multicultural sensitivity (NMSA 1978, 32A-23-4). Appropriations to this fund do not revert to another fund at the end of the appropriation period.

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NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

- 56200 Professional Development. The Teacher Professional Development Fund is to provide professional development programs and projects for public school teachers (NMSA 1978, 228-45). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 56800 Incentive for School Improvement. Incentives for School Improvement are funds from the State General Fund appropriated to the Department. The fund is used to account for financial incentives to individual schools that exceed expected academic performance (NMSA 22-2C10). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 58600 Reading Materials Fund. This fund accounts for monies for the purchase of textbooks and reading materials as appropriated by New Mexico Legislature NMSA 22-15-8.2. Appropriations to this fund do not revert to another fund at the end of their appropriation period.
- 63300 Indian Education Act. To gain tribal involvement and to ensure the maintenance of native languages (NMSA 22-23A-8). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 63900 Kindergarten Plus. The purpose of the fund is to deposit grants and donations for the "Kindergarten Plus" pilot project. Money shall be expended in accordance with the terms of the grants and donations. Unless otherwise specified by the terms of the grant or donation, money in the fund at the end of the pilot project shall revert to the general fund. There have not been any grants and donations and in FY 07 appropriations have been returned to the Special Appropriations Fund 79000. 22-2-20 created a three-year study which was extended into a six-year study during the 2006 Legislative Session (HB 43).
- 66000 Instructional Materials Adoption. The purpose of this fund is to provide for the review and adoption of instructional materials from the collection of publishers fees (NMSA 22-15-8-1). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 66200 Education Technology. Education Technology are funds from the State General Fund appropriated to the Department. The fund is used to account for all financial resources of the 1994 Education Technology program. This is a state-funded project (NMSA 1978, § 22-15A-1 to 22-15A-10). Appropriations to this fund do not revert to another fund at the end of the appropriation period.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

- 66900 School Library. To account for the replacement and purchase of new library materials (NMSA 22-15C-3). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 67200 Federal School Food Services Flowthrough. The Federal School Food Services Flowthrough fund is used to account for federal grants to New Mexico schools for food services. The Department, as fiscal agent for the United States Department of Agriculture, is responsible for disbursing funds for such services in accordance with individual grant requirements (Title 7, Code of Federal Regulations Parts 210 and 245). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 67400 Vocational Education Flowthrough. This fund accounts for federal grant funds for vocational education. This is a non-reverting fund.
- 72500 Public Building Energy Efficiency Act Public Building Energy Efficiency Act are funds from the State General Fund appropriated from the State Equalization Guarantee Fund that are distributed by the Department to participating school districts (NMSA 1978, § 6-23 and § 22-825). This is a reverting fund.
- 79000 Special Projects. The Special Projects Flowthrough fund accounts for the receipts and disbursements of state special appropriations for a variety of projects, as appropriated by the State of New Mexico Legislature, and consists of reverting and non-reverting funds. The Special Projects Flowthrough fund was established by the Legislature (48th Legislature, 1st Session, Chapter 28) and amended by Senate Bill 165 of 2008.
- 84400 Federal Department of Education Administration (84400). The Federal Department Administration Flowthrough fund accounts for administrative expenses except those required to be accounted for in another fund. It is funded primarily from appropriations from grant funds. This is a non-reverting fund.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

- 85600 Instructional Materials Flowthrough. The Instructional Material Flowthrough fund accounts for monies for the purchase of textbooks and instructional materials, as appropriated by the New Mexico Legislature, and consists of monies from receipts of the Federal Mineral Lands Leasing Act. Revenues are received in this fund by the Department, as fiscal agent, and are subsequently disbursed for the benefit of the individual schools in New Mexico (NMSA 1978, § 22-15-1 to 22-15-25). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 85700 State Support Reserve. The State Support Reserve fund is used to augment the appropriations for the State Equalization Guarantee distribution in order to ensure to the extent of the amount undistributed in the fund that the maximum figures for such distribution established by law shall not be reduced. ((NMSA 1978, § 22-8-31). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- State General Fund appropriations (NMSA 1978, § 22-8-14). This is a reverting fund.
- 88900 Transportation Emergency. This fund is used to make distributions of state funds to districts experiencing transportation emergencies (NMSA 1978, 28-8-29.6). Appropriations to this fund do not revert to another fund at the end of the appropriation period.
- 99500 NM Government Education Fund. The purpose of the fund is to provide appropriations to the Department to contract for annual, week-long, high school civics courses focusing on New Mexico state government for boys and girls to be held at varying post-secondary educational institutions in New Mexico. Appropriations to this fund do not revert to another fund at the end of the appropriation period (22-8-47, NMSA 1978).

Capital Projects

- 10550 Special Capital Outlay - New School Development. This fund is used to supplement district funds needed to pay for supplies, equipment, and operating costs unique to the first year of operations of a new school. This fund was created in the state treasury 22-8-48 NMSA 1978. Appropriations to this fund do not revert back to another fund at the end of the appropriation period.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

- 63400 Public School Capital Improvements. The Public School Capital Improvements fund accounts for the proceeds from bond sales issued under the provisions of the Public School Capital Improvements Act (NMSA 1978, § 22-25-1 and 22-25-10). Funds remaining after the completion of capital projects are to be reverted.
- 63500 Public School Capital Outlay (Other). The Public School Capital Outlay fund accounts for the proceeds from bond sales issued under the provisions of the Public School Capital Improvements Act (NMSA 1978, 5 22-24-1 and 22-254-6). Funds remaining after the completion of capital projects are to be reverted.
- 66100 Special Capital Outlay — Severance Tax Bonds (1994). The fund, established in 1994, accounts for severance tax bonds appropriated for special capital outlay projects (41st Legislature, 2nd Session, Chapter 148). Funds remaining after the completion of capital projects are to be reverted.
- 81300 Special Capital Outlay — Severance Tax Bonds (2000). The fund, established in 2000, accounts for severance tax bond proceeds appropriated for special capital outlay projects (Laws of 2000, Chapter 23, Section 16). Funds remaining after the completion of capital projects are to be reverted.
- 81600 Special Capital Outlay — Severance Tax Bonds (2004). The fund, established in 2004, accounts for severance tax bond proceeds appropriated to the Public Education Department. Funds remaining after the completion of capital projects are to be reverted.
- 81800 Special Capital Outlay — General Fund (2000). The fund, established in 2000, accounts for general fund appropriations for special capital outlay projects (Laws of 2000, Chapter 23, Section 45). Funds remaining after the completion of capital projects are to be reverted.
- 89200 Public School Capital Improvements. The Public School Capital Improvements fund accounts for the proceeds from bond sales issued under the provisions of the Public School Capital Improvements Act (NMSA 1978, § 22-25-1 and 22-25-10) and direct appropriations funded through Severance Tax Bonds. Funds remaining after the completion of capital projects are to be reverted.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 15. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

93100 Special Capital Outlay – General Fund. The fund accounts for direct general fund appropriations for special capital outlay projects. Funds remaining after the completion of capital projects are to be reverted.

PED is currently in the process of closing out expired capital project funds. These funds have not had any activity in at least FY11 and FY10. As these funds are being closed and will no longer be used by the Department, these funds will not be reported on the financial statements. A listing of the expired capital project funds being closed are as follows:

29100 - Special Capital Outlay - General Fund (1995)
38700 - Special Capital Outlay - General Fund (1996)
46800 - Special Capital Outlay - Severance Tax Bonds (1999)
54000 - Special Capital Outlay - Severance Tax Bonds (1998)
54100 - Special Capital Outlay - Severance Tax Bonds (1998)
54200 - Special Capital Outlay - Severance Tax Bonds (1998)
54300 - Special Capital Outlay - Severance Tax Bonds (1998)
63600 - Kindergarten Capital Funding

PED will also be closing out the following fund in FY12, however as there was activity in this fund in FY10 the fund cannot be closed in FY11 will be reported on the financial statements.

66100 - Special Capital Outlay — Severance Tax Bonds (1994).

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING AND INTER-GOVERNMENT AGREEMENTS

The Department was a party to the following Memoranda of Understanding during the fiscal year:

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Tierra Adentro	Make Available eLearning Courses/IDEAL NM Program	PED		- 6/30/2012
Walter Gilmore	Provide research support to investigate the validity of NMELPA	PED		- 6/30/2011
Kirk Minnick & Associates	Provide Technical Assistance/Assessment & Accountability	PED		- 6/30/2011
Albuquerque School Of Excellence	e learning courses via the learning management system	PED	\$200 per student	6/30/2012
Kirk Minnick & Associates	Analysis of association between grade 11 standard base assessment.	PED		- 6/30/2011
Dr. Kerry Englert	Analysis of association between grade 11 standard base assesment.	PED		- 6/30/2011
ACT Inc.	Share information in a manner consistent w/FERPA	PED		- 6/30/2011
WestEd/Pacific Metrics	Data Sharing Agreement	PED		- 3/1/2012

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PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

**NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING
AND INTER-GOVERNMENT AGREEMENTS (CONTINUED)**

The Department was a party to the following Inter-governmental Agreements during the fiscal year:

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Regional Education Cooperative #9	Provide management and support to CTLP	PED	480,974	6/30/2011
UNM	Support of Three Tiered Teacher Licensure System	PED	350,000	6/30/2011
Socorro Consolidated Schools	NM GRADS	PED	548,368	6/30/2011
Rio Rancho Public Schools	JAG	PED	57,000	6/30/2011
SFCC	Non Traditional participants in state career pathways	PED	60,000	6/30/2011
NMHU	Advanced Placement tests	PED	119,990	6/30/2011
Pueblo de San Felipe	keres Language Coordinator	PED	50,000	6/30/2011
Pueblo of Isleta	Tiwi Language Program	PED	50,000	6/30/2011
Pueblo of Zia	Zia education department	PED	50,000	6/30/2011
Jicarilla Apache Nation	Jicarilla Apache Language revision	PED	40,000	6/30/2011
Pueblo of Santa Clara	Santa Clara Tewa Language	PED	50,000	6/30/2011
Pueblo of Jemez	Implement Towa Language	PED	50,000	6/30/2011
Pueblo of Santa Ana	Implement Santa Ana Keres Language	PED	40,000	6/30/2011
NMSU	2 summer institutes	PED	56,000	6/30/2011
NM Tech	GUTS summer institute	PED	44,500	6/30/2011
Northern NM College	Summer Institutes	PED	63,472	6/30/2011
REC #4	Support and direct servicers of State Level Act J & M	PED	459,486	9/30/2011
REC #10	State Level Activity J & M	PED	293,542	6/30/2011
UNM CDD	Preschool Network Project	PED	693,000	6/30/2011
Navajo Nation	Oral Dine (Navajo) Language	PED	50,000	6/30/2011
REC #6	State Level Activity J & M	PED	798,209	6/30/2011

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

**NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING
AND INTER-GOVERNMENT AGREEMENTS (CONTINUED)**

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Pueblo of San Ildefonso	Implement development of Tewa Language Program	PED	40,000	6/30/2011
Pueblo of Cochiti	Implement Cochiti Keres Language	PED	50,000	6/30/2011
REC 5 \$449,203	State Level Activity J & M & R	PED	449,203	6/30/2011
REC 2 \$539,684	State Level Activity J & M	PED	539,684	6/30/2011
REC 3 \$284,805	State Level Activity J & M	PED	284,805	6/30/2011
REC 8 \$285,060	State Level Activity J & M	PED	285,060	6/30/2011
REC 9 \$1,419,255	State Level Activity J & M	PED	1,419,255	6/30/2011
REC 10	Fiscal Agent Graduate NM	PED	120,000	6/30/2011
Albuquerque Public Schools	Regional Service Center for Graduate NM	PED	107,500	6/30/2011
Zuni Public Schools	Regional Service Center for Graduate NM	PED	97,500	6/30/2011
REC #8	Regional Service Center for Graduate NM	PED	63,333	6/30/2011
REC #4	Regional Service Center for Graduate NM	PED	75,333	6/30/2011
REC #5	Regional Service Center for Graduate NM	PED	120,000	6/30/2011
Las Cruces Public Schools	Regional Service Center for Graduate NM	PED	107,500	6/30/2011
Farmington Municipal Schools	Regional Service Center for Graduate NM	PED	107,500	6/30/2011
REC #2	Regional Service Center for Graduate NM	PED	61,333	6/30/2011
REC #3	Regional Service Center for Graduate NM	PED	120,000	6/30/2011
REC #9	Regional Service Center for Graduate NM	PED	120,000	6/30/2011
USU-TAESE	Provide assistance in FEIP	PED	494,257	9/30/2011
REC 7	State Level Activity J & M	PED	214,420	6/30/2011

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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June 30, 2011**

**NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING
AND INTER-GOVERNMENT AGREEMENTS (CONTINUED)**

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Pueblo of Nambe	Implement development of Pueblo Education Department	PED	50,000	6/30/2011
Pueblo of Taos	Implement Taos Tiwa Language Program	PED	50,000	6/30/2011
Pueblo of Kewa	Implement Kewa Language program	PED	50,000	6/30/2011
REC IX	Schools in need of improvement	PED	443,050	6/30/2011
REC IX	Technical assistance for SINOI	PED	7,700	6/30/2011
Pueblo of Acoma	Implement the Acoma Language Immersion Nest Program	PED	30,000	12/3/2011
Mescalero Apache Tribe	Mescalero Apache Language Program	PED	50,000	6/30/2011
New Mexico Institute of Mining & Technology	Supercomputing Challenge	PED	16,000	6/30/2011
Region IX	Team Nutrition Grant	PED	96,309	9/30/2011
Grants Cibola County Schools-Laguna	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011
Grants Cibola County Schools-Los Alamos	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011
Grants Cibola County Schools-Milan	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011
Grants Cibola County Schools-Mt. Taylor	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011

**STATE OF NEW MEXICO
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NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

**NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING
AND INTER-GOVERNMENT AGREEMENTS (CONTINUED)**

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Mescalero Apache Schools	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011
Walatowa Charter High School	Provide Technical Assistance/Assessment & Accountability	PED	25,000	6/30/2011
CYFD		PED	10,000	6/30/2011
REC IX	Facilitate PLD meeting	PED	49,820	2/15/2011
New Mexico Attorney General's Office	Assist Improving Services for Pregnant & Parenting	PED	125,000	9/30/2011
Bernalillo Public Schools	Establish framework for indigenous best practice for replication	PED	25,000	6/30/2011
New Mexico Higher Ed Dept.	Distance Learning Management Sys. (Blackboard)	PED	760,000	6/30/2011
Zuni Public Schools	Dowa Yalanne Elementary School to establish framework of Indigenous best practices	PED	25,000	6/30/2011
University of New Mexico	NMT2T online mentoring project	PED	236,000	9/30/2011
Espanola Public Schools	Regional Service Provider for Graduate NM	PED	43,333	6/30/2011
East Mountain High School	IDEAL NM eLearning courses	PED	-	6/30/2011
Espanola Public Schools	IDEAL NM eLearning courses	PED	-	6/30/2011
Gallup McKinley County Schools	Recruit 34 teachers for the Teach for America Program	PED	75,000	6/30/2011
Regional Educational Cooperative #4	Assist assigned districts in EPSS development	PED	672,800	9/30/2011

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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**NOTE 16. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING
AND INTER-GOVERNMENT AGREEMENTS (CONTINUED)**

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Region Education Cooperative #9	Coordinate and facilitate the work of the State Literacy Team	PED	39,852	9/30/2011
UNM-Center for Education Policy Research	Analyze and report info regarding NM High School graduates participation	PED	10,000	6/30/2011
Regional Educational Cooperative IX (REC IX)	Develop, Deliver and track online prof. development courses for K-3+	PED	22,140	6/30/2011
SW REC X ARRA FUNDS	To provide professional development for the Building Blocks Project	PED	91,051	6/30/2011

NOTE 17. TRANSFERS IN AND TRANSFERS OUT

Other Financing Uses - External

PED Fund	Agency	Other Agency	Description	Amount
81800	Department of Finance & Administration	34100	Transfers funds for project	\$30,000
85600	Higher Education Department	95000	Transfer funds for instructional materials	183,569
81800	Department of Cultural Affairs	50500	AIPP transfer	3,250
81800	Department of Finance & Administration	34100	Transfers funds for project	<u>20,000</u>
			Total External Transfer out	<u>\$ 236,819</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011

NOTE 17. TRANSFERS IN AND TRANSFERS OUT (CONTINUED)

Other Financing Sources – External

<u>PED Fund</u>	<u>Agency</u>	<u>Other Agency</u>	<u>Description</u>	<u>Amount</u>
89000	Dept. of Finance & Administration	34100	Federal Funds Pass-through	\$ 30,702,935
81800	Dept. of Finance & Administration	34100	Transfer funds for project	36,400
93100	Dept. of Finance & Administration	34100	Transfer funds for project	428,421
50000	Commission for the Deaf and Hard of Hearing	60400	Transfer funds for hearing services	466,000
50000	Dept. of Finance & Administration	34100	Warrant Cancellations	946
50000	Dept. of Finance & Administration	34100	Warrant Cancellations	<u>685</u>
			Total External Transfers In	<u>\$ 31,635,387</u>

Other Financing Uses – External

<u>DVR Fund</u>	<u>Agency</u>	<u>Other Agency</u>	<u>Description</u>	<u>Amount</u>
50000	Department of Finance and Administration	34100	Reversion for overcharging of Humans Services –	87,667
			Total EXTERNAL Transfers Out	<u>87,667</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2011**

NOTE 18. BUDGETS

The Department did not maintain compliance with seven fund's budgeted amounts. The Department had a total final budget variance within the following funds:

<u>Fund</u>	<u>Category</u>	<u>Final Budget Expenditure Variance</u>
89000-PED	Personal Services & Employee Benefits	\$ 1,482,433
89000-PED	Contractual Services	4,847,787
89000-PED	Other	175,313,120
89000-DVR	Personal Services & Employee Benefits	93,812
89000-DVR	Other	1,736,376
51300	Other	314,154
56200	Other	<u>50,513</u>
	Total	<u>\$ 183,838,195</u>

The following Capital Project Funds have expired and are no longer budgeted therefore, a separate budget statement is not presented.

Fund	Laws
29100	Laws of 1995, CH 222 (GF, STB); CH 218 (STB)
38700	Laws of 1996 CH 4 (STB, GF)
46800	Laws of 1996 CH 2 (STB)
54000	Laws of 1998 CH 7 (STB)
54100	Laws of 1998 CH 118 (STB)
54200	Laws of 1998 CH 7 (STB)
54300	Laws of 1998 CH 118 (STB)
63600	Laws of 2001, CH 338; Laws of 2002, CH 93
66100	Laws of 1994 CH 148 (STB)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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NOTE 19. RESTATEMENT

In 2011, the Division of Vocational Rehabilitation (DVR) (a blended component unit) determined that it had overdrawn federal funds and recognized revenue for costs reimbursed by other programs. As a result of the error, an adjustment to the June 30, 2010 fund balance in Fund 50000, Vocational Rehabilitation Fund, was recorded to decrease fund balance by \$4,611,211 at June 30, 2010. In addition, DVR overstated accounts receivable in Fund 50100, Disability Determination Services Fund, by \$1,435,013 as of June 30, 2010. To correct this error, fund balance in this fund was decreased by \$1,453,013 at June 30, 2010. The impact on the previously reported change in fund balance for the year ended June 30, 2010 was a decrease of \$2.1 million and an increase of \$500,000, respectively. In relation to overdrafts, NMDVR recognizes the issues are stemming from collection of In-Direct Costs collections from the Disability Determination Services and smaller discretionary grants, as this was cited through the FY 2011 finalized RSA Financial Monitoring Report.

Also in 2011, the Department determined that revenue from the transfer of general fund appropriation had been recognized in prior years and are expired. As a result, a restatement to the June 30, 2010 fund balance for Fund 63400 Public School Capital Improvements was decreased by \$6,962,985. There was no impact on the change in prior year fund balance.

The impact on the previously reported entity wide net assets for the year ending June 30, 2011 is a decrease of \$13,009,209 and on the change in net assets for the year then ended was a decrease of \$1.6 million.

NOTE 20. GASB 54 GOVERNMENTAL FUND BALANCE

GASB Statement No. 54 clarifies the existing governmental fund type definitions and provides clearer fund balance classifications are based primarily upon the extent to which a government is bound to follow constraints on resources in governmental funds and includes the terms: nonspendable, restricted, committed, assigned, and unassigned. GASB Statement No. 54 was implemented in the current fiscal year. Details of the Department's fund balance classifications and policies are reflected in Note 1.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO FINANCIAL STATEMENTS
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NOTE 21. GOVERNMENTAL FUND BALANCES - RESTRICTED AND COMMITTED

The Department's fund balances represent: (1) Restricted Purposes which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; (2) Committed Purposes, which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the Legislative and Executive branches. A summary of the nature and purpose of these reserves by fund type at June 30, 2011, follows:

Fund/Program	Laws	Committed Purposes	Restricted Purposes
General Fund:			
PED General Fund	Administratively Created	\$ 3,046,250	-
DVR General Fund	Administratively Created	-	1,719,041
Total General Fund:		3,046,250	1,719,041
Capital Improvements Projects:			
Public School Capital Improvements	NMSA 22-25-10 1978	-	7,311,807
Public School Capital Outlay	NMSA 22-24-1 1978	2,366,693	-
Special Capital Outlay Severance Tax Bonds 2000	Law of 2000, Chapter 23, Section 16	-	37,097
Special Capital Outlay Severance Tax Bonds 2004	NMSA 7-27-12 1978	-	763,123
GF Capital Outlay	Administratively Created	442,519	-
Total Capital Improvements Projects		2,809,212	8,112,027
Special Revenue:			
Federal School Food Services Flowthrough	Title 7, Code of Federal Regulations Parts 210 and 245	-	1,663,097
Federal Department of Education Flowthrough	Title 34, Code of Federal Regulations	-	977,436
Federal Department of Education Administration	Administratively Created	-	2,581,016
Public School Support Flowthrough	NMSA 22-8-14 1978	4,927,225	-
DVR Recovery Act Funds	Administratively Created, restricted by grant agreements	-	1,999
Access to Telework	Restricted by grant agreements	-	194,785
Schools in need of improvement	NMSA 22-2-10C 1978	833,190	-
Ed Tech Deficiency Correction Fund	NMSA 22-15A-1 1978, NMSA 22-15A-8 1978, and NMSA 22-15A-11 1978	97,415	-
Family Youth	NMSA 22-2D-3	575,516	-
Charter School Stimulus	NMSA 22-10-4.1 1978	-	881,694
Pre Kindergarten	NMSA 22-8B-14 1978	-	10,564
Professional Development	GF Appropriation Laws of 2009, Ch 124 Section 4; HSD/PED agreement GSA #11-630-9000-0014	405,803	50,155
Incentive for School Improvement	NMSA 22-8-45 1978	245,339	-
Reading Materials	NMSA 22-2C-10 1978	48,169	-
Indian Education	NMSA 22-15-82 1978	155,564	-
Kindergarten Plus	NMSA 22-23A-8 1978; Contract #5-Save the Children	1,596,818	374,562
Instructional Materials Adoption	NMSA 22-20 1978	-	88,532
Education Technology	NMSA 22-15-8.1 1978	-	231,720
School Library	NMSA 22-15A-1 to 22-15A-10 1978	664,289	-
Public Building Energy Efficient Act	NMSA 22-15C-3 1978	125,106	-
Special Projects	NMSA 6-23-10 1978	-	47
Instructional Materials Flowthrough	48th Legislature, 1st Session, Ch 28 and amended by Senate Bill 165 of 2008	7,203,270	-
State Support Reserve	NMSA 22-15-1 to 22-15-25 1978	1,000,000	1,236,917
Transportation Emergency	NMSA 22-8-31 1978	4,025,204	-
	NMSA 28-8-29.6 1978	-	-
Total Fund Balance		21,902,908	8,292,524
		\$ 27,758,370	18,123,592

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 22. FUND BALANCE DEFICIT

A plan has been developed by the Department of Vocational Rehabilitation to relieve the fund balance deficit of \$962,122, by obtaining monthly certification by General Ledger staff of all account reconciliations by Fund. The monthly certification attests that all balance sheet, revenue and expenditure accounts have been reviewed by General Ledger staff and will be utilized to identify journal entry corrections to be presented to the General Ledger Manager for posting and review prior to DFA scheduled month end period closings. This is to couple with the additional request of a position in the General Ledger Reconciliation Unit. Prior to year end closing, General Ledger staff along with the General Ledger Manager and Chief Financial Officer are to review all month end certifications to ensure that all journal entries have been posted timely prior to the onset of the arrival of the year end auditors.

**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME II

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING BALANCE SHEET -
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	28000 Access to Telework Funds	00500 Schools in Need of Improvement	20160 Ed Tech Deficiency Correction Fund	33400 Family Youth	39700 Educator Certification	45800 Adult Basic Education	47000 Charter School Stimulus	51300 Pre- Kindergarten
ASSETS:								
Investment in State General Fund								
Investment Pool								
Federal grants receivable	\$ 743,170	\$ 833,117	\$ 97,415	\$ 524,823	\$ 983,436	\$ -	\$ 10,564	\$ 1,953,724
Bond proceeds receivable	-	-	-	-	-	-	-	-
Due from state general fund	-	-	-	-	-	-	-	-
Due from other state agencies	66	73	-	-	-	-	-	245
Due from local education authorities	-	-	-	21,189	-	-	-	-
Due from external miscellaneous parties	-	-	-	-	758	-	-	-
Due from State Board of Finance	-	-	-	29,504	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-
TOTAL ASSETS	743,236	833,190	97,415	575,516	984,194	-	10,564	1,953,969
LIABILITIES AND FUND BALANCES:								
LIABILITIES:								
Accounts payable	3,182	-	-	-	72,485	-	-	1,047,093
Accrued payroll and taxes	69	-	-	-	29,415	-	-	37,805
Investment in State General Fund	-	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	-	-	-
Due to State General Fund	-	-	-	-	-	-	-	-
Due to other state agencies	-	-	-	-	600	-	-	-
Due to federal government	-	-	-	-	-	-	-	-
Due to local education authorities	-	-	-	-	-	-	-	-
Deferred revenue	545,200	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	25,449
Other liabilities	-	-	-	-	-	-	-	387,664
TOTAL LIABILITIES	548,451	-	-	-	102,500	-	-	1,498,011
FUND BALANCES:								
Nonspendable:								
Prepaid postage	-	-	-	-	-	-	-	-
Restricted, Education	194,785	-	-	-	881,694	-	10,564	50,155
Committed, Education	-	833,190	97,415	575,516	-	-	-	405,803
Assigned, Education	-	-	-	-	-	-	-	-
Unassigned, Education	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICIT)	194,785	833,190	97,415	575,516	881,694	-	10,564	455,958
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	\$ 743,236	\$ 833,190	\$ 97,415	\$ 575,516	\$ 984,194	\$ -	\$ 10,564	\$ 1,953,969

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING BALANCE SHEET -
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	56200 Professional Development	56800 Incentive for School Improvement	58600 Reading Materials	63300 Indian Education Act	63900 Kindergarten Plus	66000 Instructional Materials Adoption	66200 Education Technology	66900 School Library	67400 Vocational Education Flowthrough	72500 Public Building Energy Efficiency Act
Investment in State General Fund										
Investment Pool										
Federal grants receivable										
Bond proceeds receivable										
Due from state general fund										
Due from other state agencies		17,204				34				
Due from local education authorities										
Due from external miscellaneous parties	50,532									20
Due from State Board of Finance										
Due from other funds										516,471
Prepaid expenses										
TOTAL ASSETS	249,003	68,812	155,564	2,816,186	88,532	368,707	664,289	125,106	3,164,634	134
LIABILITIES AND FUND BALANCES:										
LIABILITIES:										
Accounts payable		20,643		844,544		136,987			1,409,576	
Accrued payroll and taxes										
Investment in State General Fund										
Investment Pool - overdraft										
Due to State General Fund	3,664								180,648	87
Due to other state agencies				200						
Due to federal government										
Due to local education authorities									1,552,832	
Deferred revenue				62						
Due to other funds										
Other liabilities										
TOTAL LIABILITIES	3,664	20,643		844,806		136,987			21,578	87
FUND BALANCES:										
Nonspendable:										
Prepaid postage										
Restricted, Education				374,562	88,532	231,720				47
Committed, Education	245,339	48,169	155,564	1,596,818			664,289	125,106		
Assigned, Education										
Unassigned, Education										
TOTAL FUND BALANCES (DEFICIT)	245,339	48,169	155,564	1,971,380	88,532	231,720	664,289	125,106	-	47
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	\$ 249,003	\$ 68,812	\$ 155,564	\$ 2,816,186	\$ 88,532	\$ 368,707	\$ 664,289	\$ 125,106	\$ 3,164,634	\$ 134

See Report of Independent Auditors and Note:

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING BALANCE SHEET -
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	79000 Special Projects	86000 Instructional Materials Flow Through	85600 Instructional Materials Flowthrough	85700 State Support Reserve	88900 Transportation Emergency	10550 Special Capital Outlay - New School Development Fund	63500 Public School Capital Outlay
ASSETS:							
Investment in State General Fund							
Investment Pool							
Federal grants receivable	\$ 10,263,856	\$ -	\$ 3,526,934	\$ 1,000,000	\$ 4,025,604	\$ -	\$ 2,354,593
Bond proceeds receivable	-	-	-	-	-	-	-
Due from state general fund	406,653	-	-	-	-	-	-
Due from other state agencies	-	-	-	-	-	16,668	-
Due from local education authorities	39,255	-	-	-	-	-	-
Due from external miscellaneous parties	70,034	-	-	-	-	-	12,100
Due from State Board of Finance	-	-	-	-	-	-	-
Due from other funds	143,307	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
TOTAL ASSETS	10,923,105	-	3,526,934	1,000,000	4,025,604	16,668	2,366,693
LIABILITIES AND FUND BALANCES:							
LIABILITIES:							
Accounts payable	2,486,335	-	2,290,017	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-	-	-
Investment in State General Fund	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	16,668	-
Due to State General Fund	944,061	-	-	-	-	-	-
Due to other state agencies	257,904	-	-	-	-	-	-
Due to federal government	-	-	-	-	-	-	-
Due to local education authorities	-	-	-	-	400	-	-
Deferred revenue	-	-	-	-	-	-	-
Due to other funds	31,535	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
TOTAL LIABILITIES	3,719,835	-	2,290,017	-	400	16,668	-
FUND BALANCES:							
Nonspendable:							
Prepaid postage	-	-	-	-	-	-	-
Restricted, Education	-	-	1,236,917	-	-	-	-
Committed, Education	7,203,270	-	-	1,000,000	4,025,204	-	2,366,693
Assigned, Education	-	-	-	-	-	-	-
Unassigned, Education	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICIT)	7,203,270	-	1,236,917	1,000,000	4,025,204	-	2,366,693
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	\$ 10,923,105	\$ -	\$ 3,526,934	\$ 1,000,000	\$ 4,025,604	\$ 16,668	\$ 2,366,693

See Report of Independent Auditors and Notes:

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING BALANCE SHEET -
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	66100 Special Capital Outlay Severance Tax Bonds 1994	81300 Special Capital Outlay Severance Tax Bonds 2000	81600 Special Capital Outlay Severance Tax Bonds 2004	89200 STB Capital Outlay	93100 GF Capital Outlay	Total
ASSETS:						
Investment in State General Fund						
Investment Pool						
Federal grants receivable	\$ -	\$ -	\$ 310,172	\$ -	\$ 442,519	\$ 31,538,490
Bond proceeds receivable	-	-	-	-	-	2,648,143
Due from state general fund	-	-	-	-	-	406,653
Due from other state agencies	-	-	1,413,785	3,787,335	-	5,235,410
Due from local education authorities	-	244,072	-	-	-	367,148
Due from external miscellaneous parties	-	-	26,118	-	-	96,930
Due from State Board of Finance	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	689,282
Prepaid expenses	-	-	-	-	-	-
TOTAL ASSETS	-	244,072	1,750,075	3,787,335	442,519	40,982,056
LIABILITIES AND FUND BALANCES:						
LIABILITIES:						
Accounts payable	-	-	944,513	1,427,466	-	\$ 10,682,841
Accrued payroll and taxes	-	-	-	-	-	67,289
Investment in State General Fund	-	-	-	-	-	-
Investment Pool - overdraft	-	206,975	-	2,359,869	-	2,764,160
Due to State General Fund	-	-	-	-	-	947,812
Due to other state agencies	-	-	42,439	-	-	301,143
Due to federal government	-	-	-	-	-	1,552,832
Due to local education authorities	-	-	-	-	-	462
Deferred revenue	-	-	-	-	-	545,200
Due to other funds	-	-	-	-	-	56,984
Other liabilities	-	-	-	-	-	409,242
TOTAL LIABILITIES	-	206,975	986,952	3,787,335	-	17,327,965
FUND BALANCES:						
Nonspendable:						
Prepaid postage	-	-	-	-	-	-
Restricted, Education	-	37,097	763,123	-	-	\$ 3,869,196
Committed, Education	-	-	-	-	442,519	19,784,895
Assigned, Education	-	-	-	-	-	-
Unassigned, Education	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICIT)	-	37,097	763,123	-	442,519	23,654,091
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	\$ -	\$ 244,072	\$ 1,750,075	\$ 3,787,335	\$ 442,519	\$ 40,982,056

See Report of Independent Auditors and Note:

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	28000 Access-to- Telework Funds	00500 Schools in Need of Improvement	20160 Ed Tech Deficiency Correction Fund	33400 Family Youth Fund	39700 Educator Certification Fund	45800 Adult Basic Education	47000 Charter School Stimulus
Revenues							
Federal grants	35,570	-	-	-	-	-	-
Other revenue	1,540	1,665	-	252,555	1,624,604	-	13,839
TOTAL REVENUES	<u>37,110</u>	<u>1,665</u>	<u>-</u>	<u>252,555</u>	<u>1,624,604</u>	<u>-</u>	<u>13,839</u>
EXPENDITURES:							
Current:							
Education	-	25,710	-	-	1,015,478	-	13,628
Health and Welfare	38,233	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>38,233</u>	<u>25,710</u>	<u>-</u>	<u>-</u>	<u>1,015,478</u>	<u>-</u>	<u>13,628</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,123)</u>	<u>(24,045)</u>	<u>-</u>	<u>252,555</u>	<u>609,126</u>	<u>-</u>	<u>211</u>
OTHER FINANCING SOURCES (USES):							
Transfers in - State General Fund appropriations	-	-	-	-	-	-	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-	-
Transfers in:							
Interfund	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Transfers out:							
Reversions	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(1,123)</u>	<u>(24,045)</u>	<u>-</u>	<u>252,555</u>	<u>609,126</u>	<u>-</u>	<u>211</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>195,908</u>	<u>857,235</u>	<u>97,415</u>	<u>322,961</u>	<u>272,568</u>	<u>-</u>	<u>10,353</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 194,785</u>	<u>833,190</u>	<u>97,415</u>	<u>575,516</u>	<u>881,694</u>	<u>-</u>	<u>10,564</u>

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	51300 Pre - Kindergarten Funds	56200 Professional Development	56800 Incentive for school Improvements	58600 Reading Materials Fund	63300 Indian Education Act	63900 Kindergarten Plus Fund
Revenues						
Federal grants	624,999	-	-	-	-	-
Other revenue	8,003	76,875	149	-	442,691	153
TOTAL REVENUES	633,002	76,875	149	-	442,691	153
EXPENDITURES:						
Current:						
Education	7,848,822	50,513	49,778	-	3,359,690	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
TOTAL EXPENDITURES	7,848,822	50,513	49,778	-	3,359,690	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,215,820)	26,362	(49,629)	-	(2,916,999)	153
OTHER FINANCING SOURCES (USES):						
Transfers in - State General Fund appropriations	5,292,600	-	-	-	1,924,600	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-
Transfers in:						
Interfund	-	-	-	-	-	-
Other	-	-	-	-	-	-
Transfers out:						
Reversions	-	-	-	-	-	-
Interfund	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	5,292,600	-	-	-	1,924,600	-
NET CHANGE IN FUND BALANCE	(1,923,220)	26,362	(49,629)	-	(992,399)	153
FUND BALANCE (DEFICIT), BEGINNING	2,379,178	218,977	97,798	155,564	2,963,779	88,379
FUND BALANCE (DEFICIT), ENDING	455,958	245,339	48,169	155,564	1,971,380	88,532

See Report of Independent Auditors and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	66000 Instructional Materials Adoption	66200 Education Technology Fund	66900 Library Fund	School Fund	67400 Vocational Education Flowthrough	72500 Public Building Energy Efficiency Act	79000 Special Projects Fund
Revenues							
Federal grants	-	-	-	-	8,050,514	-	118,500
Other revenue	160,623	142	472	472	120,187	-	80,271
TOTAL REVENUES	160,623	142	472	472	8,170,701	-	198,771
EXPENDITURES:							
Current:							
Education	178,623	7,932	-	-	8,529,494	303,613	17,134,522
Health and Welfare	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
TOTAL EXPENDITURES	178,623	7,932	-	-	8,529,494	303,613	17,134,522
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(18,000)	(7,790)	472	472	(358,793)	(303,613)	(16,935,751)
OTHER FINANCING SOURCES (USES):							
Transfers in - State General Fund appropriations	-	-	-	-	-	303,700	17,802,400
Appropriations funded with State severance proceeds	-	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-	-
Transfers in:							
Interfund	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Transfers out:							
Reversions	-	-	-	-	-	(87)	(944,061)
Interfund	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	303,613	16,858,339
NET CHANGE IN FUND BALANCE	(18,000)	(7,790)	472	472	(358,793)	-	(77,412)
FUND BALANCE (DEFICIT), BEGINNING	249,720	672,079	124,634	124,634	358,793	47	7,280,682
FUND BALANCE (DEFICIT), ENDING	231,720	664,289	125,106	125,106	-	47	7,203,270

See Report of Independent Auditors and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	86000 Instructional Materials Flow Through	85600 Instructional Materials Flowthrough	85700 State Support Reserve	88900 Transportation Emergency Fund	10550 Capital Outlay New School Development Fund	63500 Public School Capital Improvements
Revenues						
Federal grants	-	-	-	-	-	-
Other revenue	-	29,276	-	191,796	-	-
TOTAL REVENUES	-	29,276	-	191,796	-	-
EXPENDITURES:						
Current:						
Education	-	14,380,995	-	-	423,766	7,711
Health and Welfare	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
TOTAL EXPENDITURES	-	14,380,995	-	-	423,766	7,711
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(14,351,719)	-	191,796	(423,766)	(7,711)
OTHER FINANCING SOURCES (USES):						
Transfers in - State General Fund appropriations	-	15,092,800	-	3,556,993	-	-
Appropriations funded with State severance proceeds	-	-	-	-	423,766	7,711
Other State funds	-	-	-	-	-	-
Transfers in:						
Interfund	-	-	-	-	-	-
Other	-	-	-	-	-	-
Transfers out:						
Reversions	-	(489,700)	-	-	-	-
Interfund	-	-	-	-	-	-
Other	-	(183,569)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	14,419,531	-	3,556,993	423,766	7,711
NET CHANGE IN FUND BALANCE	-	67,812	-	3,748,789	-	-
FUND BALANCE (DEFICIT), BEGINNING	-	1,169,105	1,000,000	276,415	-	2,366,693
FUND BALANCE (DEFICIT), ENDING	-	1,236,917	1,000,000	4,025,204	-	2,366,693

See Report of Independent Auditors and Notes to Financials

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON MAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2011

	66100 Special Capital Outlay 1994	81300 Special Capital Outlay 2000	81600 Special Capital Outlay 2004	89200 STB Capital Outlay	93100 GF Capital Outlay
Revenues					
Federal grants	-	-	-	-	-
Other revenue	-	-	24,158	-	14,098
TOTAL REVENUES	-	-	24,158	-	14,098
EXPENDITURES:					
Current:					
Education	-	-	7,249,917	5,050,710	-
Health and Welfare	-	-	-	-	-
Capital Outlay	-	-	-	-	-
TOTAL EXPENDITURES	-	-	7,249,917	5,050,710	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(7,225,759)	(5,050,710)	14,098
OTHER FINANCING SOURCES (USES):					
Transfers in - State General Fund appropriations	-	-	-	-	-
Appropriations funded with State severance proceeds	-	12,645	6,970,197	5,050,710	-
Other State funds	-	-	-	-	-
Transfers in:					
Interfund	-	-	-	-	-
Other	-	-	-	-	428,421
Transfers out:					
Reversions	-	-	-	-	-
Interfund	-	-	-	-	-
Other	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	12,645	6,970,197	5,050,710	428,421
NET CHANGE IN FUND BALANCE	-	12,645	(255,562)	-	442,519
FUND BALANCE (DEFICIT), BEGINNING	-	24,452	1,018,685	-	-
FUND BALANCE (DEFICIT), ENDING	-	37,097	763,123	-	442,519

See Report of Independent Auditors and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011

	<u>Total</u>
Revenues	
Federal grants	8,829,583
Other revenue	3,043,097
TOTAL REVENUES	<u>11,872,680</u>
EXPENDITURES:	
Current:	
Education	65,630,902
Health and Welfare	38,233
Capital Outlay	-
TOTAL EXPENDITURES	<u>65,669,135</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(53,796,455)</u>
OTHER FINANCING SOURCES (USES):	
Transfers in - State General Fund appropriations	43,973,093
Appropriations funded with State severance proceeds	12,465,029
Other State funds	-
Transfers in:	
Interfund	-
Other	428,421
Transfers out:	
Reversions	(1,433,848)
Interfund	-
Other	(183,569)
TOTAL OTHER FINANCING SOURCES (USES)	<u>55,249,126</u>
NET CHANGE IN FUND BALANCE	1,452,671
FUND BALANCE (DEFICIT), BEGINNING	<u>22,201,420</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 23,654,091</u>

See Report of Independent Auditors and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - MAJOR GOVERNMENTAL FUNDS
FUND 634-CAPITAL IMPROVEMENTS
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	12,454,265	12,454,265	12,454,265	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 12,454,265	12,454,265	12,454,265	-
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	12,105,443	12,105,443	12,105,443	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 12,105,443	12,105,443	12,105,443	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ 348,822	348,822	348,822	-
CASH BALANCE CARRYFORWARD	348,822	348,822		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ 348,822	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - MAJOR GOVERNMENTAL FUNDS
FUND 818 SPECIAL CAPITAL OUTLAY
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	5,178,919	5,178,919	5,178,919	-
Other state funds	-	-	3,110,223	3,110,223
Federal grants	-	-	2,573	2,573
Other financing sources	-	-	36,400	36,400
Bond proceeds	-	-	-	-
Reversion	-	-	(488,776)	(488,776)
TOTAL REVENUES	\$ 5,178,919	5,178,919	7,839,339	2,660,420
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	8,402,198	8,402,198	8,402,198	-
Other financing uses	53,250	53,250	53,250	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 8,455,448	8,455,448	8,455,448	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ (3,276,529)	(3,276,529)	(616,109)	-
CASH BALANCE CARRYFORWARD	(3,276,529)	(3,276,529)		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ (616,109)	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
GOVERNMENTAL FUNDS
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	28000 - ACCESS-TO-TELEWORK FUNDS			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	\$ 35,570	\$ 35,570
State General Funds	-	-	-	-
Other State Funds	-	-	1,540	1,540
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	83,000	-	(83,000)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	83,000	37,110	(45,890)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	17,100	17,100	8,088	9,012
Contractual Services	33,100	33,100	21,366	11,734
Other	32,800	32,800	8,779	24,021
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	83,000	83,000	38,233	44,767
TOTAL EXPENDITURES	83,000	83,000	38,233	44,767
NET CHANGE IN FUND BALANCE			<u>\$ (1,123)</u>	

See Independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	00500 - Schools in Need of Improvement Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	1,665	1,665
Internal Service Fund/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	25,710	-	(25,710)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	25,710	1,665	(24,045)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	25,710	25,710	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	25,710	25,710	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	25,710	25,710	-
NET CHANGE IN FUND BALANCE			<u>\$ (24,045)</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	20160 - Ed Tech Deficiency Correction Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	-	-
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			\$ -	

See Independent Auditors' Report and Notes to the Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	33400 - Family Youth			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	252,555	252,555
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	252,555	252,555
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			<u>\$ 252,555</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	39700 - Educator Certification Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	1,292,300	-	-	-
Other State Funds	-	1,292,300	1,624,604	332,304
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	270,711	-	(270,711)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	1,292,300	1,563,011	1,624,604	61,593
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	576,900	668,170	597,327	1,265,497
Contractual Services	316,200	421,000	230,076	651,076
Other	399,200	473,841	188,075	661,916
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	1,292,300	1,563,011	1,015,478	(547,533)
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	1,292,300	1,563,011	1,015,478	(547,533)
NET CHANGE IN FUND BALANCE			\$ 609,126	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	45800 - Adult Basic Education			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	-	-
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	47000 - Charter School Stimulus			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	13,839	13,839	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	10,353	-	(10,353)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	24,192	13,839	(10,353)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	24,192	13,628	37,820
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	24,192	13,628	(10,564)
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	24,192	13,628	(10,564)
NET CHANGE IN FUND BALANCE			<u>\$ 211</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	51300 - Pre-Kindergarten Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ 625,000	624,999	\$ (1)
State General Funds	5,470,100	5,292,600	5,292,600	-
Other State Funds	-	-	8,003	8,003
Internal Service Funds/ Inter-Agency Transfers	- 1,500,000	- -	- -	- -
Budgeted Fund Balance	1,000,000	1,783,239		(1,783,239)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	7,970,100	7,700,839	5,925,602	(1,775,237)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	219,400	219,400	206,630	12,770
Contractual Services	7,706,800	7,124,440	6,971,039	153,401
Other	43,900	356,999	671,153	(314,154)
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	7,970,100	7,700,839	7,848,822	147,983
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	7,970,100	7,700,839	7,848,822	147,983
NET CHANGE IN FUND BALANCE			\$ (1,923,220)	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	56200 - Professional Development			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	76,875	(76,875)
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	76,875	76,875
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	50,513	(50,513)
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	50,513	50,513
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	50,513	50,513
NET CHANGE IN FUND BALANCE			<u>\$ 26,362</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	56800 - Incentive for School Improvements			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	149	149
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	80,521	-	(80,521)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	80,521	149	(80,372)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	80,521	49,778	30,743
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	80,521	49,778	30,743
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	80,521	49,778	30,743
NET CHANGE IN FUND BALANCE			<u>\$ (49,629)</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	58600 - Reading Materials Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	-	-
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			\$ -	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	63300 - Indian Education Act			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	1,989,100	1,924,600	1,924,600	-
Other State Funds	-	400,000	442,691	42,691
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	2,241,500	-	(2,241,500)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	1,989,100	4,566,100	2,367,291	(2,198,809)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	321,700	321,700	306,782	628,482
Contractual Services	1,489,100	3,728,500	2,593,266	6,321,766
Other	178,300	515,900	459,642	975,542
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	1,989,100	4,566,100	3,359,690	7,925,790
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	1,989,100	4,566,100	3,359,690	7,925,790
NET CHANGE IN FUND BALANCE			\$ (992,399)	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	63900 - Kindergarten Plus			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	153	153
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	153	153
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			<u>\$ 153</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	66000 - Instructional Materials Adoption			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	160,623	160,623
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	200,000	-	(200,000)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	200,000	160,623	(39,377)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	170,000	162,651	7,349
Other	-	30,000	15,972	14,028
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	200,000	178,623	21,377
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	200,000	178,623	21,377
NET CHANGE IN FUND BALANCE			<u>\$ (18,000)</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	66200 - Education Technology Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	142	142
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	79,719	-	(79,719)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	79,719	142	(79,577)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	79,719	7,932	71,787
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	79,719	7,932	71,787
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	79,719	7,932	71,787
NET CHANGE IN FUND BALANCE			<u>\$ (7,790)</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	66900 - School Library Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	472	472
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	472	472
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			<u>\$ 472</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	67400 - Vocational Education Flowthrough			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ 11,500,000	\$ 11,500,000	8,050,514	\$ (3,449,486)
State General Funds	-	-	-	-
Other State Funds	-	-	120,187	120,187
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	11,500,000	11,500,000	8,170,701	(3,329,299)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	11,500,000	11,500,000	8,529,494	2,970,506
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	11,500,000	11,500,000	8,529,494	2,970,506
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	11,500,000	11,500,000	8,529,494	2,970,506
NET CHANGE IN FUND BALANCE			<u>\$ (358,793)</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	72500 - Public Building Energy Efficiency Act			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	303,700	303,700	303,700	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	303,700	303,700	303,700	-
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	303,700	303,700	303,613	87
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	87	87
Total Education	303,700	303,700	303,700	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	303,700	303,700	303,700	-
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	79000 - Special Fund Project			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ 49,984	118,500	\$ 68,516
State General Funds	22,198,300	21,821,596	17,802,400	(4,019,196)
Other State Funds	-	-	80,271	80,271
Internal Service Funds/ Inter-Agency Transfers	- 250,000	- -	- -	- -
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	22,448,300	21,871,580	18,001,171	(3,870,409)
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	397,200	365,632	317,504	48,128
Contractual Services	7,412,200	1,810,084	1,296,707	513,377
Other	14,638,900	19,695,864	15,520,311	4,175,553
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	944,061	(944,061)
Total Education	22,448,300	21,871,580	18,078,583	(3,792,997)
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	22,448,300	21,871,580	18,078,583	(3,792,997)
NET CHANGE IN FUND BALANCE			\$ (77,412)	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	85600 - Instructional Materials Flowthrough			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	15,092,800	14,603,100	15,092,800	489,700
Other State Funds	-	-	29,276	29,276
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	325,084	-	(325,084)
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	15,092,800	14,928,184	15,122,076	193,892
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	15,092,800	14,744,615	14,380,995	363,620
Other Financing Uses	-	183,569	183,569	-
Non - Budgeted (Reversions)	-	-	489,700	(489,700)
Total Education	15,092,800	14,928,184	15,054,264	126,080
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	15,092,800	14,928,184	15,054,264	126,080
NET CHANGE IN FUND BALANCE			\$ 67,812	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	85700 - State support Reserve			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	-	-
EXPENDITURES:				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			\$ -	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SPECIAL REVENUE FUNDS - NON MAJOR
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (MODIFIED ACCRUAL BASIS)
Year Ended June 30, 2011

	88900 - Transportation Emergency Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
REVENUES:				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	3,556,993	3,556,993
Other State Funds	-	-	191,796	191,796
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
TOTAL REVENUES AND BUDGETED FROM FUND BALANCE	-	-	3,748,789	3,748,789
EXPENDITURES:				
Education:	-	-	-	-
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:	-	-	-	-
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-
NET CHANGE IN FUND BALANCE			<u>\$ 3,748,789</u>	

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 10550 CAPITAL OUTLAY NEW SCHOOL DEVELOPMENT FUND
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	407,098	407,098	407,098	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 407,098	407,098	407,098	-
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	423,766	423,766	423,766	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 423,766	423,766	423,766	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ (16,668)	(16,668)	(16,668)	-
CASH BALANCE CARRYFORWARD	(16,668)	(16,668)		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ (16,668)	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 635 PUBLIC SCHOOL CAPITAL IMPROVEMENTS
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	7,711	7,711	7,711	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 7,711	7,711	7,711	-
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	7,711	7,711	7,711	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 7,711	7,711	7,711	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ -	-	-	-
CASH BALANCE CARRYFORWARD	-	-		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 813 SPECIAL CAPITAL OUTLAY 2000
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	12,645	12,645	12,645	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 12,645	12,645	12,645	-
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	-	-	-	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ -	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ 12,645	12,645	12,645	-
CASH BALANCE CARRYFORWARD	12,645	12,645		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ 12,645	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 816 SPECIAL CAPITAL OUTLAY 2004
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	24,158	24,158
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	6,970,197	6,970,197	6,970,197	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 6,970,197	6,970,197	6,994,355	24,158
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	7,249,917	7,249,917	7,249,917	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 7,249,917	7,249,917	7,249,917	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ (279,720)	(279,720)	(255,562)	-
CASH BALANCE CARRYFORWARD	(279,720)	(279,720)		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ (255,562)	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 892 STB CAPITAL OUTLAY
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	5,050,710	5,050,710	5,050,710	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ 5,050,710	5,050,710	5,050,710	-
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	5,050,710	5,050,710	5,050,710	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ 5,050,710	5,050,710	5,050,710	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ -	-	-	-
CASH BALANCE CARRYFORWARD	-	-		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS
FUND 931 GF CAPITAL OUTLAY
As of June 30, 2011

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	14,098	14,098
Federal grants	-	-	-	-
Other financing sources	-	-	428,421	428,421
Bond proceeds	-	-	-	-
Reversion	-	-	-	-
TOTAL REVENUES	\$ -	-	442,519	442,519
EXPENDITURES - current:				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	-	-	-	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
TOTAL EXPENDITURES	\$ -	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)	\$ -	-	442,519	-
CASH BALANCE CARRYFORWARD	-	-		
	\$ -	-		
EXCESS REVENUE OVER EXPENSE			\$ 442,519	

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO TRUST FUNDS AND AGENCY FUNDS
Year Ended June 30, 2011**

Trust Funds

Private-Purpose Trust Funds are used to report arrangements under which principal or interest benefits specific individuals, private organizations or other government - but not the reporting government.

Eva Lou Kelly Scholarship Fund - The Eva Lou Kelly Scholarship fund accounts for assets held in trust for the continuation of "deserving boys and girls". (SHARE Fund 61600)

Tutor-Scholars Program Fund - The Tutor-Scholars Program fund accounts for donations, primarily corporate, to fund scholarships for academically successful students who tutor at-risk high school students. Tutor-scholars may receive scholarships up to \$3,000 per year for use at any public or private post-secondary school in New Mexico. (SHARE Fund 99300)

Agency Funds

Agency Funds are used to account for assets held on behalf of individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations.

Driver Safety Fees - The Driver Safety Fee fund is used to accumulate the driver safety fee in the amount of \$3 for each driver's license or duplicate driver's license issued. The fees are distributed through the State Equalization Guarantee distribution to each school district for the purpose of providing defensive driving instruction (NMSA 1978, Section 66-5-44). (SHARE Fund 57300)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF ASSETS -
FIDUCIARY FUNDS
As of June 30, 2010

	Private-Purpose Trusts		
	61600 Eva Lou Kelly Scholarship	99300 Tutor-Scholars Program	Total
ASSETS:			
Cash	\$ 39,159	\$ 4,876	\$ 44,035
Certificate of deposit	20,000	-	\$ 20,000
Due from other state agencies	3	-	\$ 3
TOTAL ASSETS	<u>59,162</u>	<u>4,876</u>	<u>64,038</u>
LIABILITIES:			
Due to external parties	-	-	-
Deposits held for local education agencies	-	-	-
TOTAL LIABILITIES	-	-	-
NET ASSETS:			
Reserve for scholarship	<u>59,162</u>	<u>4,876</u>	<u>64,038</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 59,162</u>	<u>\$ 4,876</u>	<u>\$ 64,038</u>

See independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF CHANGES IN NET ASSETS -
FIDUCIARY FUNDS
As of June 30, 2010

	Private-Purpose Trusts		
	61600 Eva Lou Kelly Scholarship	99300 Tutor-Scholars Program	Total
ADDITIONS:			
Interest	\$ 838	\$ -	\$ 838
TOTAL ADDITIONS	838	-	838
DEDUCTIONS:			
Scholarship expenses	-	-	-
TOTAL DEDUCTIONS	-	-	-
CHANGES IN NET ASSETS	838	-	838
NET ASSETS, BEGINNING	58,324	4,876	63,200
NET ASSETS, ENDING	\$ 59,162	\$ 4,876	\$ 64,038

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF NET ASSETS
PUBLIC EDUCATION DEPARTMENT
As of June 30, 2011

	Governmental Activities
ASSETS	
CURRENT ASSETS:	
Investment in State General Fund Investment Pool	\$ 64,176,147
Due from other governments	156,664,322
Due from external parties	522,981
Advances to local education authorities	161,665
Prepaid expenses	593
Other assets	-
TOTAL CURRENT ASSETS	<u>221,525,708</u>
NON-CURRENT ASSETS:	
Capital assets	4,343,249
Less: accumulated depreciation	<u>(3,838,590)</u>
TOTAL NON-CURRENT ASSETS	<u>504,659</u>
TOTAL ASSETS	<u><u>222,030,367</u></u>
CURRENT LIABILITIES:	
Accounts payable	97,646,810
Accrued payroll and taxes	722,428
Deferred revenue	1,626,168
Investment in State General Fund Investment Pool - Overdraft	65,654,847
Due to other governments	18,798,549
Due to local education authorities	73,159
Compensated absences - due within one year	<u>835,114</u>
TOTAL CURRENT LIABILITIES	<u>185,357,075</u>
TOTAL LIABILITIES	185,357,075
NET ASSETS:	
Invested in capital assets	504,659
Restricted	9,246,783
Unrestricted	<u>26,921,848</u>
TOTAL NET ASSETS	<u><u>\$ 36,673,290</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF NET ASSETS
DIVISION OF VOCATIONAL REHABILITATION
DISABILITY DETERMINATION SERVICES
As of June 30, 2011

	Governmental Activities
ASSETS	
CURRENT ASSETS:	
Investment in State General Fund Investment Pool	\$ 9,248,564
Due from other governments	3,256,219
Due from external parties	-
Advances to local education authorities	762
Prepaid expenses	-
Other assets	-
TOTAL CURRENT ASSETS	<u>12,505,545</u>
NON-CURRENT ASSETS:	
Capital assets	1,799,000
Less: accumulated depreciation	<u>(1,751,845)</u>
TOTAL NON-CURRENT ASSETS	<u>47,155</u>
TOTAL ASSETS	<u><u>12,552,700</u></u>
CURRENT LIABILITIES:	
Accounts payable	1,713,336
Accrued payroll and taxes	500,757
Deferred revenue	8,052,636
Investment in State General Fund Investment Pool - Overdraft	1,284,979
Due to other governments	135
Due to local education authorities	-
Compensated absences - due within one year	<u>828,496</u>
TOTAL CURRENT LIABILITIES	<u>12,380,339</u>
TOTAL LIABILITIES	12,380,339
NET ASSETS:	
Invested in capital assets	47,155
Restricted	1,913,825
Unrestricted	<u>(1,788,619)</u>
TOTAL NET ASSETS	<u><u>\$ 172,361</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF ACTIVITIES
PUBLIC EDUCATION DEPARTMENT
Year Ended June 30, 2011

	<u>Program Revenues</u>				Net (Expenses) Revenues and Changes in Net Assets
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
GOVERNMENTAL ACTIVITIES					
Education	\$ 2,939,790,634	\$ 166,219	555,748,453	475,000	(2,383,400,962)
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 2,939,790,634</u>	<u>166,219</u>	<u>555,748,453</u>	<u>475,000</u>	<u>(2,383,400,962)</u>
GENERAL REVENUES:					
TRANSFERS:					
State appropriations					2,350,931,819
Bond proceeds appropriations					24,919,294
Other state funds					-
Transfers in - other					31,167,755
Transfers out - other					(236,819)
State general fund reversions - FY10					<u>(13,501,783)</u>
TOTAL GENERAL REVENUES AND TRANSFERS					<u>2,393,280,266</u>
CHANGE IN NET ASSETS					9,879,304
Fund balance (deficit), June 30, 2010 as previously reported					33,756,971
Adjustments to fund balance					<u>(6,962,985)</u>
Fund balance (deficit), June 30, 2011 as restated					26,793,986
NET ASSETS, ENDING					<u>\$ 36,673,290</u>

See independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
STATEMENT OF ACTIVITIES
DIVISION OF VOCATIONAL REHABILITATION
DISABILITY DETERMINATION SERVICES
Year Ended June 30, 2011

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	
GOVERNMENTAL ACTIVITIES				
Health and welfare	\$ 37,165,075	\$ -	\$ 31,888,571	\$ -
TOTAL GOVERNMENTAL ACTIVITIES	<u>37,165,075</u>	<u>-</u>	<u>31,888,571</u>	<u>-</u>
GENERAL REVENUES:				
TRANSFERS:				
State appropriations				5,508,312
Bond proceeds appropriations				-
Other state funds				-
Transfers in - other				467,631
Transfers out - other				-
State general fund reversions - FY 10				<u>(87,667)</u>
TOTAL TRANSFERS				<u>5,888,276</u>
CHANGE IN NET ASSETS				611,772
Fund balance (deficit), June 30, 2010 as previously reported				5,606,813
Adjustments to fund balance				<u>(6,046,224)</u>
Fund balance (deficit), June 30, 2011 as restated				(439,411)
NET ASSETS, ENDING				<u>\$ 172,361</u>

See independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING BALANCE SHEET -
NON MAJOR GOVERNMENTAL FUNDS
DIVISION OF VOCATIONAL REHABILITATION
DISABILITY DETERMINATION SERVICES
Year Ended June 30, 2011

	General Fund				Total	50100 Disability Determination Services	89000 DVR Recovery Act Funds	28000 Access to Telework Funds
	50000 Division of Vocational Rehabilitation	51900 Division of Vocational Rehabilitation						
ASSETS:								
Investment in State General Fund								
Investment Pool	\$ 8,490,108	\$ 15,286	\$ 8,505,394					743,170
Federal grants receivable	1,670,944	-	1,670,944	1,139,925		337,543		-
Bond proceeds receivable	-	-	-	-		-		-
Due from state general fund	109,908	-	109,908	2,746		-		66
Due from other state agencies	-	-	-	-		-		-
Due from local education authorities	763	-	763	-		-		-
Due from external miscellaneous parties	-	-	-	-		-		-
Due from State Board of Finance	2,128	-	2,128	-		-		-
Due from other funds	-	-	-	-		-		-
Prepaid expenses	-	-	-	-		-		-
TOTAL ASSETS	10,273,851	15,286	10,289,137	1,142,671		337,543		743,236
LIABILITIES AND FUND BALANCES:								
LIABILITIES:								
Accounts payable	731,185	-	731,185	833,249		145,720		3,182
Accrued payroll and taxes	326,562	-	326,562	172,245		1,881		69
Investment in State General Fund	-	-	-	-		-		-
Investment Pool - overdraft	-	-	-	1,099,164		185,815		-
Due to State General Fund	4,913	-	4,913	-		-		-
Due to other state agencies	-	-	-	-		-		-
Due to federal government	-	-	-	-		-		-
Due to local education authorities	-	-	-	-		-		-
Deferred revenue	7,507,436	-	7,507,436	-		-		545,200
Due to other funds	-	-	-	-		2,128		-
Other liabilities	-	-	-	135		-		-
TOTAL LIABILITIES	8,570,096	-	8,570,096	2,104,793		335,544		548,451
FUND BALANCES:								
Nonspendable:								
Prepaid postage	-	-	-	-		-		-
Restricted, Education	1,703,755	15,286	1,719,041	-		-		194,785
Committed, Education	-	-	-	-		-		-
Assigned, Education	-	-	-	-		-		-
Unassigned, Education	-	-	-	(982,122)		1,999		-
TOTAL FUND BALANCES (DEFICIT)	1,703,755	15,286	1,719,041	(982,122)		1,999		194,785
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	\$ 10,273,851	\$ 15,286	\$ 10,289,137	\$ 1,142,671		\$ 337,543		\$ 743,236

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
DIVISION OF VOCATIONAL REHABILITATION
DISABILITY DETERMINATION SERVICES
Year Ended June 30, 2011

	General Fund					28000 Access to Telework Funds
	50000 Division of Vocational Rehabilitation	51900 Division of Vocational Rehabilitation	Total	50100 Disability Determination Services	89000 DVR Recovery Act Funds	
Revenues						
Federal grants	17,284,272	-	17,284,272	12,594,349	1,866,255	35,570
Other revenue	53,273	-	53,273	53,312	-	1,540
TOTAL REVENUES	17,337,545	-	17,337,545	12,647,661	1,866,255	37,110
EXPENDITURES:						
Current:						
Education	-	-	-	-	-	-
Health and Welfare	23,026,007	-	23,026,007	12,219,928	1,864,256	38,233
Capital Outlay	-	-	-	-	-	-
TOTAL EXPENDITURES	23,026,007	-	23,026,007	12,219,928	1,864,256	38,233
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,688,462)	-	(5,688,462)	427,733	1,999	(1,123)
OTHER FINANCING SOURCES (USES):						
Transfers in - State General Fund appropriations	5,508,312	-	5,508,312	-	-	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-
Transfers in:						
Interfund	-	-	-	-	-	-
Other	466,946	-	466,946	685	-	-
Transfers out:						
Reversions	(87,667)	-	(87,667)	-	-	-
Interfund	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	5,887,591	-	5,887,591	685	-	-
NET CHANGE IN FUND BALANCE	199,129	-	199,129	428,418	1,999	(1,123)
Fund balance (deficit), June 30, 2010 as previously reported	6,115,837	15,286	6,131,123	44,473	-	195,908
Adjustments to fund balance	(4,611,211)	-	(4,611,211)	(1,435,019)	-	-
Fund balance (deficit), June 30, 2011 as restated	1,504,626	15,286	1,519,912	(1,390,540)	-	195,908
FUND BALANCE (DEFICIT), ENDING	1,703,755	15,286	1,719,041	(962,122)	1,999	194,785

See Report of Independent Auditors and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND
As of June 30, 2011

	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2011</u>
ASSETS				
Cash and temporary investments	\$ (1,054,903)	4,125,282	-	3,070,379
Due from other state agencies	-	-	-	-
TOTAL ASSETS	<u>(1,054,903)</u>	<u>4,125,282</u>	<u>-</u>	<u>3,070,379</u>
LIABILITIES				
Due to external parties	<u>(1,054,903)</u>	<u>4,125,282</u>	<u>-</u>	<u>3,070,379</u>
TOTAL LIABILITIES	<u>(1,054,903)</u>	<u>4,125,282</u>	<u>-</u>	<u>3,070,379</u>

See Independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SUPPLEMENTAL SCHEDULE OF CASH AND CASH EQUIVALENTS
Year Ended June 30, 2011

Agency/ Fund	Account Name	General Ledger Balance
General Fund:		
924-057000	PED (State Public Education Department)	5,985,071
644-50000	DVR (Division of Vocational Rehabilitation) includes Fund 664-51900	8,505,394
644-50100	DDS (Disability Determination Service) -	<u>(1,099,164)</u>
Total General Fund 8,463,330		13,391,301
Special Revenue and Capital Outlay Funds:		
924-00500	Schools in Need of Improvement	833,117
924-10550	New School Development Fund	(16,667)
924-20160	Ed Tech Deficiency Correct	97,415
924-29100	Special Capital Outlay - General Fund (1995)	-
924-33400	Family Youth	524,823
924-38700	Special Capital Outlay - General Fund (1996)	-
924-39700	Educator Certification	983,436
924-45800	Adult Basic Education	-
924-46800	Special Capital Outlay - SIB (1999)	-
924-47000	Charter School Stimulus	10,564
924-51300	Pre-Kindergarten	1,953,724
924-54000	Special Capital Outlay - STB (1998)	-
924-54100	Special Capital Outlay - STB (1998)	-
924-54200	Special Capital Outlay - STB (1998)	-
924-54300	Special Capital Outlay - SIB (1998)	-
924-56200	Professional Development	198,471
924-56800	Incentive for School Improvement	51,608
924-58600	Reading Materials	155,563
924-63300	Indian Education Act	2,816,186
924-63400	Public School Capital Improvements	7,250,988
924-63500	Public School Capital Outlay (Other)	2,354,593
924-63600	Kindergarten Capital Funding	-
924-63900	Kindergarten Plus	88,532
924-66000	Instructional Materials Adoption	368,673
924-66100	Special Capital Outlay - STB (1994)	-
924-66200	Education Technology	664,289
924-66900	School Library	125,106
924-67200	Federal School Food Services Flowthrough	(7,003,010)
924-67300	Federal Public Education Dept. Flowthrough	(18,339,250)
924-67400	Federal Vocational Education Flowthrough	(180,648)
924-72500	Public Building Energy Efficiency Act	134
924-79000	Special Projects	10,263,856
924-81300	Special Capital Outlay - STB (2000)	(206,975)
924-81600	Special Capital Outlay - STB (2004)	310,172
924-81800	Special Capital Outlay - STB (2000)	1,771,521
924-84400	Federal Administrative Cost	(81,232)
924-85600	Instructional Material Flowthrough	3,526,934
924-85700	State Support Reserve	1,000,000
924-85800	Public School Support Flowthrough	18,373,247
924-88900	Transportation Emergency	4,025,604
924-89000	ARRA of 2009	(37,467,195)
924-99500	Special Capital Outlay/ Sev Tax Bond	-
924-89200	STB Capital Outlay	(2,359,869)
924-93100	GF Capital Outlay	442,519
644-28000	Access to Telework Funds	743,170
644-89000	ARRA of 2009	(185,815)
Total Special Revenue and Capital Outlay Funds		(6,906,416)
Total General Fund, Special Revenue and Capital Outlay Funds		6,484,885
Trust and Agency Funds		
924-57300	Driver Safety Fees	3,070,379
924-61600	Eva Lou Kelly Scholarship	44,035
624-61600	Eva Lou Kelly Scholarship - CD with Charter Bank	20,000
924-99300	Tutor Scholar Program	-
Total Trust and Agency Funds		3,134,414
Total Cash and Investments, net of Overdrafts		9,619,299

See Independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
PUBLIC SCHOOL CAPITAL OUTLAY NEW SCHOOL DEVELOPMENT - FUND 10550
Year Ended June 30 ,2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2001, CH 338 STBs	\$ 3,000,000	\$ 2,513,930	\$ 577,462	\$ 3,091,392
Transfers	-	92,256	-	92,256
TOTAL CASH RECEIPTS	<u>3,000,000</u>	<u>2,606,186</u>	<u>577,462</u>	<u>3,183,648</u>
CASH OUTLAYS:				
Laws of 2001, CH 338 STBs	3,000,000	2,493,232	707,084	3,200,316
Transfers	-	-	-	-
TOTAL CASH OUTLAYS	<u>3,000,000</u>	<u>2,493,232</u>	<u>707,084</u>	<u>3,200,316</u>
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS	<u>-</u>	<u>112,954</u>	<u>(129,622)</u>	<u>(16,668)</u>
RECEIVABLES, June 30, 2011				-
PAYABLES, June 30, 2011				<u>-</u>
FUND BALANCE, June 30, 2011				<u>\$ (16,668)</u>

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
PUBLIC SCHOOL CAPITAL IMPROVEMENTS - FUND 63400
Year Ended June 30, 2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2001, CH 338 (SSTB 2009-2010)	\$ 18,500,000	\$ 5,050,380	5,849,615.00	\$ 10,899,995
Laws of 2001, CH 338 (SSTB 2008-2009)	20,000,000	10,994,267	5,593,454.00	16,587,721
Laws of 2001, CH 338 (SSTB 2007-2008)	20,500,000	17,142,223	805,621.00	17,947,844
Laws of 2001, CH 338 (SSTB 2006-2007)	18,500,000	17,123,900	809,090.00	17,932,990
Laws of 2001, CH 338 (SSTB 2005-2006)	20,001,934	17,054,266	811,479.00	17,865,745
Laws of 2001, CH 338 (SSTB 2004-2005)	13,200,000	13,024,459	40,141.87	13,064,601
Laws of 2001, CH 338 (SSTB 2003-2004)	14,200,000	13,520,045	739.00	13,520,784
Laws of 2001, CH 338 (SSTB 2002-2003)	11,300,000	11,483,602	72,208.00	11,555,810
Laws of 2001, CH 338 (SSTB 2001-2002)	8,500,000	7,640,140	315,539.00	7,955,679
Laws of 2001, CH 64 (General Fund 2001 - 2002)	4,500,000	4,500,000	-	4,500,000
Laws of 2000, CH 15 (General Fund 2000 - 2001)	5,732,800	5,732,800	-	5,732,800
Laws of 1999, CH 3 (General Fund 1999 - 2000)	6,595,500	6,595,500	-	6,595,500
Refund	-	34,415	-	34,415
Laws of 1998, CH 116 (General Fund 1998 - 1999)	7,200,000	7,200,000	-	7,200,000
Laws of 1998, CH 3 (General Fund 1997 - 1998)	6,100,000	6,100,000	-	6,100,000
Laws of 1996, CH 13 (General Obligation Bonds 1996 - 1997)	5,000,000	4,995,360	-	4,995,360
Laws of 1995, CH 13 (SB9 1995 - 1996)	7,000,000	7,000,000	-	7,000,000
Laws of 1994, CH 148 (SB9 1994 - 1995)	9,600,000	9,600,000	-	9,600,000
Transfers	-	856,245	-	856,245
Refunds	-	741,495	-	741,495
TOTAL CASH RECEIPTS	196,430,234	166,389,096	14,297,887	180,686,983
CASH OUTLAYS:				
Laws of 2001, CH 338 (SSTB 2009 - 2010)	\$ 18,500,000	\$ 5,050,380	5,328,749.00	10,379,129
Laws of 2001, CH 338 (SSTB 2008 - 2009)	20,000,000	11,100,781	5,718,823.00	16,819,604
Laws of 2001, CH 338 (SSTB 2007 - 2008)	20,500,000	17,159,267	625,045.00	17,784,312
Laws of 2001, CH 338 (SSTB 2006 - 2007)	18,500,000	17,304,995	809,090.00	18,114,085
Laws of 2001, CH 338 (SSTB 2005 - 2006)	20,001,934	17,072,260	811,479.00	17,883,739
Laws of 2001, CH 338 (SSTB 2004 - 2005)	13,200,000	13,054,937	16,542.00	13,071,479
Laws of 2001, CH 338 (SSTB 2003 - 2004)	14,200,000	13,391,374	739.00	13,392,113
Laws of 2001, CH 338 (SSTB 2002 - 2003)	11,300,000	11,391,980	72,208.00	11,464,188
Laws of 2001, CH 338 (SSTB 2001 - 2002)	8,500,000	8,188,533	381,010.00	8,569,543
Laws of 2001, CH 64 (General Fund 2001 - 2002)	4,500,000	4,500,000	-	4,500,000
Laws of 2000, CH 15 (General Fund 2000 - 2001)	5,732,800	3,625,384	22,640.00	3,648,024
Laws of 1999, CH 3 (General Fund 1999 - 2000)	6,595,500	5,411,351	-	5,411,351
Laws of 1998, CH 116 (General Fund 1998 - 1999)	7,200,000	6,061,387	-	6,061,387
Laws of 1998, CH 3 (General Fund 1997 - 1998)	6,100,000	6,099,999	-	6,099,999
Laws of 1996, GOB, 1996 - 1997	5,000,000	6,337,292	-	6,337,292
Laws of 1995, CH 13 (SB9 1995 - 1996)	7,000,000	7,374,812	-	7,374,812
Laws of 1994, CH 148 (SB9 1994 - 1995)	9,600,000	7,962,878	-	7,962,878
Transfers	-	734,624	37,072.00	771,696
Refunds	-	491,693	-	491,693
TOTAL CASH OUTLAYS	196,430,234	162,313,928	13,823,397	176,137,325
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS	-	4,075,168	474,490	4,549,658
RECEIVABLES, June 30, 2011				838,681
PAYABLES, June 30, 2011				(777,863)
FUND BALANCE, June 30, 2011				\$ 4,610,476

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
PUBLIC SCHOOL CAPITAL OUTLAY IMPROVEMENTS - FUND 63500
Year Ended June 30, 2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2001, CH 338 (STB 04-05)	16,969,586	12,971,008	352,612.00	\$ 13,323,620
2003-04 Severance Tax Bonds	86,087,753	84,855,225	-	84,855,225
2002-03 Severance Tax Bonds	95,676,311	95,634,965	-	95,634,965
Laws of 2002, CH 44 (General Fund-1420)	1,000,000	1,000,000	-	1,000,000
2001-02 Severance Tax Bonds	99,140,730	99,129,670	-	99,129,670
Lottery 2001-02	3,859,271	423,790	-	423,790
2000-01, General Obligation Bonds	5,000,000	4,839,047	-	4,839,047
2000-01, Severance Tax Bonds	49,600,000	49,584,730	-	49,584,730
Refund		(450,707)	-	(450,707)
Lottery allocation 00-01	15,000,000	14,005,489	-	14,005,489
Laws of 1999 (Severance Tax Bonds -9905)	23,000,000	22,999,999	-	22,999,999
Lottery 99-00 allocation (9904)	10,000,000	10,000,000	-	10,000,000
Lottery 99-00 allocation	-	4,883,802	-	4,883,802
Laws of 1998, CH 7 and 118 (STBs 9803 & 9804)	6,400,000	6,385,949	-	6,385,949
Lottery 98-99 allocation (9806)	13,000,000	11,908,015	-	11,908,015
Laws of 1998, CH 5 (General Fund 9805)	5,000,000	5,000,000	-	5,000,000
Laws of 1998, CH 87 (G.O.B. 9807)	10,000,000	9,883,957	-	9,883,957
Laws of 1996, CH 13 (G.O.B. 9670)	21,500,000	21,499,121	-	21,499,121
Lottery 97-98 allocation (9802)	17,500,000	10,154,830	-	10,154,830
Laws of 1996, CH 5 (General Fund 9672)	2,000,000	2,000,000	-	2,000,000
Laws of 1996, CH 14 (STB - 9671)	8,000,000	8,000,000	-	8,000,000
Lottery 96-97 allocations	7,194,579	7,194,579	-	7,194,579
Lottery 96-97 allocation	-	7,983,327	-	7,983,327
Laws of 1995, CH 222 (STB)	20,000,000	19,996,619	-	19,996,619
Laws of 1994, CH 147 (General Fund 9429)	10,000,000	10,000,000	-	10,000,000
Refund to Bof		268,441	-	268,441
Transfers		0	-	-
Reversions				
TOTAL CASH RECEIPTS	525,928,230	520,151,855	352,612	520,504,467
CASH OUTLAYS:				
Laws of 2001, CH 338 (STB 04-05)	16,969,586	10,499,772	344,585.00	10,844,357
Refund		7,969	-	7,969
2003-04 Severance Tax Bonds	86,087,753	77,983,839	132,614.00	78,116,453
2002-03 Severance Tax Bonds	95,676,311	102,374,067	-	102,374,067
Refund		19,041	-	19,041
Laws of 2002, CH 44 (General Fund-1420)	1,000,000	914,800	-	914,800
2001-02 Severance Tax Bonds	99,140,730	99,476,105	-	99,476,105
Lottery 2001-02	3,859,271	4,008,200	-	4,008,200
2000-01, General Obligation Bonds	5,000,000	5,026,023	-	5,026,023
2000-01, Severance Tax Bonds	49,600,000	49,134,021	-	49,134,021
Lottery allocation 00-01	15,000,000	14,233,863	-	14,233,863
Laws of 1999 (STB - 9905)	23,000,000	23,000,000	-	23,000,000
Lottery 99-00 allocation (9904)	10,000,000	9,997,194	-	9,997,194
Laws of 1998, CH 7 and 118 (STBs 9803 & 9804)	6,400,000	6,310,471	-	6,310,471
Lottery 98-99 allocation (9806)	13,000,000	13,036,343	-	13,036,343
Laws of 1998, CH 5 (General Fund 9805)	5,000,000	5,047,630	-	5,047,630
Laws of 1998, CH 87 (G.O.B. 9807)	10,000,000	10,003,581	-	10,003,581
Laws of 1996, CH 13 (G.O.B. 9670)	21,500,000	21,499,121	-	21,499,121
Lottery 97-98 allocation (9802)	17,500,000	17,497,199	-	17,497,199
Laws of 1996, CH 5 (General Fund 9672)	2,000,000	2,000,001	-	2,000,001
Laws of 1996, CH 14 (STB - 9671)	8,000,000	8,000,000	-	8,000,000
Lottery 96-97 allocations	7,194,579	7,145,925	-	7,145,925
Laws of 1995, CH 222 (STB)	20,000,000	19,996,618	-	19,996,618
Laws of 1994, CH 147 (General Fund 9429)	10,000,000	10,000,001	-	10,000,001
Transfer		460,892	-	460,892
TOTAL CASH OUTLAYS	525,928,230	517,672,676	477,199	518,149,875
EXCESS OF CASH RECEIVED				
OVER CASH OUTLAYS	(505,928,230)	2,479,179	(124,587)	2,354,592
RECEIVABLES, June 30, 2011				12,100
PAYABLES, June 30, 2011				-
FUND BALANCE, June 30, 2011				\$ 2,366,692

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
SPECIAL CAPITAL OUTLAY 1994 - FUND 66100
Year Ended June 30 ,2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Current year</u>	<u>Total to Date</u>
Cash Receipts				
Laws of 1994, CH 148 (STB)	\$ 11,909,000	\$ 11,886,820		\$ 11,886,820
Art in Public Places				-
Reversions	\$ -	\$ -	\$ -	\$ -
TOTAL CASH RECEIPTS	11,909,000 #	11,886,820	-	11,886,820
CASH OUTLAYS:				
Laws of 1994, CH 148 (STB)	11,909,000	11,833,480	53,340	\$ 11,886,820
Art in Public Places				-
Reversions	-	-	-	-
TOTAL CASH OUTLAYS	11,909,000 #	11,833,480	53,340	11,886,820
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS	<u>-</u>	<u>53,340</u>	<u>(53,340)</u>	-
RECEIVABLES, June 30, 2011				-
PAYABLES, June 30, 2011				-
FUND BALANCE, June 30, 2011				<u>\$ -</u>

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
SPECIAL CAPITAL OUTLAY 2000 - FUND 813
Year Ended June 30 ,2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2003, CH 429 (STB)	20,000	20,000		20,000
Laws of 2002, CH 110 Sec 23 (STB)	15,332,920	13,198,649	12,646	13,211,295
Laws of 2002, CH 110 Sec 23				-
Reversions - Changes in Authorization	(423,950)			-
Change in Authorization	(20,000)			-
Change in Authorization	(148,810)			-
Change in Authorization	(123,810)			-
Change in Authorization 2008 adj	(5,000)			-
Laws of 2000, CH 23, Sec. 16 (STB)	10,720,080	10,144,393		10,144,393
Change in Authorization	(50,000)			-
Laws of 1999 CH 118 Sec 11 (STB)	100,000	99,986		99,986
Transfers		109,356		109,356
TOTAL CASH RECEIPTS	25,401,430	23,572,384	12,646	23,585,030
Cash Outlays				
Laws of 2003, CH 429 (STB)	20,000	40,000		40,000
Laws of 2002, CH 110 Sec 23 (STB)	15,332,920	13,247,902		13,247,902
Reversions - Changes in Authorization	(423,950)			-
Change in Authorization	(20,000)			-
Change in Authorization	(148,810)			-
Change in Authorization	(123,810)			-
Change in Authorization	(5,000)			-
Laws of 2000, CH 23, Sec. 16 (STB)	10,720,080	10,251,458		10,251,458
Change in Authorization	(50,000)			-
Laws of 1999 CH 118 Sec 11 (STB)	100,000	99,986		99,986
Transfers		152,659		152,659
TOTAL CASH OUTLAYS	25,401,430	23,792,005	-	23,792,005
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS		(219,621)	12,646	(206,975)
RECEIVABLES, June 30, 2011				244,073
PAYABLES, June 30, 2011				-
FUND BALANCE, June 30, 2011				\$ 37,098

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
STB CAPITAL OUTLAY - FUND 89200
Year Ended June 30 ,2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2001, CH 338	\$ 18,800,000	\$ -	\$ 1,263,375	\$ 1,263,375
Transfers	-	-	-	-
TOTAL CASH RECEIPTS	<u>18,800,000</u>	<u>-</u>	<u>1,263,375</u>	<u>1,263,375</u>
CASH OUTLAYS:				
Laws of 2001, CH 338	18,800,000	-	3,623,244	3,623,244
Transfers	-	-	-	-
TOTAL CASH OUTLAYS	<u>18,800,000</u>	<u>-</u>	<u>3,623,244</u>	<u>3,623,244</u>
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS	<u>-</u>	<u>-</u>	<u>(2,359,869)</u>	<u>(2,359,869)</u>
RECEIVABLES, June 30, 2011				<u>3,787,335</u>
PAYABLES, June 30, 2011				<u>(1,427,466)</u>
FUND BALANCE, June 30, 2011				<u>-</u>

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -
GF CAPITAL OUTLAY - FUND 931
Year Ended June 30 ,2011

	Project Authorization	Prior Years	Current year	Total to Date
Cash Receipts				
Laws of 2011, Senate Bill 373	\$ 442,519	\$ -	\$ 442,519	\$ 442,519
Change in Authorizations	-	-	-	-
TOTAL CASH RECEIPTS	<u>442,519</u>	<u>-</u>	<u>442,519</u>	<u>442,519</u>
CASH OUTLAYS:				
Laws of 2011, Senate Bill 373	442,519	-	-	-
Change in Authorizations	-	-	-	-
TOTAL CASH OUTLAYS	<u>442,519</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF CASH RECEIVED OVER CASH OUTLAYS	<u>-</u>	<u>-</u>	<u>442,519</u>	<u>442,519</u>
RECEIVABLES, June 30, 2011				-
PAYABLES, June 30, 2011				-
FUND BALANCE, June 30, 2011				<u>\$ 442,519</u>

See Independent Auditors' Report and Notes to Financial Statements.

SINGLE AUDIT

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2011

	Pass - Through	Federal CFDA	Federal Participating Expenditures
PUBLIC EDUCATION DEPARTMENT			
DEPARTMENT OF AGRICULTURE:			
Food and Nutrition Service:			
National School Lunch Program/ School Breakfast Program	Federal Direct	10.555/10.553	\$ 117,232,321
National School Lunch Equipment	Federal Direct	10.579	484,345
Team Nutrition Grants	Federal Direct	10.574	60,049
Total Department of Agriculture			<u>117,776,714</u>
U.S. DEPARTMENT OF EDUCATION:			
Office of Elementary and Secondary Education:			
Title I Grants to Local Educational Agencies	Federal Direct	84.010A	106,763,906
ARRA - Title I Grants to Local Educational Agencies	Federal Direct	84.389A	34,350,619
Migrant Education - State Grant Program	Federal Direct	84.011A	1,031,348
Title I Program for Neglected and Delinquent Children	Federal Direct	84.013A	418,854
MEP Consort. Incentive Grants (Migrant Consortium)	Federal Direct	84.144F	132,815
MEP Consort. Incentive Grants (MS1X State Data Quality)	Federal Direct	84.144G	(28,253)
Education for Homeless Children and Youth	Federal Direct	84.196A	421,392
ARRA - Education for Homeless	Federal Direct	84.387A	290,453
Even Start - State Educational Agencies	Federal Direct	84.213C	372,386
Twenty-first Century Community Learning Centers	Federal Direct	84.287C	9,325,891
State Grants for Innovative Programs	Federal Direct	84.298A	-
Education Technology State Grants	Federal Direct	84.318X	637,146
ARRA - Education Stabilization	Pass-Through	84.394A	33,114,320
Government Services, Recovery Act	Pass-Through	84.397A	8,554,226
Reading First State Grants	Federal Direct	84.357A	23,099
Rural Education	Federal Direct	84.358B	1,669,720
English Language Acquisition Grants	Federal Direct	84.365A	7,340,779
Mathematics and Science Partnerships	Federal Direct	84.366B	1,318,642
Improving Teacher Quality State Grants	Federal Direct	84.367A	19,869,739
ARRA - Education Technology Admin	Federal Direct	84.386A	2,242,430
Grants for State Assessments and Related Activities	Federal Direct	84.369A	3,315,194
School Achievement Fund 1003(g)	Federal Direct	84.377A	1,702,189
School Improvement Grants, Recovery Act	Federal Direct	84.388A	8,491,303
ARRA - Education Job Fund	Pass-Through	84.410A	64,376,683
Total Office of Elementary and Secondary Education			<u>305,734,881</u>
Office of Special Education and Rehabilitative Services:			
Special Education - Grants to States	Federal Direct	84.027A	76,625,820
ARRA -Special Education - Grants to States	Federal Direct	84.391A	47,539,312
Special Education - Preschool Grants	Federal Direct	84.173A	2,546,424
ARRA - Special Education - Preschool Grants	Federal Direct	84.392A	2,042,344
Special Education - State Personnel Development	Federal Direct	84.323A	-
Total Office of Special Education and Rehabilitative Services			<u>128,753,899</u>

See Independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
Year Ended June 30, 2011

Federal Agency/ Pass - Through Agency PUBLIC EDUCATION DEPARTMENT - continued	Pass - Through	Federal CFDA Number	Federal Participating Expenditures
U.S. DEPARTMENT OF EDUCATION - continued:			
Office of Safe and Drug-Free Schools:			
Safe and Drug-Free Schools and Communities - State Grants	Federal Direct	84.186A	\$ 687,566
Safe and Drug-Free Schools and Communities - National Programs	Federal Direct	84.184W	<u>\$ 12,678</u>
Total Office of Innovation and Improvement			<u>700,245</u>
Office of the Asst. Secretary for Educational Research and Improvement:			
Fund for the Improvement of Education	Federal Direct	84.215K	(1,292)
Office of Innovation and Improvement:			
Charter Schools	Federal Direct	84.282A	2,692,258
Advance Placement Program	Federal Direct	84.330B	-
Transition to Teaching	Federal Direct	84.350B	<u>225,423</u>
Total Office of Innovation and Improvement			<u>2,917,681</u>
Office of Vocational and Adult Education:			
Voc. Educ. - Basic Grants to States/Adult Educ. - State Grant Program	Federal Direct	84.048A / 84.002	9,171,123
Tech-Prep Education	Federal Direct	84.243A	<u>981,506</u>
Total Office of Vocational and Adult Education			<u>10,152,629</u>
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>448,258,043</u>
U.S. DEPARTMENT OF ENERGY:			
National Energy Technology Laboratory			
State Energy Program	Federal Direct	81.041	4,499,997
DEPARTMENT OF HEALTH AND HUMAN SERVICES:			
Centers for Disease Control and Prevention:			
Centers for Disease Control and Prev. - Investigations and Tech. Assistance.	Federal Direct	93.283	263,774
Office of the Secretary			
Pregnancy Assistance Fund Program	Federal Direct	93.500	319,368
NCES	Federal Direct		4,512
EDEEN	Federal Direct		1,027
NAEP	Federal Direct		111,294
OTHER	Federal Direct		<u>282,373</u>
TOTAL EXPENDITURES - PUBLIC EDUCATION DEPARTMENT			<u>\$ 571,517,102</u>

See Independent Auditors' Report.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED
Year Ended June 30, 2011

Federal Agency/ Pass - Through Agency	Pass - Through	Federal CFDA Number	Federal Participating Expenditures
DIVISION OF VOCATIONAL REHABILITATION			
U.S. DEPARTMENT OF EDUCATION:			
Office of Special Education and Rehabilitative Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	Federal Direct	84.126A	15,970,498
Independent Living State Grants	Federal Direct	84.169A	200,614
Rehab. Training - State Vocational Rehabilitation Unit In-Service Training	Federal Direct	84.265A	32,304
Supported Employment Services for Individuals with Severe Disabilities	Federal Direct	84.187A	244,500
Rehabilitation Services - Service Projects	Federal Direct	84.128G	113,744
State Grants for Assistive Technology	Federal Direct	84.244A	361,962
New Mexico Assistive Technology Reutilization Acquisition Model (NMRAM)	Federal Direct	84.235V	9,392
Mentoring Transition Age Youth	Federal Direct	84.235S	731
Rehabilitation Services Demonstration and Training Programs	Federal Direct	84.235T	35,570
LINCS	Federal Direct	84.235B	127
ARRA -Vocational Rehabilitation	Federal Direct	84.390A	1,695,358
ARRA -Independent Living	Federal Direct	84.398A	152,009
TOTAL U.S. DEPARTMENT OF EDUCATION			<u>18,816,809</u>
SOCIAL SECURITY ADMINISTRATION:			
Social Security - Work Incentives Planning and Assistance	Federal Direct	96.008	91,199
Social Security - Disability Insurance	Federal Direct	96.001	12,390,444
TOTAL SOCIAL SECURITY ADMINISTRATION			<u>12,481,643</u>
TOTAL FEDERAL FUNDS			31,298,453
DEPARTMENT OF HEALTH AND HUMAN SERVICES:			
Centers for Medicare and Medicaid Services:			
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	Federal Direct	93.768	272,233
JPA Medical Program - Medical Assistance Program	Federal Direct	93.778	221,971
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			494,204
DEPARTMENT OF LABOR:			
Employment Service/Wagner-Peyser Funded Activities	Federal Direct	17.207	3,072
OTHER			
RAISE - Disability & Business Technical Assistance Center	Federal Direct	84.133	8,925
TOTAL EXPENDITURES - DIVISION OF VOCATIONAL REHABILITATION			<u>31,804,654</u>
TOTAL FEDERAL EXPENDITURES			<u>\$ 603,321,756</u>

See Independent Auditors' Report.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2011**

GENERAL

The accompanying Supplemental Schedule of Expenditures of Federal Awards presents the activities of all federal awards of the Department.

BASIS OF ACCOUNTING

The accompanying Supplemental Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the Department's general purpose financial statements.

NON-CASH ASSISTANCE

The Department did not receive any federal non-cash assistance during the year ended June 30, 2011.

LOANS

The Department does not have any loans outstanding with the Federal government at June 30, 2011.

Schedule of Expenditures of Federal Awards Expenditure to the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds

	Expenditure Amount
SHARE Fund	
50000	\$ 23,113,675
50100	12,219,928
89000	1,864,255
28000	38,233
State Match and Other Expenditures	<u>(5,431,437)</u>
DVR Total	<u>31,804,654</u>
67200	116,661,143
67300	219,767,136
67400	8,529,498
84400	20,571,269
89000	205,541,340
Indirect Costs	<u>446,716</u>
PED Total	<u>571,517,102</u>
Total	<u>\$ 603,321,756</u>

**Report of Independent Auditors 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***

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, and the combining and individual funds and related budgetary comparisons presented as supplemental information of the New Mexico Public Education Department (Department) as of and for the year ended June 30, 2011, and have issued our report thereon dated December 12, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying *schedule* of findings and questioned costs to be material weaknesses. PED 08-08, PED 10-07, DVR 11-01, CS 11-07-DD.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies. PED 08-02, PED 09-02, PED 09-03, PED 10-02, PED 10-03, PED 10-09, PED 11-01, PED 11-10, PED 11-11, PED 11-12, CS 09-25-B, CS 11-01-B, CS 11-01-C, CS 11-03-C, CS 11-04-E, CS 11-06-E, CS 11-02-F, CS 11-03-F, CS 11-02-H, CS 10-17-I, CS 10-17-J, CS 11-02-J, CS 11-01-K, CS 11-03-K, CS 09-19-M, CS 11-01-M, CS 11-01-Q, CS 11-01-S, CS 11-02-S, CS 11-02-T, CS 11-03-T, CS 09-16-U, CS 09-25-U, CS 11-01-U, CS 11-04-U, CS 11-02-Z, CS 11-04-AA, CS 11-05-AA, CS 11-03-CC, CS 11-03-DD, CS 11-06-DD, CS 11-08-DD, CS 11-03-EE, CS 11-01-FF, CS 11-04-FF, CS 11-07-FF, CS 11-03-II, CS 11-01-JJ, CS 11-03-JJ, CS 11-05-JJ.

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying *schedule of findings and questioned costs* as items PED 10-06, PED 11-07, DVR 10-13, CS 10-14-A, CS 11-02-B, CS 10-19-G, CS 11-01-N, CS 11-02-V, CS 11-04-Z, CS 11-01-DD, CS 11-02-DD, CS 11-04-DD, CS 11-06-FF, CS 11-02-HH.

We also noted certain other matters that are required to be reported pursuant to Government Auditing Standards paragraphs 5.14 and 5.16, and pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings PED 11-06, PED 11-08, PED 11-09, PED 11-10, CS 10-11-A, CS 10-13-A, CS 11-01-A, CS 11-02-A, CS 09-18-B, CS 07-19-C, CS 07-21-C, CS 07-26-C, CS 08-22-C, CS 11-02-C, CS 11-04-C, CS 11-05-C, CS 11-06-C, CS 11-07-E, CS 11-01-D, CS 11-02-D, CS 10-01-E, CS 11-01-E, CS 11-02-E, CS 11-03-E, CS 11-05-E, CS 09-24-F, CS 10-30-F, CS 11-01-F, CS 11-04-F, CS 08-30-G, CS 11-01-G, CS 11-01-H, CS 11-03-H, CS 09-13-I, CS 09-16-I, CS 10-30-I, CS 11-01-I, CS 11-02-I, CS 09-18-J, CS 10-22-J, CS 11-01-J, CS 11-03-J, CS 09-24-K, CS 10-24-K, CS 10-28-K, CS 10-30-K, CS 11-02-K, CS 11-04-K, CS 09-16-M, CS 09-18-M, CS 11-02-M, CS 11-02-N, CS 11-01-P, CS 11-02-P, CS 09-18-S, CS 10-25-S, CS 10-28-S, CS 11-01-S, CS 11-03-S, CS 11-04-S, CS 11-05-S, CS 09-18-T, CS 09-24-T, CS 11-01-T, CS 09-18-U, CS 09-24-U, CS 11-02-U, CS 11-03-U, CS 11-05-U, CS 09-18-V, CS 09-24-V, CS 11-01-V, CS 11-01-W, CS 11-02-W, CS 11-01-X, CS 11-02-X, CS 09-189-Y, CS 11-01-Y, CS 10-28-Z, CS 11-01-Z, CS 11-03-Z, CS 11-01-AA, CS 11-02-AA, CS 11-03-AA, CS 10-22-BB, CS 11-01-CC, CS 11-02-CC, CS 11-04-CC, CS 11-05-CC, CS 11-05-DD, CS 11-09-DD, CS 11-10-DD, CS 11-11-DD, CS 09-13-EE, CS 09-18-EE, CS 11-01-EE, CS 11-02-EE, CS 11-04-EE, CS 09-18-FF, CS 11-02-FF, CS 11-03-FF, CS 11-05-FF, CS 11-08-FF, CS 10-30-GG, CS 10-31-GG, CS 11-01-GG, CS 10-28-HH, CS 11-01-HH, CS 11-03-HH, CS 11-04-HH, CS 11-01-II, CS 11-02-II, CS 11-04-II, CS 11-05-II, CS 11-02-JJ, CS 11-04-JJ.

Hanna Skandera, Secretary of Education
New Mexico Public Education Department
and
Hector H. Balderas
New Mexico State Auditor

The Department's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned. We did not audit the Department's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, Secretary of Education, others within the entity, *DFA*, the State Auditor, the New Mexico Legislature, and applicable federal grantors, and is not intended to be and should not be used by anyone other than these specified parties.

Mess Adams LLP

Albuquerque, New Mexico
December 12, 2011

**Report on Compliance With Requirements
 that Could Have a Direct and Material Affect on
 Each Major Program and on Internal Control
 Over Compliance in Accordance With OMB Circular A-133**

Hanna Skandera, Secretary of Education
 State of New Mexico
 Public Education Department
 and
 Mr. Hector H. Balderas
 New Mexico State Auditor
 Santa Fe, New Mexico

Compliance

We have audited the State of New Mexico Public Education Department (Department) with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. The Department's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Department's management. Our responsibility is to express an opinion on the Department's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Department's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Department's compliance with those requirements.

As described in items PED 01-08, PED 11-02, and DVR 11-02, in the accompanying schedule of findings and questioned costs, the Department did not comply with requirements regarding cash management, for Title I, Carl Perkins Cluster, 21st Century, Title III, State Assessment, IDEA B Cluster, School Improvement Cluster, and State Education; subrecipient monitoring for Title I, Carl Perkins Cluster, 21st Century, Title II, Title III, IDEA B Cluster, School Improvement Cluster, State Education, National School

Hanna Skandera, Secretary of Education
State of New Mexico
Public Education Department
and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

Lunch Program/School Breakfast Program, State Stabilization; allowable costs and cash management for Rehabilitation Services - Vocational Rehabilitation Grants to States, and ARRA -Vocational Rehabilitation. Compliance with such requirements is necessary, in our opinion, for the Department to comply with the requirements applicable to those programs.

In our opinion, except for the noncompliance described in the preceding paragraph, the Department complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. The results of our auditing procedures also disclosed other instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items PED 06-12, PED 10-04, PED 11-04, PED 11-05, DVR 11-03, DVR 11-04, FA 11-01-C, FA-11-01-D, FA 11-01-E, FA 11-01-F, FA 11-01-G, FA 11-01-H, FA 11-01-K, FA 11-01-S, FA 11-01-U, FA 11-01-V, FA 11-01-W, FA 11-01-CC, FA 11-01-FF, and FA 11-01-HH.

Internal Control Over Compliance

Management of the Department is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Department's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and other deficiencies in internal control over compliance that we consider to be significant deficiencies.

Hanna Skandera, Secretary of Education
State of New Mexico
Public Education Department
and
Mr. Hector H. Balderas
New Mexico State Auditor
Santa Fe, New Mexico

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of control deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in accompanying schedule of findings and questioned costs as items PED 01-08, PED 11-02, and DVR 11-02 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in accompanying schedule of findings and questioned costs as items PED 03-12, PED 06-12, PED 11-03, PED 11-04, PED 11-05, DVR 11-03, DVR 11-04, and DVR 11-05 to be significant deficiencies.

The Department's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the Department's response and, accordingly, we express no opinion on it.

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

Mess Adams LLP

Albuquerque, New Mexico
December 12, 2011

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A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued Unqualified -
Disclaimer on The Great Academy

Internal control over financial reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(s) identified? X Yes None reported

Non-compliance material to financial statements noted? X Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? X Yes No
- Significant deficiency(s) identified? X Yes None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? X Yes No

Identification of Major Program

CFDA Number	Name of Federal Program or Cluster
10.555/10.553	USDA-Child Nutrition Cluster
84.287C	Twenty-First Century
84.365A	Title III
84.367A	Title II
84.369A	State Assessment
84.048A/84.002	Carl Perkins
Cluster	Title I
Cluster	IDEA B
81.041	State Energy Program – Solar
Cluster	School Improvement
84.410A	Education Jobs Fund
Cluster	State Stabilization
Cluster	Rehabilitation Services-Vocational Rehabilitation Grants to State
96.001	Social Security-Disability Insurance

Dollar threshold used to distinguish between type A and type B programs \$ 3,000,000

Auditee qualified as low-risk auditee? Yes X No

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Public Education Department Findings

B. FINDINGS – FINANCIAL STATEMENT AUDIT

The State of New Mexico Public Education Department is made up of two distinct appropriated entities and 36 state authorized chartered schools: the Public Education Department (PED) and the Division of Vocational Rehabilitation (DVR), and the various state authorized charter schools (CS). The applicable department is indicated next to the number of each finding.

PED 08-02 Control Deficiency Over Capital Assets Inventory – (Significant Deficiency)

Condition: Information Technology assets were not reflected in the annual physical inventory count.

Criteria: Per NMSA 2.20.1.16, Annual Inventory, and Manual of Model Accounting Practices' (MAPs) FIN 6, Asset Management, all state agencies must conduct an annual physical inventory of movable chattels and equipment on the inventory list.

Effect: The Department is not in compliance with NMSA 2.20.1.16 and MAPs FIN 6. Lack of physical inventory count of Information Technology fixed assets may lead to material misstatements or asset

Cause: Annual physical inventories were not performed.

Recommendation: We recommend that management follow the established NMSA and MAPs rules pertaining to accounting for capital assets.

Management Response: Management concurs with the finding. The department hasn't performed an inventory physical count due to staff limitations. During current fiscal year the department is in the process of doing a physical inventory count. Contractors have been hired to perform the count and it will be finalized in the next two months. The Bureau Chief of Accounting and Audit, the Procurement Bureau Chief and the IT Manager are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 08-08 Significant Deficiency Over Grants Billing And Reimbursement Tracking (Material Weakness)

Condition: During the course of the year, the Department has made improvements

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over the G-5 draw down reconciliation process. The Department is drawing funds daily and reconciling the draw to daily payments. We noted that the Department made daily expenditures but a draw had not been performed because the payment was made after the draw and there were no reconciliations between the draws and expenditures to ensure that all expenditures were captured.

In addition, there are no procedures in place to accurately track cash forecasts associated with accounts payable, accounts receivable and cash carryovers.

Criteria: Sound cash management and internal controls necessitate that cash drawdowns be reconciled to federal expenditures also, future cash flows be compared to actual as a way to minor for potential errors.

Effect: The lack of the reconciliation process resulted in:

- An increased risk that errors in federal draws could go undetected
- Delay in the completion of the annual audit
- Increased cash deficits

Cause: The drawdown process was not implemented as designated.

Recommendation: We recommend that the Department continue to reconcile and draw on expenditures daily, additionally, we recommend that the Department implement procedures to reconcile the G5 draws at least quarterly to ensure that they are drawing funds timely.

We also recommend the Department develop cash forecasts and compare actuals to forecast each month.

Management Response: Management concurs with the finding. The Audit and Accounting bureau wasn't fully staffed so G5 reconciliations were not performed until year end. The bureau is revising and modifying the draw internal policies and procedures to make them more efficient and include timely reconciliations. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 09-02 Control Deficiency Over Cash Disbursements to State Chartered Schools & Districts (Significant Deficiency)

Condition: During the internal control testing for cash disbursements to charter schools and school districts, Moss Adams noted that 4 of 25 request for reimbursements (RfRs) totaling \$75,889 were processed more than 35-days after

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the (RfR) was submitted on OBMS. The delay in processing the RfR's was noted to be at the Program level after the district/ charter submitted RfR's for approval. The latest processed RfR was 97-days.

Criteria: The Department is required to reimburse state-chartered schools and districts for the expenditures incurred within 35-days from the day of approval per the Department's internal policies and procedures.

Effect: State-chartered schools and districts may have cash deficits due to the untimely processing of RfR's. The delay of RfR's may hold available cash that can be used for other services that may aid in the day-to-day activities within the organization.

Cause: Failure and lack of internal controls over the reimbursement process for RfR's through OBMS.

Recommendation: We recommend that management establishes and implements procedure to ensure timely cash reimbursements to state-chartered schools and districts according to the time frame established by the Department.

Management Response: Management concurs with the finding. The NM Public Education Department has developed an ancillary database system to accept requests for reimbursement (RfR) from school districts and charter schools in order to expedite the payment process as well as maintain a verifiable method for grant conformance review. Since program is the first level of review to verify allowable expenditures from the schools, the greatest time for processing is expected at this level. The average processing time may increase beyond the 35 days when questions arise regarding grant conformance requirements. Questioned costs are documented through information requests housed within the RfR. The Fiscal Grants Management Bureau will alert the program bureaus of RfRs that appear to be stagnating based upon a revised report developed in OBMS. The Bureau Chief of Fiscal Grants Management is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 09-03 Capital Asset Record Keeping (Significant Deficiency)

Condition: Fixed assets are not maintained in accordance with New Mexico Administrative Code 2.20.1.8 Requirement. The Department tracks capital assets on an Excel spreadsheet that does not specify acquisition dates, which significantly complicates the process of verifying balances of the estimates.

Criteria: New Mexico Administrative Code 2.20.1.8, *Fixed Assets Accounting System*, states that the fixed assets listing shell include: Agency Name, Fixed Asset Number,

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Description, Location, Manufacturer Name, Model Number, Serial Number, Estimated Useful Life, Date Acquired, Cost, Fund and Organization that Purchased the Asset.

Effect: There was no monthly or annual reconciliations performed at year end. Due to the lack of information that significantly effects the estimate calculations; the Department may have errors estimating the expense and related addition to accumulated depreciation account.

Cause: Failure and lack of internal controls over maintaining a proper fixed assets accounting system.

Recommendation: We recommend that the Department maintain a proper fixed asset system that will produce accurate reports.

Management Response: Management concurs with the finding. The department has purchased capital asset software that is going to be implemented after the physical count is performed. The Bureau Chief of Accounting and Audit, the Procurement Bureau Chief, and the IT Manager are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

**PED 10-02 Lack Of Monitoring Plan For State Authorized Chartered Schools
(Significant Deficiency)**

Condition: During out internal control walk-through, it was noted that the School Budget and Finance Analysis Bureau has not implemented a monitoring plan or met with the Charter Schools as was outlined in the December 16, 2009 Public Education Commission (PEC) minutes. Charter Schools have been approved at the state level for charter status despite the lack of fiscal responsibility and oversight.

Criteria: Per the PEC minutes, the PEC has required the following monitoring plan:

The PED School Budget and Finance Analysis Bureau, which will require the school to: one, demonstrate to the PED School Budget and Finance Analysis Bureau that controls have been established and policies updated to ensure compliance with all applicable fiscal laws, rules and generally accepted accounting procedures, and to mitigate the risk of material misstatements of the school's financial statement; participate in two financial compliance visits by the PED school Budget and Finance Analysis Bureau; one in the first quarter of FY-11 and one in the fourth quarter of FY-11. The purpose of the first visit will be to test internal controls over areas of financial deficiency and/or weakness cited in FY-08, FY-09, FY-10, if available, of the APS financial audits. The school will be required to demonstrate to the PED what actions they have taken to address any and all prior year audit findings. The school

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may be required to perform a step by step walkthrough of fiscal procedures. The second visit will allow for follow up of changes to policy and/or procedures made as a result of the first visit and ensure that the school is prepared for an independent financial audit of FY 11. Following both visits, the school will receive feedback from the PED School budget finance analysis bureau to include monthly bank reconciliation reports that includes balances per bank and books, as well as reports of reconciliation items. Supporting documentation shall be available for inspection by the PED at its discretion. Any discrepancies between bank and books will need a comprehensive written explanation with supporting documentation approved by the governing body. The monthly reporting requirements shall be adhered to for at least the first and second quarters of FY 11 and may be extended by the PED budget and School Finance Analysis Bureau at its discretion.

Effect: A lack of fiscal oversight and monitoring of state authorized charter schools.

Cause: The School Budget and Finance Analysis Bureau were not aware of the PEC's recommendation and do not have the capacity to take on this role of fiscal monitoring.

Recommendation. We recommend that Department implement procedures to monitor charter schools as defined by the PEC.

Management Response: Management concurs with the finding. The department is in the process of expanding monitoring procedures in place to fully comply with laws and regulations. Furthermore, the department is hiring more staff to be able to monitor state charters schools. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 10-03 Lack Of Communication With Charter Schools (Significant Deficiency)

Condition: During our internal control walk-through and performing audits of the charter schools, we noted that there were instances of inadequate communication between the Department and the component units in regards to fiscal management, financial internal controls, and financial structure. Oftentimes, this included misunderstandings that led to confusion and breakdowns of internal controls within the Department and the component units at the fiscal level.

Criteria: The agency has implemented policies for the charter schools to adhere to for reporting.

Effect. The charter schools are getting conflicting directions from the Department and

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policies implemented by the Department.

Cause: Lack of communication between the agency and component units

Recommendation: We recommend that the Department review the current policies in place and revise them according to current practice and create additional policies as necessary. Additionally, we recommend that the Department communicate to the component units the policies and procedures and expectations the Department has established.

Management Response: Management concurs with the finding. The Department has reviewed the current policies and has updated/revise the New Mexico Manual of Procedures for Pubic School Accounting and Budgeting (NMPSAB) which standardizes financial management procedures. The Department has provided copies of the NMPSAB and training to school districts and charter schools on the revised NMPSAB and will continue to provide training moving forward. The Bureau Chief of Accounting and Audit and the Budget School and Finance Director are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 10-07 Capital Outlay Project Reconciliations (Material Weakness)

Condition: During our capital outlay test work, we noted that there is no systematic method of ensuring that timely and complete monthly reconciliation and closing procedures take place for the capital outlay schedules at the project and appropriated level of detail. Presently, the capital outlay schedules have numerous appropriated funds that have been fully expired or are no longer relevant for disclosure purposes for the financial statements. The Department did not begin to reconcile the capital outlay funds until after the fiscal year end. In all cases the schedules did not tie to the Capital Outlay subsidiary ledgers, the general ledger balances, or the Board of Finance Appropriation Schedule at the appropriation and project level. Finally, current year activity has caused some of the cash receipts and cash outlays to exceed the project authorization amount for certain appropriations as listed below.

Cash Receipts

Fund	Law	Amount
63400	Laws of 2001, CH 338 (SSTB 2002-2003)	255,810
81600	Laws of 2002, CH 110 (STB)	13,489
81800	Laws of 2007, Ch. 42, Sec. 55	92,115
81800	Laws of 2008, Ch. 92, Sec. 44	28,465

Cash Outlays

Fund	Law	Amount
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63400	Laws of 2001, CH 338 (SSTB 2002-2003)	164,188
63400	Laws of 2001, CH 338 (SSTB 2001-2002)	69,543
81600	Laws of 2003, CH 429 (STB)	112,741
81800	Laws of 2003 CH 429	120,811
81800	Laws of 2008, Ch. 83, Sec. 108, 173, 312, 102, 84, 115, 232, 351	486,162

Criteria: The Manual of Model Accounting Practices requires that all state agencies “perform monthly reconciliations” and “Maintain accounts and information as necessary to show the sources of state revenues and the purpose for which expenditures are made and provide proper accounting control to protect state finances. Additionally, Section 6-5-2 NMSA 1978 states that “State agencies shall comply with the model accounting practices established by the Financial Control Division and the administrative head of each agency shall ensure that the model accounting practices are followed”.

Effect: Significant errors in the financial records and financial statements allow fraud to exist as the Department is not in following Accounting Practices as required. Additionally, we were not able to audit the schedules as presented in the financial statements as required by the New Mexico State Audit Rule.

Cause: Lack of procedures implemented by management in reconciling and closing out capital outlay schedules at the project and appropriation level.

Recommendation: We recommend the Department establish effective review and reconciliation policies and procedures in accordance with Model Accounting Practices to reconcile the capital outlay funds on a monthly basis.

Management Response: Management concurs with the finding. The department is revising and updating existing procedures to have accurate capital project balances. The department will establish a better systematic approach to reconcile all the capital outlay projects. The Deputy Secretary for Finance and operations, the Bureau Chief of Accounting and Audit, the Capital Outlay Director, and The Fiscal Management Bureau Chief are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 10-09 Lack Of Recording Of Capital Assets (Significant Deficiency)

Condition: During our capital asset test work, we became aware that the Department does not appear to be recording capital asset transfers and disposals as they occur, but rather at the end of the year when capital asset inventory is performed.

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Criteria: In accordance with the Manual of Model Accounting Practices (MAPs) FIN 6, an agency shall record in accounting records the transfer, sale, disposition or write-off of capital assets when they occur.

Effect: Possible misstatement of capital assets due to the fact that the Department is not recording capital asset transfers and disposals in accordance with MAPs.

Cause: Lack of effective internal controls associated with capital assets, including tracking and safeguarding capital assets.

Recommendation: We recommend that the Department establish effective controls necessary to ensure that the capital asset additions, transfers and disposals are recorded as they occur in compliance with MAPs.

Management Response: Management concurs with the finding. The department acquired Fixed Assets software that we are implementing after the physical inventory count is done. Policies and procedures are going to be implemented as well. The Bureau Chief of Accounting and Audit, the Procurement Bureau Chief, and the IT Managers are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-01 Financial Close And Reporting (Significant Deficiency)

Condition: For the yearend financial closing and reporting process to function well, accounts need to be reconciled monthly. This includes a process to periodically reconcile balance sheet accounts to the supporting detail. During the current year, there were approximately 23 post closing journal entries after final trial balance was provided. Due to/from, federal receivables, deferred revenue and capital project balances were being reconciled throughout the audit.

Criteria: The Manual of Model Accounting Practices requires that all state agencies “perform monthly reconciliations” and “Maintain accounts and information as necessary to show the sources of state revenues and the purpose for which expenditures are made and provide proper accounting control to protect state finances. Additionally, Section 6-5-2 NMSA 1978 states that “State agencies shall comply with the model accounting practices established by the Financial Control Division and the administrative head of each agency shall ensure that the model accounting practices are followed”.

Effect: There is an increased risk of error or fraud in the financial records.

Cause: The Department has not had adequate resources to develop well-established policies and procedures over financial close and reporting. Additionally, the

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Department had limited staffing.

Recommendation: We recommend that the Department develop policies and procedures to outline the requirements, timelines and responsibilities over the financial control and reporting process and obtain the necessary staffing to carry this out.

Management Response: Management concurs with the finding. The Accounting and Audit Bureau didn't have enough staff to carry all the reconciliations needed. The Bureau is almost fully staff and it is in the process of updating its procedures. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-10 Update and Test Disaster Recovery Plan (Significant Deficiency)

Condition: The most recent disaster recovery plan was last updated in October 2006, and no testing has ever been done. Without an updated written disaster recovery plan to provide guidance, the Department may be unable to effectively manage the recovery effort. A written disaster recovery plan should be comprehensive in scope covering staff roles and responsibilities, system recovery steps, data restoration procedures, and how to maintain business operations.

Criteria: Per State of NM Statewide Guideline "Enterprise IT Security Policy", S-GUIDE-00.003, "the State of New Mexico shall securely and economically protect its business functions including public access to appropriate information and resources, while maintaining compliance with legal requirements established by existing Federal and State statutes pertaining to confidentiality privacy, accessibility, availability, and integrity.

Effect: The lack of updated Disaster Recovery Plan and absence of testing may pose question as to the Department's ability to respond and recover its critical data and applications in the event of an unforeseen disaster.

Cause: The Department has not completed a Recovery Plan or implemented a test plan.

Recommendation: We recommend that the Department updates its Disaster Recovery Plan on a regular basis, as soon as significant changes have been made to the network and applications. It would be prudent for the Department to test the disaster recovery plan to ensure the viability of the plan and the timeliness of its execution. The Department has an obligation to its customers and the people it serves to ensure that it has a plan for continued business operations. System recovery testing and

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backup tape restoration should be conducted periodically and the tests should be documented and formalized to be included with the Department's overall business continuity planning. Doing so will prepare the Department for continuing operations in the event of an unforeseen disaster.

Management Response: Management concurs with the finding. The IT Division staff is in the process of updating our Disaster Preparedness and Recovery Plan. In July 2013, an independent assessment team, in collaboration with the Department of Information Technology (DoIT) conducted a network security audit of PED's systems and databases. PED's IT Network/Systems team is evaluating recommendations made by the assessment team and working with DoIT staff to comply with S-GUIDE-00.003, "Enterprise IT Security Policy." In addition to these efforts, PED is adding additional backup capabilities with the purchase of servers, backup tools, and re-evaluating backup procedures. A Test Plan will be incorporated into our re-evaluation initiative. Target date for completion is scheduled for March 2012. The CIO is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-11 Develop And Implement A Vendor Assessment Process (Significant Deficiency)

Condition: During our review of internal controls over IT, we noted that the Department does not have a vendor performance process. This process is performed to ensure that the vendor fulfills its obligations in accordance with the agreed terms of the contract.

Criteria: Per State of NM Statewide Guideline "Enterprise IT Security Policy", S-GUIDE-00.003, "the State of New Mexico shall securely and economically protect its business functions including public access to appropriate information and resources, while maintaining compliance with legal requirements established by existing Federal and State statutes pertaining to confidentiality privacy, accessibility, availability, and integrity.

ISACA's Control Objectives for Information and related Technology (COBIT) framework, provides that to in order to evaluate and monitor internal control (ME2.6), and entity assess the status of external service providers' internal controls. This includes confirmation that external service providers comply with legal and regulatory requirements and contractual obligations.

Effect: Deficiencies in this area could significantly impact financial reporting and disclosure of an entity. For instance, insufficient controls over processing accuracy by a third-party service provider may result in inaccurate financial results. In a particular situation, we were made aware that at some point another state agency is

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supposed to do backups of the Department's data, however due to lack of evaluation of the performance of the other agency, there were some periods where backups were not performed.

Cause: The Department has not developed a formal vendor assessment process.

Recommendation: We recommend that the Department develop a formal vendor assessment process in order to ensure that processes/functions that are assigned to vendor/third party are fulfilled in accordance with the agreement.

Management Response: Management concurs with the finding. The PED IT Division is developing an "IT Project Management, Procurement and Tracking Guide" which will outline review processes and procedures to manage projects, budgets, deliverables, invoicing, and payments in accordance with obligations reflected in professional services contracts, requests for proposals, intergovernmental agreements, memorandums of understanding, etc. Review and monitoring procedures will be institutionalized with PED's standard operating procedures. Target date for completion is scheduled for March 2012. The CIO is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PEO 11-12 LACK OF TIMELY DRAWS (SIGNIFICANT DEFICIENCY)

Condition: During our capital projects testwork, we noted that the Department did not timely draw on expenditures incurred for fund 89200 – STB Capital Outlay. There was a deficit cash balance of \$2.4 million. The Department's policy for STB monies is when the entities submit their request for reimbursement (Rfr's), Capital Outlay personnel review and approve the expenditures. Once approved, they are submitted for payment processing. However, prior to issuing the warrant, the Department is to request the monies from the Board of Finance (BOF). Once the monies have been received by BOF, the Department will issue the warrant to the respective entity. Based on our testwork, the cash deficit was due to funds that had not been requested from the BOF.

Criteria: Per MAPS FIN 5.2.D.2 Disbursement Requirements, "Positive cash balance - State agencies must not make payments of state monies if the issuing fund does not have a positive cash balance that at least equals the proposed disbursement. State agencies that are a party to the Cash Management Improvement Act (CMIA) agreement should request an exemption from this policy." We were not aware of any exemption made from the Department.

Effect: The Department is not in compliance with CMIA agreements or in compliance with internal policies and procedures.

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Cause: The procedures designed for capital outlay expenditures as designed are not operating effectively.

Recommendation: We recommend that the Department develop a monitoring process so the procedures necessary to ensure that the capital asset expenditures are timely drawn prior to reimbursements to the entities are followed. This should include monitoring of any deficit cash balances.

MANAGEMENT RESPONSE: Management concurs with the finding. The Capital Outlay Bureau, the Audit and Accounting Bureau, and the Flowthrough Bureau are going to update procedures in place to have a better and more efficient process.

**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS
AUDIT**

**PED 01-08 Reconciliation to the U.S. Department of education “G-5” system
(Material Weakness and Non-Compliance)**

Federal Programs: Title I-U.S. Department of Education, CFDA #84.010
Carl Perkins Cluster-U.S. Department of Education, CFDA #84.048/84.002
21st Century-U.S. Department of Education, CFDA #84.287
Title III- U.S. Department of Education, CFDA #84.365
State Assessment – U.S. Department of Education, CFDA #84.369
IDEA B Cluster- U.S. Department of Education, CFDA #84.027/84.173
School Improvement Cluster-U.S. Department of Education, CFDA #84.377/84.388
State Education-U.S. Department of Education, Pass-through New Mexico Office of the Governor, CFDA #84.410

Condition: During the course of the year, the Department has made improvements over the G-5 draw down reconciliation process. The Department is drawing funds daily and reconciling the draw to daily payments. We noted that the Department made daily expenditures but a draw had not been performed because the payment was made after the draw and there were no reconciliations between the draws and expenditures to ensure that all expenditures were captured.

The following are the amounts we noted that were not drawdown based on the samples we tested.

Grant:

Title I=\$760,370

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Carl Perkins= \$3,283
21st Century= \$131,957
Title III=\$46,816
State Assessment=\$2,406,265
State Education=\$581,488
School Improvement =\$56,932
IDEA B=\$19,151
Total = \$3,996,262

In addition, in certain programs the amounts drawn did not match the underlying expenditures.

Criteria: The U.S. Department of Education requires that the grantees reconcile and draw funds at least quarterly through the use of PMS 270. Sound cash management requires that cash drawdowns occur as expenditures are disbursed.

Questioned Costs: None

Effect: The Department is not drawing down timely which results in deficit cash balances. Significant time was required to reconcile the drawdowns subsequent to year end. In addition, the Department is not in compliance with Cash Management Improvement Act (CMIA).

Cause: There were changes in personnel during the year and the draw process was not being performed as implemented.

Recommendation: We recommend that the Department continue to reconcile and draw on expenditures daily, additionally, we recommend that the Department implement procedures to reconcile the G5 draws at least quarterly to ensure that they are drawing funds timely.

Management Response: Management concurs with the finding. The Audit and Accounting bureau wasn't fully staffed so G5 reconciliations were not performed until year end. The bureau is revising and modifying the draw internal policies and procedures to make them more efficient and include timely reconciliations. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 03-12 Subrecipient Monitoring And Reimbursement Policies And Procedures (Significant Deficiency)

Federal Programs. Charter Schools-U.S. Department of Education, CFDA #84.282A

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Condition. During our testing of Charter School monitoring, we noted that site visits have not been implemented.

Criteria: According to OMB Circular A-133 and A-102 Common Rule, a pass-through entity is required to monitor the sub recipients use of Federal funds through site visits to assure that the sub-recipient administers the Federal awards in compliance with laws, regulations and the provisions of the grant agreement and those performance goals are achieved.

Questioned Costs: None

Effect: Schools could be spending funds on non-allowable costs. In addition, sub-recipients may not be correcting findings noted in the audit reports.

Cause: There are no procedures in place that require the fiscal program personnel to review support for program expenditures.

Recommendation: We recommend that the Department develop and implement policies and procedures in order to monitor the spending activities of the charter schools to ensure that they are in compliance with federal requirements.

Management Response: Management concurs with the finding. The department has a review process in place at the program level to ensure expenditures submitted are allowed under OMB A-87. The department is in the process of expanding monitoring procedures in place to fully comply with OMB A-133. Furthermore, the department is hiring more staff to be able to monitor sub recipients. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 06-12 Allowable Costs Periodic Payroll Certifications (Significant Deficiency and Non-Compliance)

Federal Programs: 21st Century-U.S. Department of Education, CFDA #84.287
Title III- U.S. Department of Education, CFDA #84.365
State Assessment – U.S. Department of Education, CFDA #84.369
Carl Perkins Cluster-U.S. Department of Education, CFDA #84.048/84.002

Condition. In our sample of payroll disbursements which included employees whose time is charged to more than one grant or to federal and non federal activities, we noted that there is no documentation supporting the allocation of charges to federal grants in accordance with OMB Circular A-87 Attach B, Para 8.h(4). We did note, however that the Department was able to provide documentation for Title I, USDA,

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IDEA B, and Title II.

Criteria: Pursuant to OMB Circular A-87 Attach B, Para 8.h.(3): Support of salaries and wages: "Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employer or supervisory official having first-hand knowledge of the work performed by the employee.

This requirement applies to employees that have work assignments on:

- a) More than one Federal award,
- b) A Federal award and a non-federal award,
- c) an indirect cost activity and a direct cost activity,
- d) two or more indirect activities which are allocated using different allocation bases, or
- e) an unallowable activity and a direct or indirect cost activity.

Pursuant to OMB Circular A-87, Attach B, Para 8.h(5), personnel activity reports or equivalent documentation must meet the following standards (in part):

- a) They must reflect an after the fact distribution of the actual activity of each employee,
- b) they must account for the total activity for which the employee is compensated,
- c) they must be prepared at least monthly and must coincide with one or more pay periods, and
- d) they must be signed by the employee.

Questioned Costs: Unknown

Effect: Failure to comply with federal cost circular requirements could result in a loss of funding.

Cause: The Department has designed procedures for time and effort certification however it has not been fully implemented as certifications were not signed by all employees.

Recommendation. We recommend that the Department review the OMB Cost Circular A-87 requirements and implement procedures to prepare and maintain payroll certifications.

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Management Response. The department has a system in place to account for the MOE. We have semi-annual certifications for staff working 100 % directly to the program and bi-weekly certifications for staff working on more than one program. There were only three instances out of the audit sample where the department didn't have the certifications. Two of those were due to the RIF so we didn't know who or when employees were going to be RIF. Therefore certifications couldn't be obtained. The other instance, the employee is not longer working at the department and neither program nor HR obtained the certification. We will add a step in the policy where program managers make sure that certifications are properly collected. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 10-04 State Assessment Grant-Procurement (Non-Compliance)

State Assessment – U.S. Department of Education, CFDA #84.369

Condition: During our testing of procurement for the State Assessment Grant, we noted that a vendor provided services prior to having a signed contract in place. Additionally, an amendment to the contract was not approved within the 30 day retroactive approval period to properly authorize the procurement for payment.

Criteria: Per OMB Circular A-133, State's laws and procedures are to be followed and used the same as for non-Federal funds. Not having a signed contract in place prior to services rendered, is a violation of the Procurement Code, NMSA 13-1-28.

Questioned Cost: \$35,335

Effect: The Department is not in compliance with A-133 or the Procurement Code, NMSA 13-1-28 and this could impact future state or federal funding.

Recommendation: We recommend that the Department establish controls and procedures that will ensure the Department is in compliance with Federal and State requirements.

Cause: The procedures in place to ensure compliance with the State Procurement Code were not operating as designed.

Management Response: Management concurs with the finding. The Department has procedures in place and has trained staff regarding the requirement that services are not to be rendered without a completed contract, however violations have occurred. The Department has reviewed the contract process to determine what changes are needed to better manage PED contracts and help to reduce the potential for procurement violations. Once these revisions are implemented staff training will be provided to ensure Department staff are trained and understand the Department

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policy. The Bureau Chief of Accounting and Audit and the Procurement Bureau Chief are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-02 Subrecipient Monitoring (Material Weakness and Non-Compliance)

Federal Programs: Title I-U.S. Department of Education, CFDA #84.010
Carl Perkins Cluster-U.S. Department of Education, CFDA #84.048/84.002
21st Century-U.S. Department of Education, CFDA #84.287
Title II-U.S. Department of Education, CFDA #84.367A
Title III- U.S. Department of Education, CFDA #84.365
IDEA B Cluster- U.S. Department of Education, CFDA #84.027/84.173
School Improvement Cluster-U.S. Department of Education, CFDA #84.377/84.388
State Education-U.S. Department of Education, Pass-through New Mexico Office of the Governor, CFDA #84.410
National School Lunch Program/School Breakfast Program, CFDA #10.555/10.553
State Stabilization-U.S. Department of Education, CFDA #84.394/84.397

Condition: We noted, during our subrecipient monitoring testwork, that PED monitors approximately 87% of subrecipients but does not perform subrecipient monitoring on the remaining 13%. Approximately \$450 million of the total of \$515 million paid to subrecipients was not included in the monitoring process. Additionally, the required information such as CFDA#, Federal Awarding Agency, and reference to A-133 compliance requirements were not communicated to subrecipients in the award letters or by other means for the USDA Child Nutrition, Title I, Carl Perkins, 21st Century, Title III, Title II, and IDEA-B programs.

Criteria: Per OMB Circular A-133, A pass-through entity is responsible for:

1. *Determining Subrecipient Eligibility*
2. *Central Contractor Registration (CCR)* - For ARRA sub awards, identifying to first-tier subrecipients the requirement to register in the Central Contractor Registration, including obtaining a DUNS number, and maintaining the currency of that information (Section 1512(h) of ARRA, and 2 CFR section 176.50(c)). This requirement pertains to the ability to report pursuant to Section 1512 of ARRA and is not a pre-award eligibility requirement.
3. *Award Identification* - At the time of the sub award, identifying to the subrecipient the Federal award information (i.e., CFDA title and number; award name and number; if the award is research and development; and name of Federal awarding agency) and applicable compliance requirements.
4. *During-the-Award Monitoring* - Monitoring the subrecipient's use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers Federal

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awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

5. *Subrecipient Audits* – (1) Ensuring that subrecipients expending \$500,000 or more in Federal awards during the subrecipient’s fiscal year for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133 have met the audit requirements of OMB Circular A-133 and that the required audits are completed within 9 months of the end of the subrecipient’s audit period; (2) issuing a management decision on audit findings within 6 months after receipt of the subrecipient’s audit report; and (3) ensuring that the subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the pass-through entity shall take appropriate action using sanctions.
6. *Program complexity* – Programs with complex compliance requirements have a higher risk of non-compliance.
7. *Percentage passed through* – The larger the percentage of program awards passed through the greater the need for subrecipient monitoring.
8. *Amount of awards* – Larger dollar awards are of greater risk.
9. *Subrecipient risk* – Subrecipients may be evaluated as higher risk or lower risk to determine the need for closer monitoring. Generally, new subrecipients would require closer monitoring. For existing subrecipients, based on results of during-the-award monitoring and subrecipient audits, a subrecipient may warrant closer monitoring (e.g., the subrecipient has (1) a history of non-compliance as either a recipient or subrecipient, (2) new personnel, or (3) new or substantially changed systems).

Effect: Funds received by subrecipients may not be expended in accordance with grant requirements.

Cause: The programs mentioned above are not aware of the award identification compliance requirements set out in A-133. Also, as subrecipient monitoring is done centrally for all federal programs, and not at the program level, the programs have not communicated all subrecipients to those responsible for completing the subrecipient monitoring.

Recommendation: We recommend that the Department develop templates and training so that federal program manager can communicate all required information to all subrecipients. We also recommend that the Department develop and implement follow-up procedures to verify the required communication. Finally, we recommend the Department develop and implement a process to ensure all subrecipients are included in its subrecipient process. The people responsible for monitoring subrecipients so that the monitoring may be completed.

Management Response: Management concurs with the finding. The department has a

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limited monitoring process in place to ensure expenditures submitted are allowed under OMB A-87 and compliance with OMB A-133. The department is in the process of expanding monitoring procedures in place to fully comply with OMB A-133. Furthermore, the department is hiring more staff to be able to monitor sub recipients. The fiscal department is working together with the federal program departments to implement policies and procedures for a comprehensive monitoring system. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

**PED 11-03 Reconciliation Of ASAP Draw to General Ledgers (Share) Balance
(Significant Deficiency)**

Federal Program: National School Lunch Program/School Breakfast Program, CFDA #10.555/10.553

Condition: The Department is drawing funds daily and reconciling the draw to daily payments. In 1 of the 25 drawdowns we tested for the school lunch program, the amount of the draw was \$5,918,427 while the underlying amount of the supporting expenditures was \$5,923,716 for an underdraw amount of \$5,289.

Criteria: Per the Department's internal control and draw policies, draws are made daily and the ASAP system and SHARE are to be reconciled at least quarterly.

Questioned Costs: None

Effect: The Department is not drawing down timely which results in deficit cash balances.

Cause: There were changes in personnel during the year and the draw process was not being performed according to policy.

Recommendation: We recommend that the Department continue to reconcile and draw on expenditures daily, additionally, we recommend that the Department implement procedures to reconcile the ASAP draws at least quarterly to ensure that they are drawing funds timely and accurately.

Management Response: Management concurs with the finding. The Audit and Accounting bureau wasn't fully staffed so ASAP reconciliations were not performed until year end. The bureau is revising and modifying the draw internal policies and procedures to make them more efficient and include timely reconciliations. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next

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PED 11-04 Carl Perkins Grant - Reporting Errors (Significant Deficiency and Non-Compliance)

Federal Program: Carl Perkins, CFDA #84.048A/84.002

Condition: During our testing for special reporting for the Carl D. Perkins Career and Technical Education Improvement Act of 2006 (IV) Grant, we noted that the Department had differences reporting within the most recent completed Consolidated Annual Report (2009-2010) which consisted of:

- 1) Variances between the Performance Data reports and the Performance Narrative for the Implementation of Local Program Improvement Plans; and,
- 2) Understatement of the reported total number of subrecipients who failed to meet at least 90 percent of an agreed upon local adjusted level of performance. The CAR reported 17 schools where the actual amount of schools was 26 per the CAR support.

Criteria: The reporting of the total number of subrecipients who failed to meet at least 90 percent of the agreed upon local adjusted levels of performance is required by Section 113(c) of Perkins IV (20 USC 2323(c)). Questioned Costs: None

Effect: The Department is in violation of the grant requirements and this may impact future funding.

Cause: The Department process does not include independent review of the final report.

Recommendation: We recommend that the Department implement procedures to review the final report and compare to the data to ensure the reports are accurate and complete.

Management Response: Management agrees with the finding and will request independent review of its Consolidated Annual Report (CAR) data narrative required by Section 113(c) of Perkins IV (20 USC 2323(c)). The Bureau Chief of Accounting and Audit and the Bureau Chief of CTWEB are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-05 USDA Child Nutrition Cluster - Reporting (Significant Deficiency and Non-Compliance)

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Federal Program: USDA Child Nutrition, CFDA #10.553/10.555/10.556/10.559

Condition: Reports FNS-777 and FNS-13 for the USDA Child Nutrition program were submitted after the deadline. We noted that the 4th quarter FNS-777 was 96 days late, the 3rd quarter FNS-777 report was 188 days late, and the FNS-13 report was 7 days late.

Criteria: Per OMB Circular A-133:

1. FNS-13, *Annual Report of State Revenue Matching (OMB No. 0584 - 0075)* – This report is due 120 days after the end of each school year and identifies the State revenues to be counted toward meeting the State revenue matching requirement (7 CFR section 210.17(g)).
2. FNS-777, *Financial Status Report (OMB No. 0584-0067)* - This report replaces the SF-269 and captures the same information.

Effect: The Department is not in compliance with USDA Child Nutrition reporting requirements which may impact future funding.

Cause: The Department does not have procedures in place to ensure reports are submitted timely.

Questioned Costs: None

Recommendation: We recommend that department implement procedures to ensure all federal reports are submitted accurately and timely.

Management Response: Management concurs with the finding. The Audit and Accounting Bureau didn't have the staff to carry out the regular activities for the bureau. The USDA department had also problems for over a month on granting access to its system to staff of the NM PED. High turnover at the bureau added to the problem. The bureau has hired two accountants and is in the process of hiring one more. The bureau is training the new staff and developing procedures to avoid similar problems in the future. The Bureau Chief of Accounting and Audit is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

D. FINDINGS AND QUESTIONED COSTS – OTHER MATTERS

PED 10-06 Control Deficiency Over Administrative Rights Within The Operating Budget Management System (OBMS)

Condition: During our internal control walk-through, it was noted that the School

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Budget and Finance Analysis Bureau has taken control of all administrative rights for internal Operating Budget Management System (OBMS). In prior years, OBMS was maintained and administered through an outside consultant, however; due to the state of the economy and budget reductions, the Department has taken over the administrative rights of OBMS to decrease costs. We noted that the Department as authority to add/delete/modify external and internal users, update and modify chart of accounts, and can set the level of authority per user within OBMS. The Department does not have a proper review process nor does it retain documentation when users are added/deleted/modified or when the chart of accounts have been updated/modified within OBMS.

Criteria: Per State of NM Statewide Guideline "Enterprise IT Security Policy", S-GUIDE-00.003, "the State of New Mexico shall securely and economically protect its business functions including public access to appropriate information and resources, while maintaining compliance with legal requirements established by existing Federal and State statutes pertaining to confidentiality privacy, accessibility, availability, and integrity.

Effect: The Due to the lack of controls and procedures, the Department may encounter operation errors, invalid transactions could be recorded, or a user may not be terminated in a timely fashion to prevent misuse.

Cause: There is no formal procedure in place to monitor modifications in OBMS.

Recommendation: We recommend that management establish and implement formal procedures to ensure that a review process and retention of documents is performed when modifications are made within OBMS. Additionally, School Budget should work with school districts and charters to establish a periodic review of all user IDs to identify employees whose job responsibilities have changed or have been terminated. Once these employees are identified, appropriate changes to user IDs should be made to ensure that necessary accessibility and privileges remain.

Management Response: The School Budget bureau does retain OBMS user request documentation. Currently, and in the future OBMS user requests are/will be kept in a binder and electronically. Also, the Public Education Department (PED) will be deploying a new OBMS module in February 2012 that will allow district's and charter school's business managers to maintain their own users at their respective entity. PED will establish a process to conduct periodic reviews of all OBMS users in order to identify if responsibilities have changed or have been terminated.

PED does have a formal process when the Uniform Chart of Accounts (UCOA) has been modified within OBMS. Every year at the annual Spring Budget Workshop, training is provided to all school districts and charters schools on any UCOA updates

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that have been incorporated in OBMS. Further, every year the PED School Budget Bureau updates Supplement 3 of the New Mexico Manual of Procedures for Public School Accounting and Budgeting which defines the UCOA. The School Budget and Finance Director is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-06 Lack of approval and review of disbursements

Condition: During our disbursements testwork we noted two out of eighteen items tested, for a total of \$665 thousand, which did not include documentation of approval or documentation of appropriate supervisor review prior to payment.

Criteria: Proper internal controls over disbursements require all disbursements to include documentation of appropriate supervisor review and approval. Per NMSA 1978 Section 6-5-2, State agencies shall implement controls to prevent the submission of processing documents to the division that contain errors or that are for a purpose not authorized by law.

Effect: The payment of disbursements without appropriate supervisor review and approval increases the risk of payments made fraudulently or for a purpose not authorized by law.

Cause: The review and approval process related to expenditures does not appear to be sufficiently designed.

Recommendation: The Department needs to enhance and document its review and approval over all disbursements to ensure compliance and appropriateness for such expenditures.

Management Response: Management concurs with the finding. The NM Public Education Department administers the student nutrition program funded through an entitlement grant from the US Department of Agriculture. Eligible public and private schools submit claims electronically through the Student Nutrition Bureau Claims System based upon federally determined rates for meals served. A review and approval process of the schools' claims is not conducted prior to payment processing. The agency recognizes the importance of receiving approval documentation prior to payment. Therefore, a procedure will be implemented in which each month's report of pending claims is approved and signed off by the Director of the Student Nutrition Bureau or their designee prior to payment processing. The Bureau Chief of Accounting and Audit and the Bureau Chief of Grants Fiscal Management are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

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PED 11-07 Disbursement Made Without Ensuring Goods or Services Were Received

Condition: During our disbursements testwork we noted one out of eighteen items tested, in which a payment for \$217.77 was made to a vendor on behalf of a private school for instructional materials per NMSA 1978 22-15-9. However, the Department did not ensure that the goods had been received prior to payment.

Criteria: Proper internal controls over disbursements require the Department to ensure all goods and services are received prior to payment. Not ensuring goods are received prior to payment, is a violation of the Procurement Code, NMSA 13-1-28.

Effect: Payment to a vendor without ensuring the goods or services were received increases the risk of erroneous payments or collusion.

Cause: The Department's review process related to disbursements on behalf of private schools does not appear to be sufficiently designed.

Recommendation: The Department should implement procedures to ensure the schools have received the goods or services prior to payment to the vendor.

Management Response: Management concurs with the finding. The NM Public Education Department, Fiscal Grants Management Bureau, is responsible for processing payments on behalf of private schools according to the Instructional Materials Act, NMSA 22-15-9D. The bureau recognizes this internal control deficiency and has implemented a procedure effective July 1, 2011 to verify receipt of goods by the private schools before processing payment. The procedure requires verification of shipment by review of downloaded receipt documentation from the conveyor's website or customer pickup of goods acknowledgements from the book depositories. The Bureau Chief of Fiscal Grants Management is the responsible party to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-08 Procurement Contract

Condition: During our review of procurement policies, we noted a valid contract was not in place prior to disbursements being made in the amount of \$48,510.

Criteria: Not having a signed contract in place prior to services rendered, is a violation of the Procurement Code, NMSA 13-1-28.

Effect: The Department is not in compliance the Procurement Code, NMSA 13-1-28 and this could impact future funding or subject Department personnel to penalties.

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Cause: There do not appear to be sufficient controls to ensure proper contracts are in place prior to making payments.

Recommendation: We recommend that the Department establish controls and procedures that will ensure the Department is in compliance with State Procurement Code requirements.

Management Response: Management concurs with the finding. The Department has procedures in place and has trained staff regarding the requirement that services are not to be rendered without a completed contract, however violations have occurred. The Department has reviewed the contract process to determine what changes are needed to better manage PED contracts and help to reduce the potential for procurement violations. Once these revisions are implemented staff training will be provided to ensure Department staff are trained and understand the Department policy. The Bureau Chief of Accounting and Audit and the Procurement Bureau Chief are the responsible parties to develop and implement the corrective action to address the above audit finding within the next calendar year.

PED 11-09 Reversion Transfers

Condition: We noted during our reversion testwork, that the Department did not revert the remaining balance due to the State General Fund as of June 30, 2010 upon completion of the audit. The balance as of June 30, 2010 was \$2 million.

Criteria: Section 6-5-10(A) NMSA 1978 requires “all unreserved, undesignated fund balances in reverting funds and accounts as reflected in the central accounting system as of June 30 shall revert by September 30 to the general fund. The division may adjust the reversion within forty five days of release of the audit report for that fiscal year.”

Effect: The Department is not in compliance with State Statutes.

Cause: The Department did not create the transfer of the reversion as it was overlooked.

Recommendation: We recommend that the Department revert back funding within the required time frame, additionally we recommend the Department establish policies and procedures in order to ensure they are in compliance the reversion statutes.

Management Response: Management concurs with the finding. The Audit and Accounting department will make sure that the remaining of the reversion is done

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timely.

PED 11-10 Late Audit Report

Condition: The Department submitted their report on December 14, 2011 however; the report was due December 13, 2011.

Criteria: Per SAO 2.2.2.9A(1)(f): State agency reports are due no later than 60 days after the Financial Control Division of the Department of Finance and Administration provides the State Auditor with notice that the agency's books and records are ready and available for audit. The notice was provided by the Department of Finance and Administration on October 14, 2011. This changed the due date from December 15 to December 13, 2011.

Cause: The auditor mistakenly considered the due date to be December 15, 2011 and thus did not finalize the audit and submit it by December 13, 2011

Effect: The Department is not in compliance with the State Audit Rule.

Recommendation: We recommend the Department coordinate more closely with the auditor to ensure the auditor meets the due date.

Management Response: Management concurs with the finding. There was a misunderstanding on the deadline.

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Division of Vocational Rehabilitation Findings

B. FINDINGS – FINANCIAL STATEMENT AUDIT

DVR 11-01 Federal Receivables Reconciliation, Adjusting Journal Entries and Restatement - (Material Weakness)

Condition: Over the course of our audit, we noted that the federal receivables balances and related revenue amounts were not being reconciled timely and led to errors in draw down amounts for federal funds. This resulted in material client and auditor proposed accounting adjustments and reclassifications entries, as well as, a restatement to the prior year balances in the amount of \$4.6 million for Fund 50000 Division of Vocational Rehabilitation and \$1.4 million for Fund 50100 Disability Determination Services.

Criteria: Good accounting practices calls for accurate and timely records and NMSA 1978 6-5-2 specifies that agencies shall implement internal accounting controls designed to prevent accounting errors and violations of state and federal law and rules related to financial matters.

Effect: The Division did not detect overbillings to the federal government related to indirect costs. Federal receivables, the related revenue and fund balance were misstated in prior years by \$4.6 million for Fund 50000 Division of Vocational Rehabilitation and \$1.4 million for Fund 50100 Disability Determination Services. This also resulted in additional testing and re-performance of certain audit procedures relating to these adjustments.

Cause: The Division was not reconciling account detail for certain accounts to the general ledger, SHARE monthly. This was due to the lack of a well defined process and staff to perform these functions.

Recommendation: We recommend that balance sheet accounts be reconciled on a monthly basis and be reviewed and approved by a member of management. We also recommend that the Department take appropriate measures to ensure that resulting account adjustments are properly recorded in a timely manner.

Management Response: In this particular instance management accepts the recommendation related to adjusting accounts in a timely manner prior to the commencement of audit test work. However, timely reconciliations became hindered with the onset of the new Statewide Accounting System SHARE in FY 2007, since the onset of the new accounting system NMDVR has strived to provide timely reconciliations of accounts since 2008, upon the arrival of the current Chief Financial Officer. Implications stemming from utilizing limited staff time and resources to analyze, reconcile and report on smaller discretionary grant programs due to lack of Programmatic Supervision and

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understanding of financial transactions has also had a direct impact on the timeliness of reconciliations. In August of 2008, it was noted that the Programmatic Supervision of the smaller discretionary grants did not have a systematic approach to monitoring expenditures and financial data accurately, resulting in program requests for journal voucher entries to sustain a level of operations. Additional scrutiny of the smaller discretionary grant proposals of journal voucher entries was instituted and as a direct result of the requests, additional time of the Chief Financial Officer, Grants Manager and General Ledger Manager were utilized to fully understand the operations of the allowable activities under the terms of each of the smaller discretionary grant purposes. A system was developed in late FY 2008 for review of all journal vouchers entries prepared by General Ledger Reconciliation Unit and approved by the General Ledger Manager and Chief Financial Officer.

Due to the lack of monitoring of expenditure and financial data by the smaller Discretionary Grant programs, the end result has led to extensive review of salary projections and constant review of activities to ensure that smaller discretionary grants do not over-expend their funds by the Grants Management Unit, General Ledger Unit and Chief Financial Officer.

The onset of budgetary constraints due to hiring has also hindered timely reconciliation clean up from 2007 forward. As of November 10, 2011; NMDVR is seeking a waiver to the state wide hiring freeze to reorganize the Fiscal Unit, recruit to fill vacancies, and request an additional position under the General Ledger Unit to be devoted to catch up on timely reconciliations of all accounts.

A plan has been developed for obtaining monthly certification by General Ledger staff of all account reconciliations by Fund. The monthly certification attests that all balance sheet, revenue and expenditure accounts have been reviewed by General Ledger staff and will be utilized to identify journal entry corrections to be presented to the General Ledger Manager for posting and review prior to DFA scheduled month end period closings. This is to couple with the additional request of a position in the General Ledger Reconciliation Unit. Prior to year end closing, General Ledger staff along with the General Ledger Manager and Chief Financial Officer are to review all month end certifications to ensure that all journal entries have been posted timely prior to the onset of the arrival of the year end auditors.

In terms of non detection of overbillings of the federal government for the Basic Support grant, the NMDVR accepts the finding; however, review of the most recent RSA Monitoring findings has resulted in further research into the structure of collection of In-Direct Costs from the smaller discretionary grants and the Disability Determination Services and applying the collected funds to the Basic Support Grant. Currently, NMDVR makes collections of indirect charges from the smaller discretionary, Disability Determination Services grants and receipts them into the Fund 500 under the Basic Support fund activity. In relation to draw down of Basic Support grant, NMDVR has recognized that draws of salaries for individuals in the in-direct cost pool was not being

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adjusted out by the amount collected from In-Direct receipts from the Disability Determination and smaller discretionary grants. In order to remedy this, NMDVR has done the following:

- A Fund Balance analysis from 2007 forward was completed for Fund 500 for compliance of GASB 54 conversion in which portions of Fund Balance of In-Direct Costs were identified.
- Through consultation with our current year auditor's, NMDVR is seeking to identify In-Directs cost collection in FY 2011 as a Deferred Revenue.
- In order to prepare a revenue recognition entry in the current year, NMDVR is proposing to adjust down the Deferred Revenue entry by correcting state FY 2011 draws out of the active the Basic Support Grant by the portion of salaries for individuals in the In-Direct Cost Pool. This will offset what was collected from the Disability Determination Services and smaller discretionary grants In-Direct Cost collection.
- NMDVR is also seeking additional assistance from the Rehabilitation Services Administration for tracking In-Direct Cost within NMDVR's current fund structure of Fund 500. NMDVR contains no additional fund established to track In-Direct Cost collections with the current SHARE fund structure.
- NMDVR has also listed in corrective action to the Rehabilitation Services Administration the seeking of technical assistance from the State of New Mexico's Comptroller's Office related to changes in the fund structure or establishment of a new fund. Specifically issues that need to be addressed are how to account for expenditures of in direct cost and the offset of collections, when the mechanism for daily in-direct cost recording does not exist.
- NMDVR is seeking guidance whether an in-direct cost plan is appropriate or a whether a direct cost allocation methodology is needed.
- All of the above listed items is in need of collaboration not only NMDVR Management but with our Federal and State partners.

The General Ledger Manager and the Chief Financial Officer are the responsible parties to develop and implement the corrective action plan to address the above audit finding to align with the NMAC 2.20.5.8 Responsibilities of the Chief Financial Officer and plan to address the audit finding within the next calendar year.

**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS
AUDIT**

**DVR 11-02 Allowable Cost and Allowable Activity and Cash Management
(Material Weakness and Non-Compliance)**

Federal Programs: Rehabilitation Services - Vocational Rehabilitation Grants to States
CFDA 84.126

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ARRA -Vocational Rehabilitation CFDA 84.390A

Condition: During our testing of allowable costs related to payroll, we noted that administrative employees' personnel costs were completely allocated to the Vocational Rehabilitation Grant (VR) and the related costs were requested and drawn from the VR program. We also noted that the Department seeks reimbursement for a portion of the personnel costs paid with VR funds from other programs for indirect costs, resulting in an over draw and over billing of basic support funds from the VR program.

Criteria: According to 34 CFR 361.12 "The State plan must assure that the State agency, and the designated State unit if applicable, employs methods of administration found necessary by the Secretary for the proper and efficient administration of the plan and for carrying out all functions for which the State is responsible under the plan and this part. These methods must include procedures to ensure accurate data collection and financial accountability" and 34 CFR 80.20(a) "A State must expend and account for grant funds in accordance with State laws and procedures for expending the accounting for its own funds. Fiscal control and accounting procedures of the State must be sufficient to: (1) Permit preparation of reports required by this part and the statutes authorizing the grant and (2) Permit the tracing of funds to a level of expenditures adequate to establish that such funds have not been used in violation of restrictions and prohibitions of applicable statutes."

Questioned Cost: Unknown

Effect: Failure to comply with federal cost circular requirements could result in a loss or reduction in funding. The Division will need to repay the federal overbillings and, potentially, interest charges.

Cause: Reconciliations of federal receivables and federal revenues have not been developed. In addition an adequate system of accounting for and billing indirect costs has not been developed.

Recommendation: We recommend the Division develop a process to reconcile VR federal expenditures to draw downs and federal revenue on a monthly basis. Reconciliation should be performed for the current and prior years in order to determine the amount of federal overbillings. In addition, we recommend that the Division develop a system of tracking and billing indirect costs for other grants.

Management's Response: The NMDVR accepts the finding. Through the NMDVR's review of recent (October 2011) RSA monitoring findings further research has been conducted into methods of collection of indirect costs from discretionary grants and the Disability Determination Services (DDS) and the application of collected funds to the Basic Support Grant.

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Currently, the NMDVR collects indirect costs from discretionary grants and the DDS and receipts them to the Basic Support Fund 500. The NMDVR recognizes that draws of salaries for individuals in the indirect cost pool were not being adjusted out by the amount collected from the indirect receipts from the DDS and discretionary grants. In order to remedy this, the NMDVR has done or is planning the following:

- A fund Balance analysis from 2007 forward (the NM State SHARE accounting System was implemented in FY 2007) was completed for the Basic Support Grant (Fund 500). This analysis was for compliance with GASB 54 conversion and portions of the Fund Balance were identified as indirect costs.
- Through consultation with the current year auditors the NMDVR is identifying indirect costs collected as a Deferred Revenue in FY 2011.
- In order to prepare a revenue recognition entry in the current year, the NMDVR is proposing to adjust down the Deferred Revenue entry by correcting State FY 2011 draws out of the active Basic Support Grant by the portion of salaries for individuals in the indirect cost pool. This will offset the indirect costs that were collected from the DDS and discretionary grants.
- The NMDVR has requested assistance from the Rehabilitation Services (RSA) regarding the related monitoring finding to this indirect cost finding. The NMDVR accounting structure contains no fund to track indirect cost collections within the current SHARE fund structure.
- The NMDVR is in the process of requesting to reclassify an FTE to add another position to the unit responsible for general ledger reconciliation. This position is necessary to include review of federal expenditures to revenue.
- In the Corrective Action Plan (CAP) provided to the RSA, the NMDVR has listed the NM Comptroller's Office as a source of technical assistance to assist with development of alternatives for accounting for expenditures of indirect costs and offset of collections when a mechanism for daily indirect cost recording is unknown or perhaps unavailable.
- The NMDVR is seeking guidance regarding whether an indirect cost plan is appropriate or whether a direct cost allocation methodology is needed. Additional guidance will be required regarding budgeting and purchasing should a direct cost allocation methodology be recommended.
- To be viable, the above-listed items will require collaboration among the NMDVR and the federal and state partners.

The General Ledger Manager and the Chief Financial Officer are the responsible parties to develop and implement the corrective action plan within the next calendar

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year to address the above audit finding in alignment with the NMAC 2.20.5.8, Responsibilities of the Chief Financial Officer.

DVR 11-03 Reporting (Significant Deficiency and Non-Compliance)

Federal Programs: Rehabilitation Services - Vocational Rehabilitation Grants to States CFDA 84.126

Condition: During our compliance testwork for reporting we noted the following reports were not submitted timely:

SA-269-Financial Status Report (Quarterly – period end 6/30/11) - not yet submitted
SF-425 Federal Financial Report (Semi Annual – period end 3/31/11) – submitted on August 12, 2011

Criteria: Accordingly to guidelines outlined in 34 CFR 80.41(b), the Department has not submitted required financial and statistical reports in a timely manner.

Questioned Cost: None

Effect: Failure to comply with federal cost circular requirements could result in a loss of funding.

Cause: Established policies and procedures to ensure that required reports are completed in a timely basis were not being followed.

Recommendation: We recommend that the Department's established policy and procedures be followed to ensure that monitoring of required reports are submitted in a timely manner.

Management's Response: NMDVR has continued to have significant challenges to the timely submission of financial reports. However, significant progress has been made despite vacancies and competing priorities. The most relevant action item to this finding, listed in the FY 2011 response was to seek a waiver from the state's hiring freeze to permit NMDVR to hire a full-time employee dedicated to grant reporting.

This item was successfully completed and a "Reports Expeditor" was hired on October 17, 2011. The individual is receiving training and learning to run reports necessary to verify data and complete reports. It is anticipated that with a full-time position dedicated to preparing reports, the NMDVR can complete remaining outstanding reports and meet future deadlines for all report submissions.

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At this time, the required federal 269 and 425 reports for Supported Employment and Independent Living have been submitted and are up-to-date. The Basic Support 425 report that was due on August 15, 2011 is still outstanding which will affect the quarterly and semi-annual 425 reports that will be due on November 15, 2011. However, the goal is to have the August 15, 2011 report submitted by no later than November 30, 2011. The goal for the two semiannual reports due on November 15, 2011 is to submit both reports on or before December 15, 2011 and to stay in compliance from then onward.

The NMDVR is committed to restoring the Agency to timely reporting that was the norm previous to the implementation of the SHARE accounting system. Therefore, in addition to the full-time position dedicated to reporting, the NMDVR will continue to pursue activities that will improve the Agency's ability to prepare reports with less time and effort. These actions include:

- Using a report recently identified from the SHARE accounting system called NMS_GL Journal that replaces three (3) of the eight (8) reports that are currently needed to prepare federal reports.
- Formally request information from the Comptroller of the New Mexico Department of Finance and Administration (DFA) about fully implementing the Grants Module in SHARE that includes a reporting function based on grant data in the module;
- Enlist the assistance of NMDVR's Information Technology Unit automate the formatting of the Budget Transaction Detail Report to condense the data and render this report more functional. In addition, request the ITU to build a program that uses the bi-weekly payroll CD to analyze and list actual terminal leave amounts. Currently this is a manual process that must be specifically initiated bi-weekly instead of compiled automatically and available when needed. The automation of these two processes should also decrease the amount of time required to run and compile reports from SHARE; and
- Calendaring reporting tasks to facilitate the timely preparation of data required to complete the SF-269 and SF-425 reports.

Most importantly, the NMDVR is submitting a request to the State Personnel Office (SPO) and the Department of Finance and Administration (DFA) that includes filling all vacant fiscal positions and restructuring the Fiscal Unit to create a position whose function will be to reconcile the general ledger. If approved, this should further enhance the NMDVR's ability to meet reporting requirements. It is anticipated that these positions will be filled by December 31, 2011.

DVR 11-04 Suspension and Debarment (Significant Deficiency and Non-Compliance)

Federal Programs: Social Security - Disability Insurance CFDA 96.001

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Condition: During our suspension and debarment testing we noted that two out of two contracts selected for testing did not have documentation ensuring that vendors were not suspended or debarred. Criteria OMB Cost Circular A-102 states: "Debarment and Suspension. Federal agencies shall not award assistance to applicants that are debarred or suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs under Executive Order 12549. Agencies shall establish procedures for the effective use of the List of Parties Excluded from Federal Procurement or Non-procurement programs to assure that they do not award assistance to listed parties in violation of the Executive Order. Agencies shall also establish procedures to provide for effective use and/or dissemination of the list to assure that their grantees and sub-grantees (including contractors) at any tier do not make awards in violation of the non-procurement debarment and suspension common rule."

Questioned Cost: None

Effect: The Department is not in compliance with the grant agreement and OMB compliance requirements which could impact future funding.

Cause: Established policies and procedures to ensure vendors are not suspended or debarred were not followed.

Recommendation: We recommend that a policy and procedure be followed to ensure that vendors were not suspended or debarred.

Management's Response: The NMDVR accepts the recommendation and has immediately added the language to the Request For Proposal (RFP) and the agency contract templates. This is recognized when initiating procurements for services and when completing a contract for services. In addition, prior to a vendor selection, either through the competitive sealed proposals process(RFP), or the lowest bid process, the program manager/contract monitor is responsible for verification of suspended or debarred proposed contractors using the Excluded Parties List System (EPLS) <https://www.epls.gov/epls/search> website before formally awarding a contract through the RFP process or at the time the lowest bidder is determined when using the lowest bidder process. The Contract Manager is responsible for providing a hardcopy of the print screen from the website to be retained in the Agencies hard copy contract file. This print screen will be separate from other documents and will be readily identifiable for those reviewing the contract file for compliance to meet program objectives, as well as, laws, rules and policy/procedures.

DVR 11-05 Cash Management (Significant Deficiency)

Federal Program: Rehabilitation Services - Vocational Rehabilitation Grants to States CFDA 84.126

ARRA -Vocational Rehabilitation CFDA 84.390A

Social Security - Disability Insurance CFDA 96.001

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Condition: During the testing of cash management we noted that four of fifty draw downs tested did not have proper review or approval.

Criteria: Per the Department's internal control and draw policies, draws made on the G-5 and ASAP systems are to have proper review and approval prior to the drawing down of funds.

Questioned Costs: None

Effect: There is increased likelihood of errors, noncompliance or fraud going undetected.

Cause: Established internal controls draw policies were not followed consistently.

Recommendation: We recommend that the Department ensure that established internal control and draw policies are being followed.

Management Response. NMDVR accepts the finding and recognizes that internal controls and draw policies must be followed. The Grants Management Unit is now reviewing draw backup information prior to requesting the draw down from federal draw system and ensuring that all proper signatures of the preparer and the reviewer are obtained

D. FINDINGS AND QUESTIONED COSTS - OTHER MATTERS

DVR 10-13 Control Deficiency Over The Issuance Of Bus Passes

Condition: During our internal control walk-through, it was noted that 1 of the 5 field offices in Albuquerque had bus passes that could not be located and were not tracked properly.

Criteria: Bus passes should be kept in a lockbox or safe deposit box, pre-numbered and tracked through a bus pass log which is reconciled on a monthly basis. Bus passes should be considered an asset that can easily be converted to cash.

Effect: Lack of effective controls surrounding the issuance of bus passes.

Cause: Lack of effective internal controls surrounding the issuance of bus passes; management oversight.

Recommendation: We recommend that management establish controls and procedures over the issuance of bus passes. Additionally, we suggest that all bus passes be reconciled and reviewed on a monthly basis.

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Management's Response: In this particular instance management accepts the recommendation related to establishing controls and procedures over the issuance of bus passes. Practices and controls have been established in field offices to secure bus passes. Collaboration efforts will need to be continued to develop between the Rehabilitation Services Unit and the Administrative Services Unit to ensure that monthly reconciliations are provided to the Rehabilitation Services Unit head as well as the Chief Financial Officer. The Administrative Services Unit is seeking the request to hire for the position of an Internal Auditor to assist with review of controls at the Field Office level related not only to controls over Bus Passes but other critical controls related to processing of payment requests and disbursement of checks to vendors at the Field Office level. The Rehabilitation Service Program Manager and the Chief Financial Officer are the responsible parties to develop and implement the corrective action plan to address the above audit finding to align with the NMAC 2.20.5.8 Responsibilities of the Chief Financial Officer and plan to address the audit finding within the next calendar year.

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CHARTER SCHOOL FINDINGS

B. FINDINGS – CHARTER SCHOOLS - FINANCIAL STATEMENT AUDIT (CONTINUED)

ACADEMY OF TRADES AND TECHNOLOGY

CS 10-11-A Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

SEG Federal Stimulus	
Support Services	\$23,699

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The PED requested that the school spend the additional funds even though they did not have budget authority.

Auditor Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary budgetary adjustments.

Management Response: The schools policy requires quarterly review of the budget; funds were expended for the approved budget of \$44,780. When we submitted our final reimbursement request to PED, we were informed that we had to expended an additional \$23,699. We were not able to submit a BAR for the additional budget.

CS 10-13-A ERB/RHC Contributions, Non-Compliance and other matters

Condition: During our testwork we noted the following:

- ERB payments for July 31, 2010 (\$15,359) and August 31, 2010 (\$17,163) were not paid until August 19, 2010 and September 21, 2010, respectively.
- For RHC we noted that the payments for July 31, 2010 (\$1,891), August 31, 2010 (\$2,113) and May 31, 2011 (\$1,825) were not submitted until August 17, 2010, September 20, 2010, and June 14, 2011, respectively.

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Criteria: Monthly contributions to the Educational Retirement Board (ERB) are required to be remitted no later than the 15th of the following month. Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month, per NMSA 1978 10-7C-15.

Effect: The school was in violation of ERB and RHC requirements and could be subject to penalties.

Cause: The school was moving during the summer 2010 and missed some deadlines. For RHC, the school forgot the deadline was on the 10th of the month.

Auditor's Recommendation: We recommend school management implement an internal control system to insure that ERB/RHC payments are processed and paid in a timely manner.

Management's Response: Management implemented policy that will insure all ERB/RHC payments are paid timely. Payments will be made when the last payroll is processed for the month.

CS 10-14-A Internal Control Structure, Non-Compliance and other matters

Condition: During our fieldwork we noted documentation could not be provided for balance of \$675 in the Family & Youth fund 27140. The school continues to carry forward a fund balance of \$675.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The amounts reported to PED could be inaccurate.

Cause: The school has not reconciled the cash balance in this fund.

Auditor's Recommendation: We recommend the school review fund balances to ensure funds do not get over-expended. In addition the school should retain documentation for the prior year cash balances.

Management's Response: Management will review internal controls to ensure fund balances have been reviewed monthly. All documentation will be retained for prior

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year cash balances.

CS 11-01-A Travel & Per Diem, Non-Compliance and other matters

Condition: The school could not provide documentation for a travel voucher in the amount of \$60.

Criteria: Per NMAC 2.42.2.12, public officers and employees may be reimbursed for the following expenses provided that receipts for all expenses are attached to the reimbursement voucher: 1) actual costs for travel by common carrier.

Effect: The school is not in compliance with NMAC 2.42.2.12 and expenses could be considered unallowable.

Cause: The school reimbursed an employee for a baggage claim in which the original receipt was not presented.

Auditor's Recommendation: We recommend that the school obtain supporting documentation for all items paid to the vendor/employee.

Management's Response: Internal control require that all reimbursements are supported by proper documentation, and they must be attached to the accounts payable voucher.

Auditor's Response: We noted that there were two \$60 transactions that were tested in the same trip. One item properly contained a receipt and the other did not have any supporting documentation besides a credit card statement from an employee.

CS 11-02-A Communication of Audit Report, Compliance and other matters

Condition: We noted during review of the board minutes that the 2010 audit findings were shared with the board of directors during the September 16, 2010 open meeting. The audit report was not released by the State Auditor until January 20, 2011 and was not allowed to be discussed with the board until 5 days after the release date.

Criteria: Per NMSA 12-6-5 NMSA 1978, an audit report does not become public record, subject to inspection, until five calendar days after the date it is released by the State Auditor to the agency being audited.

Effect: The school is in violation of state audit requirements.

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Cause: The business manager was unaware of the requirements for communicating audit items during an open board meeting.

**CS 11-02-A Communication of Audit Report, Non-Compliance and other matters
(Continued)**

Auditor's Recommendation: We recommend that the school review procurements regarding the audit report and when it can be discussed in an open meeting.

Management's Response: Management will insure that the audit reports are not discussed in an open meeting, until the State Auditor has released the report.

ACE LEADERSHIP HIGH SCHOOL

CS 09-18-B Budgetary Conditions, Non-Compliance and other matters

Condition: The School had expenditure functions where actual expenditures exceeded budgetary authority:

Food Services	
Food Services	\$1,236
Federal Charter School Planning	
Support Services	\$67,310

Based on the grant award for the Teacher Principal Training Grant we noted that a Budget Adjustment request was not completed in the amount of \$49.

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances. The schools funds are not properly budgeted which could lead to over-expenditures.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function. Expenditures were budgeted to a different function than they were actually charged to.

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**CS 09-18-B Budgetary Conditions, Non-Compliance and other matters
(Continued)**

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary budgetary adjustments.

Management's Response: Management agrees with this finding and will implement controls to mitigate the risk to the school. Monthly and quarterly budget reviews by the Finance Director, the Finance Committee and full Council will include controls to ensure that the school is within its budget in the functional categories as prescribed by law.

CS 09-25-B Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted that two out of four journal entries tested were not reviewed or approved. Total amount of journal entries was \$27,754.

Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation. Also, all journal entries should be posted to the appropriate funds and should be in balance.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increased risk of fraud or improper posting of journal entries. The posting of journal entries to the incorrect fund or journal entries that do not balance can cause material misstatement to the financial statements. The business manager could make entries that could be inappropriate and would not be detected or corrected.

Cause: Business Manager and school are still relatively new, and this requirement had not yet been called to their attention.

Auditor's Recommendation: We recommend that the school Principal or Governing Council review all journal entries prior to being posted by the Business Manager to help ensure they are being posted to the correct fund and balance. In addition the school should create a process to verify that all journal entries are properly presented to the governing council. We also recommend all journal entries include supporting documentation.

Managements Response: Management agrees with this finding and will implement controls to mitigate the risk to the school. Our internal control process for journal entries includes a review and approval by the Board Treasurer as a standard practice

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CS 09-25-B Journal Entries, Significant deficiency (Continued)

Managements Response (Continued)

at regularly scheduled finance committee meetings. As part of our updated controls, beginning with FY12, management submits a quarterly listing of all journal entries to the full Governing Council for their review. The Finance Director and Board treasurer have all J/E's and supporting documentation on hand for further inquiry by the board. This review by the full council is part of the Treasurer's Report which is voted upon by the full council.

CS 11-01-B Internal Control Structure, Significant deficiency

Condition: During our test work we noted the following:

- We noted the reconciled cash balance differed from the general ledger by \$7,615.
- We noted a cash receipt in the amount of \$45 that should have been posted to the fees account was posted to a federal revenue account.
- We noted a purchase order and purchase request was dated after the date of the service/reimbursements. Total amount of request was \$4,535.
- We noted that the Principal approved his own purchase order.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6 resulting in the PED does not have an accurate reporting of the school's activity. In addition the school has exposed itself to possible errors and misstatements.

Cause: The school did not agree the amounts received to the RFR's submitted to OBMS. The school does not approve PO's instead PO's are created by the business manager when the invoices are entered into APTA.

Auditor's Recommendation: We recommend the school carefully check account coding before posting transactions. We also recommend purchase orders and requisitions be approved prior to goods/services being purchased. In addition we recommend the governing council approve the principals purchase orders.

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CS 11-01-B Internal Control Structure, Significant deficiency (CONTINUED)

Management's Response: Management agrees with this finding and will implement controls to mitigate the risk to the school, including controls for reconciliation, cash receipts, and procurement.

CS 11-02-B Administrator's Contract, Non-Compliance and other matters

Condition: During our testwork we noted that the Governing Council approved the Executive Director/Principal during the November 15, 2011 meeting. We noted that the contract was signed by the Executive Director/Principal on November 3, 2011 for the school year beginning July 1, 2011.

Criteria: Per NMAC 6.66.38 "no administrator contract, including any amendment or addendum, shall be signed, entered into, or executed that has not first been properly noticed and voted on openly at public meetings held pursuant to the Open Meetings Act (10-15-1 to 10-15-4, NMSA 1978). No administrator contract, including any amendment or addendum, shall be signed, entered into, or executed that permits the payment of monies, dividends, differentials, bonuses, incentives, salary, wages, or renewal inducements where the payment is neither tied nor traceable to services actually rendered.

Effect: The School could be paying for services that have not been authorized by the governing council.

Auditor's Recommendation: We recommend *Cause:* Since this was the first year of operation, the school did not realize it had passed the deadline for this requirement.

the school ensure that the Administrator Contract is approved by the Governing Council at the start of the school year and ensure that the Administrator does not sign his own contract.

Managements Response: Management agrees with this finding and will implement controls to mitigate the risk to the school. The board has approved the administrator's contract for FY12. The board will consider and adopt a procedure in order to ensure that this annual responsibility is dealt with in a timely matter.

ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE

CS 07-19-C RHC Contributions, Non-Compliance and other matters

Condition: During our test work, we noted the RHC payment for July 31, 2010 was not

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paid until August 25, 2010 (\$2,498), November 30, 2010 was not paid until December 31, 2010 (\$2,524) and January 31, 2011 was not paid until February 28, 2011 (\$2,537).

Criteria: Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month per NMSA 1978 10-7C-15.

Effect: The school was in violation of RHC requirements and could be subject to penalties.

Cause: The July payment was late due to a death in the family of the Business Manager and the subsequent payments were late due to the holidays.

Auditor's Recommendation: We recommend that school management implement an internal control system to ensure that RHC contributions are processed and paid timely.

Management's Response: Management acknowledges that these payments were made late. The July payment was late due to a death in the family of the Business Manager and the subsequent payments were late due to the holidays. All payments are current, and the school has created internal controls to insure payments are made timely.

CS 07-21-C – Budget Adjustment Requests (BARs), Non-Compliance and other matters

Condition: During testwork, we noted

- The school did not complete BARs for the Instructional Materials Fund, Education Jobs Fund, and Capital Improvements HB 33 Fund.
- The school budgeted more cash carryover (\$367,588) than the school had on the prior year financial statements (\$365,520) for the operating fund.
- The school budgeted more (\$191,331) than what was remaining (\$160,537) on the total funded amount for SEG Federal Stimulus Fund. Difference of \$30,794.

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CS 07-21-C – Budget Adjustment Requests (BARs), Non-Compliance and other matters (Continued)

Criteria: In accordance with Public Education Department (PED) requirements and 6-6-6 NMSA 1978, the School is required to follow PED procedures relating to Budget Adjustment Requests.

Effect: The School was out of compliance with 6-6-6 NMSA 1978 and funds spent could be considered unallowable. The school did not properly budget funds which could lead to over-expenditures.

Cause: The school had BARs disapproved.

Auditor's Recommendation: We recommend that all Budget Adjustment Requests are properly filled out and submitted for PED approval before any action is taken at the school and that BARs be kept on file.

Management's Response:

Re: Instructional Materials: The school did not budget for Instructional Materials in fund 14000, but did budget and expend monies on instructional materials from its operational fund.

Re: Fed Stimulus: The school did submit a BAR in the amount of \$9,982.71, per the specific instructions of the school's PED analyst in Santa Fe. This BAR was ultimately disapproved; however, the school did receive all funds to which it was eligible.

Re: HB 33: The school did submit a BAR for HB 33 funds, however that BAR was voided by the system in July of 2011. Those funds are all carried forward and will be expended in FY 12.

All BAR records are kept by the school as well as by PED in the OBMS records. The school properly followed PED procedures regarding its budget. The school's budget was reviewed and approved by PED. The discrepancy lies with pre-existing problems in the school's fund balance, which have all been corrected. The school makes every effort to comply with PED requirements regarding BARs, and will continue to ensure these requirements are in fact met.

Auditor's Response: For the operating and federal stimulus funds, the school should perform BARs to ensure that the school does not budget more than they have available to spend. For the Education Job fund and HB 33 funds, we noted this caused an over expenditure of function. For the instructional materials all final allocations are communicated during the spring budget workshops. We suggest that school create a process to ensure that all BARs are completed and approved before the deadlines noted by the state.

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CS 07-26-C - Budgetary Conditions, Non-Compliance and other matters

Condition: The School had expenditure functions where actual expenditures exceed budgetary authority.

Education Jobs Fund	
Direct Instruction	\$ 62,285
Public School Capital Outlay	
Capital Outlay	\$ 153,746
Capital Improvements HB 33	
Capital Outlay	\$ 1,862

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts, the function is the legal level of control.

Effect: The School has not complied with New Mexico law, and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The school did not complete BARs for all funds. For the Public School Capital Outlay fund the school budgeted the incorrect function.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at least quarterly and make the necessary budget adjustments.

Management's Response: The school did not exceed budget authority in the Public School Capital Outlay. Moreover, it expended no monies from Fed Stimulus and HB 33 funds throughout the budget year, and only transferred expenses to these funds by way of journal entries thinking BARs had been completed. All HB 33 funds carry over to FY 12, and will be expended, and the school received all Fed Stimulus funds to which it was entitled. The school has created internal controls to ensure that BARs and JE's are completed properly.

Auditor's Response: The school did exceed budget authority in all three categories above as reflected in the financial statements. We noted the amounts were also reported to PED in the 4th quarter actual reports.

CS 08-22-C PED Cash Reports/Budget reports, Non-Compliance and other items

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Condition: We noted the PED Cash Report for the Operational Fund did not agree to the general ledger balance. We noted a difference of \$18,899. Of this amount we noted a reconciling item of \$18,944.

Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The PED does not have an accurate accounting of the school's activity.

Cause: The school continues to have issues in reconciling its cash report from three years ago.

Auditor's Recommendation: We recommend the appropriate personnel complete the PED report based upon the general ledger. Additionally, an individual should review the report to ensure that the report does match the general ledger.

Management's Response: All discrepancies, which resulted from inaccurate fund balances from prior years, have now been reconciled. All cash reports tie to the General Ledger and to the Bank Statements. PED now has an accurate accounting of the school activity. The school has implemented internal controls to ensure all reports match the GL.

Auditor's Response: Documentation was not provided to show that the balances have been reconciled.

CS 11-01-C Internal Control Structure, Significant deficiency

Condition: During our test work we noted the following:

- We noted expenses were not re-classed from the Operational Fund to EMSI and PSCOC even though reimbursement requests had already been completed.
- We noted that a cash receipt of \$1,157 was incorrectly posted to Instructional Materials fund instead of the SEG Federal Stimulus Fund.
- We noted the school had \$2,940 more in expenditures than the total funded amount for the SEG Federal Stimulus Fund.
- We noted that school did not properly move expenditures from the Operational fund to the Education Jobs Fund. Total amount of \$52,302.
- We noted that mileage reimbursement of \$139 was incorrectly posted to account object code 53711 instead of account object codes 55813, 55817, 53330.

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- We noted that the school purchased an alarm system and did not add it to its fixed asset listing at the end of the prior year. We noted item was purchased in June 2010.
- We noted a contractor was paid on June 21, 2011 for services to be paid from through July 2011 through December 2011. The funds are held in a trust account by the attorney. The school classified this item as fiscal year 2011 expenditure in the general ledger. An adjustment has been completed to reclassify to Prepaid Expenses.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The school and the PED do not have an accurate recording of the activity.

Cause: Coding is not being checked when the receipts and disbursements are made by the Business Manager. The school issued a deposit to the attorney for services to be provided in the future.

Auditor's Recommendation: We recommend the school carefully check account coding before posting transactions and all funded amounts should properly agree to reimbursement requests.

Management's Response: Re: Reclassification of PSCOC funds: Expenses were reclassified to PSCOC only after funds were received.

Re: The incorrect posting of \$1,157: The funds were direct deposited into the school's operating account with no description as to the sender. They were thought to be fund 14000 funds, and were posted to that account.

Re: Reclassification of Fed Stim Funds: The Business Manager moved the amount of funds from fund 11000 to fund 25250 consistent with the BAR he was instructed to submit by the PED financial analyst, i.e., the \$9,982.71.

Re: Incorrect object code: The school coded a \$139 mileage reimbursement to object code 53711 as an "other charge", "allowance", as set forth in the code definition. The expense should have been coded under 55813 non-teacher, employee travel.

Re: Alarm System: The school did purchase an alarm system. It has been added to the school's fixed asset list, and a depreciation method and schedule was provided to the auditors.

Re: Attorney Trust Account: The school paid funds into their attorney's trust account. These funds remain legally the property of the school, and are controlled by

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the Rules of Professional Conduct governing attorneys. At any time, the school can request a refund of any unused fees. The attorney provides an invoice for services rendered, and cannot transfer fees without the approval of the school. As such, these funds are not pre-paid expenses. In the future, these funds will be classified as an asset.

Auditor's Response: Re: Alarm System-The school added the fixed asset items during the incorrect accounting period.

CS 11-02-C Payroll Transactions, Non-Compliance and other matters

Condition: During our testwork of payroll and payroll related reports we noted the following:

- We noted 1 of 1 employee's I-9 was not properly completed.
- During our recalculation, we noted the school incorrectly calculated the principal's daily rate. It appears that the PTO buy-back at year end was over-paid. We noted that the school paid at a rate of \$510 per day or \$6,120. We recalculated the rate based on 185 days noted in the contract and noted a daily rate of \$496-which is an over-payment of \$168. We noted that the gross amount was increased to \$10,587 to ensure that the total amount paid to the employee at year end netted the \$6,120 for an overpayment of \$4,467 in benefits. School does not have a policy in place to support the pay-out of the 180 days paid to the employees.
- We noted the gross amount on business manager's PTO buy-back was increased to \$8,518 to ensure that the total amount paid to the employee netted the \$4,972 for an overpayment of \$1,653 in benefits. School could not provide supporting documentation to show this was the school policy.

Criteria: Per State Regulation 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations, pay or position change notices, Educational Retirement Act plan application, and direct deposit authorizations.

Effect: The school could face penalties for I-9 requirements. The school could be paying for unnecessary costs in regards to PTO-buy back.

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Cause: The school retained the documentation but forgot to complete the employer portion. The school does not have a policy concerning the PTO buy-back. It was unclear why the calculations were performed this way for administration.

Auditor's Recommendation: We recommend that school review requirements regarding I-9 completion. We recommend the school create a policy for compensated absences and that the calculation for the daily rate be updated to ensure that it is documented and to ensure that the calculation for PTO buy-back is consistent and being calculated correctly.

Management's Response: Re: I-9: The employee's I-9 was in fact present in the file, and the employee section was completed entirely and signed by the employee. A photocopy of the employee's New Mexico driver's license was in the file immediately next to the employee's I-9, and the employee's PED license was also included in the file. Both documents satisfy the conditions of Section 2 of the I-9.

Re: PTO Buy-Back: The auditors state in the "*Conditions*" section above that, "During our recalculation, we noted the school incorrectly calculated the principal's daily rate. It appears that the PTO buy-back at year end was overpaid." As discussed in detail below, there was no calculation error, and there was no over-payment for either the administrator or the Business Manager. The auditors base this finding on an assumption that the daily rate for PTO buy-back is tied to the number of teaching days in the school year. There is simply no basis for this assumption. There are no documents that support that assumption, and there is no history to support that assumption. To the contrary, every document produced to the auditors indicates that the daily rate is based on 180 days. Moreover, the entire history of the PTO buy-back makes it clear that it has always been based on 180 days, for *all* employees (including teachers), not just the two noted by the auditors. Lastly, neither of the employees noted by the auditors are teachers, and neither work based on the number of teaching days in the year. Both work year-round. As such, there is simply no rational basis to assume that the PTO buy-back for full-time employees is tied to the number of teaching days in a given year. Upon a careful reading of the administrator's contract, you find that the 185 days relied upon by the auditors is in no way connected with the PTO buy-back. What the contract does say is, "The contract salary for the school year 2010-2011 is based upon a school year of 185 teaching days, and subject to the approved budget." As stated above, the individual involved here is an administrator, not a teacher, and has duties that require year round attendance, well in excess of the 185 days. In any event, the 185 day reference in her contract indicates the number of teaching days in the contract year, not her number of work days in the year, and not the basis of her PTO buy-back. The actual PTO buy-back is calculated based on 180 days. It has been based on 180 days since 2006, and it is based on 180 days for *all* employees. The policy was negotiated by the Board as part of the compensation

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package of the school. Its purpose is to provide incentive for all employees to minimize personal time off. It has been a very cost effective policy, and resulted in less leave taken by teachers and staff. In June of 2006, the school entered into a salary and benefit negotiations with the Administrator cited above. The Board proposed that administrative staff be allowed to sell back up to 12 PTO/Annual leave days, and the Board approved payment of the regular employee side costs associated with this buy-back. This buy-back was based on 180 days then, and it remains the basis today. The school has provided documentation to the auditors showing no error was made. A copy of the administrator's former contract was provided to the auditors. Specific reference was made in that contract to this 180 day basis. It is clear from that contract that the 180 basis is not tied to the number of teaching days in any given year, since that administrator has always worked full time, and never has been under a teacher contract. The auditors have also been provided with records from previous years showing that all employees' PTO buy-back has consistently been based on a 180 day basis. Nothing before the auditors indicates that this long-standing policy was suddenly changed to 185 days, and that now an error was made. This buy-back provision is and always has been a negotiated component of the compensation package of the school. It was put into place when the school first opened, and essentially took on its current form in June of 2006. The school's Board and its Director have exercised their judgment with regard to policy and appropriate compensation. They initially negotiated that policy, and its written form was incorporated into the administrator's contract.

Auditor's Response: Re I-9: The I-9 was in the file and all items from the employee were attached. We noted that the form was not completed by the school as required by IRS requirements to show compliance.

Re PTO: No documentation was provided showing that the daily rate is 180 days. Minutes from 2006 were provided, however, we noted no indication in the minutes regarding the above. The employee contracts indicate the daily rate is 185 days. We were provided the contract from the Principal that showed the 180's, however we noted that the contracted ended in FY 2009 and no documentation was provided to show this carried forward to FY 2011. We also noted no documentation was provided showing that the administrators net pay-out does not include the tax amounts.

CS 11-03-C Cash Disbursements, Significant deficiency

Condition: During our test work of cash disbursements,

- We noted multiple instances where no purchase order was created for a total of \$6,840.

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- We noted one instance where a purchase requisition was created after the invoice and after the services were performed for \$125.
- We noted one instance where the purchase requisition was not approved for \$200.
- We noted one instance where the payee was filled in and signed but no amount was written on it.

Criteria: NMAC 6.20.2.17 states that each school shall establish and implement written policies and procedures for purchasing, which shall be in compliance with the procurement code Section 13-1-21, NMSA 1978. An internal control structure over purchasing shall be established and maintained to assure compliance with school district policy, and state and federal regulations. Per the Schools Purchasing policy, "The Business Manager then approves the Purchase Requisition, which is then created into a Purchase Order. The PO is then printed and given to the Office Manager to order supplies that have been approved."

Effect: The proper maintenance of supporting documentation relating to financial transactions is necessary to mitigate possible dual payment of invoices and to resolve possible disputes with vendors, etc.

Cause: The School believes the Purchase Requisition is adequate.

Auditor's Recommendation: We recommend the school review its policies and procedures to ensure that all policies and procedures created by the school are being properly followed.

Management's Response: Re: Purchase Orders: The vast majority of the school's vendors do not require a PO. The school has issued PO's for those vendors who request one, and for large expenditures (i.e., rent) to encumber funds. The school has implemented internal controls in order to maintain full compliance with the procurement code.

Re: Purchase Req's: The school will continue to ensure that mistakes are not made regarding dates and approvals. The school does maintain a strict practice that no purchase is initiated or completed without the express authorization of the director.

Auditor's Response: We recommend that the school update its policies to ensure that Purchase Orders are only required on items over a certain dollar amount.

CS 11-04-C CRS/Federal Tax Contributions, Non-compliance and other matters

Condition: We noted the CRS reports for August 2010 through February 2011 and May 2011 through June 2011 were not submitted on time. The late payments resulted in a penalty of \$2,890. In addition, the school submitted Federal Tax payments late for

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July through September 2010, resulting in a penalty of \$2,566.

Criteria: Per NMAC 2.82.9.8 C states "Monthly contributions from employees and local administrative units shall be postmarked no later than the fifteenth (15th) day of the month following the month for which contributions are withheld.

Effect: The school was in violation of CRS and Federal Tax requirements and was subject to penalties.

Cause: The school failed to make the CRS and Federal Tax contributions timely.

Auditor's Recommendation: We recommend that school management implement an internal control system to insure that CRS and Federal Tax contributions are processed and paid timely.

Management's Response: All reports are filed, and all future reports will be filed and reviewed to ensure timeliness. The school has instituted internal controls to ensure all taxes are paid and reports filed on a timely basis.

CS 11-05-C Stale Dated Checks, Non-Compliance and other matters

Condition: During cash test work, we noted 17 checks that were written over a year ago for a total of \$67,354 listed as outstanding checks on the bank reconciliation.

Criteria: New Mexico Statutes, Section 6-10-57, NMSA 1978 compilation requires local public bodies to cancel or void any check that is unpaid for one year after it is written.

Effect: The School is not complying with state statutes. Additionally, the School does not have an accurate understanding of their cash position.

Cause: Management has not monitored outstanding checks.

Auditor's Recommendation: We recommend that the outstanding checks be voided as soon as possible and that a procedure be implemented to track stale dated checks.

Management's Response: These checks will be voided, and the school will ensure that no outstanding checks will remain past the end of the fiscal year.

CS 11-06-C Bank Reconciliations, Non-Compliance and other matters

Condition: During our audit we noted that bank reconciliations for the year were not being completed timely.

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Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The school could be misstating revenues and expenses when reporting budget amounts to PED.

Cause: The school was still performing cash clean-up from prior years.

Auditor's Recommendation: We recommend the school reconcile bank accounts monthly and that all reconciliations be properly reviewed.

Management's Response: All bank accounts have been reconciled, and match to the GL. The school will ensure that all bank accounts will be reconciled monthly, and will be reviewed by the Audit Committee, Board, or the Director.

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CS 11-01-D Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted one out of three transactions tested did not use the correct mileage reimbursement rate. We noted that the school paid at .45 instead of the local government rate of .55 for a total underpayment of \$13.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. The effective rate as of 01/01/2010 is fifty and one half cents per mile (.555) per mile pursuant to the mileage chart of the official state map published by the state highway and transportation department for distances in New Mexico or pursuant to actual mileage if the beginning and ending odometer reading is certified as true and correct by the traveler.

Effect: The school is not in compliance with state law resulting in the underpaying of employees for travel on behalf of the school.

Cause: The school is using the state agency rate for travel and per diem instead of the local government rate.

Auditor's Recommendation: We recommend that the school create a policy related to mileage to ensure that the correct rate is being followed. We also recommend that the governing council approve this policy.

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Managements Response: The school will review its mileage reimbursement rate. According to the cited NMAC 2.42.2.11 for the mileage reimbursement finding, the appropriated amount for reimbursement under state statute is 80% of the federal amount. Since the federal amount for mileage reimbursement was \$0.555 then the correct amount to reimburse was \$0.444. Accordingly the school used this amount. The governing council will be asked to approve a policy on the specific rate.

CS 11-02-D PED Budget reports, Non-Compliance and other matters

Condition: School had expenditure functions where actual expenditures exceeded budgetary authority:

IDEA B	
Direct Instruction	\$77
Education Job Fund	
Direct Instruction	\$144

In addition expenditures were not properly moved out of these funds before the actual uploads were submitted to PED.

Criteria: According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

Effect: The school is out of compliance with State law and the control established by use of budgets has been compromised which could result in deficit fund balances. The school has not reported the correct amounts to the PED.

Cause: Adjustments to reconcile federal funds were not completed before reports were submitted resulting in expenditures not being properly moved out of these funds before the actual uploads was submitted to PED.

Auditor's Recommendation: We recommend that the school implement procedures to ensure budgets are reconciled to the general ledger and that all PED instructions for completing reports are followed. We also recommend the school establish a policy of budgetary review at year end and make the necessary adjustments.

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Management's Response: Expenditures for the indicated funds will be adjusted according to the audit. Adjustments to the expenditures are due to modifications made to employee payrolls.

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CS 10-01-E Timely Deposits, Non-Compliance and other matters

Condition: During our cash receipts test work we noted that a cash receipt in the amount of \$500 was received on September 21, 2010 but was not deposited until September 23, 2010.

Criteria: NMAC 6.20.2 states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Effect: The School was not in compliance with State Statute. Additionally the School has exposed itself to possible misappropriation of assets.

Cause: Client did not follow their policies and procedure in regards to this receipt.

Auditor's Recommendation: We recommend that policies and procedures be implemented that tracks and maintains all items relating to cash receipts.

Management's Response: We acknowledge our failure to follow policies and procedures with some deposits, and we will continue to improve in this area.

CS 11-01-E Penalty/Late fee, Non-Compliance and other matters

Condition: During our testwork, we noted that a total of \$305 in penalty fees was paid to the IRS.

Criteria: State Regulation 6.20.2.17, NMAC and properly implemented internal control systems require that cash disbursements be processed timely. This is required so that a governmental entity may avoid unnecessary late fees or penalties associated with the payment of current liabilities.

Effect: The School is not in compliance with state regulations which resulted in unnecessary costs paid by the school.

Cause: The school inadvertently missed the deadline for submitting IRS payments during the holidays.

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Auditor's Recommendation: We recommend the school implement policies and procedures to ensure that all items are paid on time.

Management's Response: Aldo Leopold High School has policies and procedures that are intended to ensure that all items are paid on time, including payroll obligations. These procedures include an accounting calendar of important deadlines. The School will amend these procedures to include the requirement that two members of the business office staff review the calendar on each pay day to ensure all deadlines have been met.

CS 11-02-E RHC and ERB Contributions, Non-Compliance and other matters

Condition: During field work, we noted the RHC report and payment for July 31, 2011 (\$1,164) was not submitted until August 18, 2011.

We noted the ERB payment for July 31, 2010 (\$2,227) was not submitted until August 19, 2010 and payment for September 30, 2010 (\$11,513) was not submitted until October 21, 2010.

Criteria: Monthly contributions to the Educational Retirement Board (ERB) are required to be remitted no later than the 15th of the following month. Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month per NMSA 1978 10-7C-15.

Effect: The school was in violation of RHC and ERB requirements and could be subject to penalties.

Cause: The school processed these payments late.

Auditor's Recommendation: We recommend that school management implement an internal control system to ensure that RHC and ERB contributions are processed and paid timely.

Management's Response: Aldo Leopold High School has policies and procedures that are intended to ensure that all items are paid on time, including payroll obligations. These procedures include an accounting calendar of important deadlines. The School will amend these procedures to include the requirement that two members of the business office staff review the calendar on each pay day to ensure all deadlines have been met.

CS 11-03-E PED Budget reports, Non-Compliance and other matters

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Condition: We noted the budget to actual report for the fourth quarter has not been submitted.

Criteria: According to State regulation 6.20.2.10 reports are due at the department by the last working day of the month following the end of the required reporting period, unless extended to a later date by the secretary of education.

Effect: The school is in violation of NMAC 6.20.2.10 resulting in the PED not having an accurate accounting of school activity.

Cause: The School experienced system problems that did not allow for the timely submission.

Auditor's Recommendation: We recommend that the school be aware of the deadlines to submit budget reports and implement procedures to ensure they are done timely.

Management's Response: Aldo Leopold High School is keenly aware of budget reporting deadlines, and staff spent many dozens of hours tracking down discrepancies in the end-of-year cash reconciliation so that it could file its fourth quarter report. The School hopes that making adjusting journal entries to the asset, liability, and fund balance portions of the AptaFund accounting system – which were never correctly entered when the system was adopted – will make it possible to use that software to reconcile cash to actual expenses and revenues on a quarterly basis, making the end-of-year process more reliably timely. It is our understanding that Moss Adams will be recommending adjusting journal entries to accomplish this.

CS 11-04-E Bank reconciliations not reviewed, significant deficiency

Condition: During our testwork, we noted that cash reconciliations are not prepared monthly and there was no evidence that the year-end bank reconciliation prepared was reviewed.

Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The lack of evidence regarding bank reconciliation results in a control design flaw which may result in a misstatement of the cash balance and/or result in inappropriate disbursements not being detected.

Cause: The school was unaware this should be completed.

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Auditor's Recommendation: We recommend that the school implement policies and procedures to ensure at least one level of independent review over the monthly bank reconciliations are completed.

Managements Response: Procedures will be modified and staff will be trained so that the school's clerk will prepare the monthly bank reconciliations, which will then be reviewed by the business manager.

CS 11-05-E Fixed Asset Inventory Count/Depreciation Schedule, Non-Compliance and other matters

Condition: The school did not perform a physical inventory of fixed assets at the end of the fiscal year. We also noted that a depreciation schedule was not properly maintained during year.

Criteria: Per NMAC 2.20.1.16, Annual Inventory, at the end of the fiscal year, each agency shall conduct a physical inventory of the fixed assets consisting of those with historical cost of five thousand (\$5,000) or more, under the control of governing authority.

12-6-10(A) NMSA 1978 requires each agency to conduct an annual physical inventory of movable chattels and equipment on the inventory list at the end of each physical year. The agency shall certify the correctness of the inventory after the physical inventory.

Effect: The school is noncompliant with NMAC 2.20.1.16 and internal controls implemented for safeguarding capital assets and establishing accountability for their custody and use.

Cause: The School's fixed assets policies and procedures do not include a reconciliation of the inventory to the fixed asset listing.

Auditor's Recommendation: We recommend the school implement and follow a policy for the Annual Inventory of capital assets. We also recommend the school reconcile the annual inventory to the capital asset listing.

Managements' Response: The capital assets in question consist of the two school activity buses owned by Aldo Leopold High School. We will create a physical asset inventory form that lists these two capital assets, their initial purchase price, and the annual depreciation that has been calculated for them by our auditors. On or around June 30 of each year, the school's business manager and director will confirm the continued existence of the two buses and will sign off on the physical asset inventory form.

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Auditor's Response: The school should also perform physical inventories of items such as computers, desks, and other items as deemed necessary.

CS 11-06-E Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted that journal entries are not being properly reviewed and that supporting documentation could not be provided for 3 out of 3 journal entries tested. We also noted that due to / due from transactions are not being posted to the two appropriate funds causing the accounts to not be in balance. In addition we noted that the governing council only reviews journal entries that the business manager presents to them.

Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation. Also, all journal entries should be posted to the appropriate funds and should be in balance.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increase risk of fraud or improper posting of journal entries. The posting of journal entries to the incorrect fund or journal entries that do not balance can cause material misstatement to the financial statements. The business manager could make entries that could be inappropriate and would not be detected or corrected.

Cause: Business Manager and school are still relatively new, and this requirement had not yet been called to our attention.

Auditor's Recommendation: We recommend that the school Principal or Governing Council review all journal entries prior to being posted by the Business Manager and create a process to verify that all journal entries are properly presented to the governing council. In addition all journal entries should include supporting documentation and should be posted to the appropriate funds and should balance.

Managements Response: Aldo Leopold High School will modify its internal control procedures to require the maintenance of a log describing and documenting each journal entry made. We will seek clarification from Moss Adams as to what supporting documentation should be included in this journal entry log. In addition, the school director will review and approve or disapprove each proposed journal entry.

CS 11-07-E State Cash Report, Non-Compliance and other matters

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Condition: During the cash reconciliation testwork we noted the ending cash balance did not agree to the GL for the operating fund and activity account. We noted that the overall difference on the cash report from the reconciled cash balance is \$1,659.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.14J states the school district shall maintain a cash control ledger for each fund/subfund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit. Per state audit rule the audit report of each school district shall include a cash reconciliation schedule which reconciles the cash balances as of the end of the previous year to the cash balance as of the end of the current fiscal year.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The school is not in compliance with State Statute resulting in the PED not having an accurate accounting of School activity.

Cause: The school was unaware of the requirement to use the updated cash report.

Auditor's Recommendation: We recommend that management reconcile PED reports to the general ledger.

Management's Response: We are in compliance with all of the criteria described above except one. We maintain a cash control ledger for each fund/subfund, the balances we report to the department are the same as the balances on that cash control ledger and annual audit, and we reconcile current year ending cash balances to prior year ending cash balances every year. The one piece that we do not comply with is the requirement that all transactions affecting cash be recorded to the cash control ledger individually. That is because our cash control ledger is not integrated into the AptaFund system we use. Instead, we record the transactions that affect cash to the ledger on a quarterly basis as part of our quarterly cash reports. Beginning in FY12 we will change the cash control ledger that we use from an external spreadsheet to the ledger that is included in AptaFund. This will bring us into compliance with the criteria mentioned above.

ALMA D'ARTE CHARTER SCHOOL

CS 09-24-F State Cash Report, Non-Compliance and other matters

Condition: During the cash test work we noted the beginning cash balance included on the quarterly submitted cash report to PED did not agree to the prior year audited

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financial statements for the operating fund, federal flow-through fund, state flow-through fund, local grants fund, federal direct fund and local or state fund.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.14J states, the school district shall maintain a cash control ledger for each fund/subfund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit.

Effect: The school is not in compliance with State Statute resulting in the PED not having an accurate accounting of School activity.

Cause: Prior year audit adjustments were not incorporated into the cash reconciliation provided to PED.

Auditor's Recommendation: We recommend that management reconcile PED reports to the general ledger and prior year audited financial statements.

Management's Response: Management will ensure the beginning cash balances on the cash report are the same as the annual audit.

CS 10-30-F Budget Adjustment Requests (BAR), Non-Compliance and other matters

Condition: During our audit we noted school over budgeted the Operational fund for the current year. We noted \$48,138 of unavailable cash carryover was budgeted in the current year. We also noted the school over budgeted the Food Service fund for the current year. We noted \$4,521 of unavailable cash carryover was budgeted in the current year.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds.

Effect: The school is not in compliance with State Statute resulting in funds not being properly budgeted which could lead to over-expenditures.

Cause: A BAR was not completed to adjust projected carryover balances to actual.

Auditor's Recommendation: We recommend that management establish and follow policies and procedures necessary to ensure proper budgets are established with available funds.

Management's Response: Management disagrees with this finding. The budgeted cash

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carryover was based on the cash balance and amounts due from other funds as of. The ending cash balance for operating and food services at June 30, 2011 was sufficient to cover the budgeted amount.

MA Response: The school did not perform a BAR during the year to adjust their projected cash carryover amounts. The school cannot budget more carryover than available.

CS 11-01-F PED Budget Reports, Non-Compliance and other matters

Condition: The YTD expenditure amounts that were reported to PED on the budget to actual report did not agree to the General Ledger for fund 11000 function 1000 accounts 52112, 52210, 52311, 52720, 56118, function 2100 account 55915, function 2200 account 55915, and function 2400 account 56118 in expenditures.

Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The School is not in compliance with State statutes resulting in the PED not having an accurate accounting of the school activity.

Cause: The report sent to PED was not reviewed to ensure that it reflects what is in the general ledger.

Auditor's Recommendation: We recommend the appropriate personnel complete the PED report based upon the general ledger. Additionally, an individual should review the report to ensure that the report does match the general ledger.

Management's Response: The difference in amounts is due to year-end audit entries that were made after the report was submitted to the PED. Although the entries made changed the amounts on a few accounts, the total expenditures did not change. Total expenditures reported to the PED tied to the general ledger and the cash report.

CS 11-02-F Internal Control Structure, Significant deficiency

Condition: During our test work we noted the following:

- School received \$318 of revenue related to SEG Federal Stimulus that was incorrectly posted to the Instructional Materials fund.
- Three adjustments made to the beginning cash balance for a total of \$3,628 without any supporting documentation. We also noted when bank

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reconciliations are off the cash balance is plugged and posted to fund balance without any support.

- Entries to due to and due from were made incorrectly, leaving the amounts out of balance.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The school does not have an accurate accounting on a cash basis.

Cause: Journal Entries were posted incorrectly into the general ledger.

Auditor's Recommendation: We recommend the school carefully check account coding before posting transactions. We also recommend that any journal entries be carefully checked for completeness to ensure that items posted are correct.

Management's Response: Management will carefully review all journal entries.

CS 11-03-F Inadequate Segregation of Duties in Receipting Process, Significant deficiency

Condition: The Business Manager at the school has duties over student activities to receive the cash, enter the receipt into the G/L, prepare the deposits, and take deposits to bank.

Criteria: Sound business practices require adequate segregation of duties during the receipting process.

Effect: Without segregation of duties, the School has not mitigated the risk of errors or irregularities over the cash receipts process.

Cause: The school delegated the handling of money from the student activities fund to one individual.

Auditor's Recommendation: We recommend certain responsibilities during the receipting process be delegated to qualified employees or the school should hire a qualified individual to perform the required tasks.

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Management's Response: Management will delegate duties to other staff members.

CS 11-04-F –RHC Reports and Contributions, Non-Compliance and other matters

Condition: We noted the RHC report for the month of July 31, 2010 (\$1720) was not submitted until August 13, 2010, December 31, 2010 (\$1,853) was not submitted until January 11, 2011 and March 31, 2011 (\$1,885) was not submitted until April 14, 2011.

Criteria: Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month per NMSA 1978 10-7C-15.

Effect: The school was in violation of RHC requirements and could be subject to penalties.

Cause: The school did not submit the reports timely.

Auditor's Recommendations: We recommend the School implement policies and procedures to ensure that reports submitted in a timely manner.

Management Response: The Business Manager will ensure the reports are submitted in a timely manner.

AMY BIEHL CHARTER HIGH SCHOOL

CS 08-30-G Budgetary Conditions, Non-Compliance and other matters

Condition: The School had expenditure functions where actual expenditures exceeded budgetary authority.

Food Services	
Non-Instructional Services	\$ 4,910
Title I-IASA	
Support Services-Student	\$ 342
SEG Federal Stimulus	
Direct Instruction	\$ 4,476
APS Foundation	
Direct Instruction	\$ 55

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

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Effect: The school is out of compliance with state law and the control established by the use of budgets has been compromised which could result in a deficit fund balance.
Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

Management's Response: Amy Biehl High School disputes a portion of this finding (as noted in #3 below).

1. This was the first full year that the school received the food services student nutrition grant. The receipts, with expenditures equaling the receipts, were greater than estimated at the beginning of the school year and this was not realized until late in the school year, too late to submit an increase BAR. The school was fully compensated for the expenditures. The Finance Director will monitor this more closely in the new fiscal year.
2. In June the school made the decision to award additional compensation to the instructional leaders for additional work that was done appropriate to Title 1. The decision was made in June, after the deadline for submitting an adjusting BAR to the PED. Therefore the line item was overspent but the grant award was not. The school was reimbursed fully from the Title 1 Grant for this expenditure.
3. The school disputes this portion of the finding. This fund went unbudgeted as we followed the directions of our budget analyst at the PED. The funds we received were a reimbursement of prior year expenditures, expenditures that were paid for through the operating fund. In the current fiscal year, our authorizer was directed to return to the school the 2% of the ARRA funds that they retained. Because the prior year was closed we were unable to transfer the expenditures back into the ARRA fund and create a receivable, which would have been the proper way to handle this had we been advised ahead of time that we would be receiving this money. When we received this reimbursement we were directed by the school's budget analyst to submit a cash transfer request (which we did and it was approved by the Director of the PED) so that we could deposit these funds into our operating fund to pay back this fund. In the prior year, had we posted expenditures equaling the 2% to the ARRA fund, we would have received an audit finding in FY 09.10 for over-expending this fund (this was verified in a conversation with the auditor during the current audit work). Therefore we had to pay these expenditures from our operating fund.

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Auditor's Response: Per the budget to actual in the financial statements, the funds are over-expended. For #3 above, the school posted expenditures in the incorrect fund. An adjusting entry was required to correct.

CS 10-19-G Internal Control over Fixed Assets, Non-Compliance and other matters

Condition: During testwork we noted the school's depreciation schedule did not agree to the prior year financial statements.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded property to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: School is not in compliance with NMAC 6.20.2.11 which could lead to misstatements in the financial statements.

Cause: School was unaware they should not capitalize items related to door improvements.

Auditor's Recommendation: We recommend the school update their depreciation schedule to agree to the financial statements and ensure only improvements made to fixed assets be capitalized.

Management's Response: Amy Biehl High School disputes this finding. "School was unaware they should not capitalize items related to door improvements." In the prior year the Finance Director had a discussion with the auditors regarding depreciating certain building improvements. The door improvements stated above were part of a larger building improvement project. The Finance Director held one opinion and the auditors held another. At the conclusion of field work the auditors stated that they would make a determination whether or not to include these building improvements in the asset schedule and inform the school of their decision. Ultimately, auditors removed these building improvements from the asset schedule and did not communicate this to the Finance Director. Therefore, at the beginning of the current year, it was discovered that the asset schedule of the school was not in balance with the audit firm's schedule. When the auditors informed the Finance Director that they had removed these building improvements from their asset schedule, the Finance Director removed them from the school's schedule. Both schedules now agree.

Auditor's Response: The school should agree the balances in the audit reports to its records to ensure no discrepancies.

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CS 11-01-G PED Budget Reports, Non-Compliance and other matters

Condition: The YTD expenditure amounts that were reported to PED on the budget to actual report did not agree to the General Ledger for fund 11000 account 53414 and 53711 in expenditures.

Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The PED does not have an accurate accounting of the school activity.

Cause: The report sent to PED was not reviewed to ensure that it reflects what is in the general ledger.

Auditor's Recommendation: We recommend the appropriate personnel complete the PED report based upon the general ledger. Additionally, an individual should review the report to ensure that the report does match the general ledger.

Management's Response: Amy Biehl High School agrees with this finding. At the end of the fiscal year, after the preliminary PED report was created but before it was transmitted to the PED, the Finance Director transferred costs between the above mentioned accounts to better reflect the nature of the expenditures. After the transfer was made a new report was created, but the original report was transmitted to the PED in error. In the future, the Finance Director will be sure to delete old reports to ensure that only correct reports are transmitted to the PED. The Finance Director will also review the report after it is transmitted to the PED, but before final submission, to ensure that the correct report was uploaded.

CESAR CHAVEZ COMMUNITY SCHOOL

CS 11-01-H Late Fees, Non-Compliance and other matters

Condition: During our testwork of rent expense, we noted the school paid \$79 in late fees for rental payments.

Criteria: All funds allocated to the school are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Sounds Business practices require that payments to vendors be made timely.

Effect: This resulted in unnecessary costs paid by the school.

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Cause: The school received the invoices for these payments during winter break while their mail was being held by the post office resulting in the invoices not being received until after payments were due.

Auditor's Recommendation: We recommend the school implement policies and procedures to ensure that the school does not abuse public funds and ensures that all amounts paid are correct and on-time.

Management's Response: Management works diligently to ensure that all payments are made in a timely manner. The items in question were processed as quickly as possible after the school came back from winter break but were processed after the due date. The Business Manager will review payment due dates prior to going on winter break in order to process payments so that late fees will not be assessed.

CS 11-02-H Internal Control Structure, Significant deficiency

Condition: During our test work we noted the payments, \$2,188, for additional copies were posted to a rent expense account. Amounts have been incorrectly reported to PED.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The school does not have an accurate accounting on a cash basis.

Cause: Copier agreement indicated extra copies would be billed separately from rental charges however school did not note this when coding expenses.

Auditor's Recommendation: We recommend the school carefully check account coding before posting transactions.

Management's Response: The additional copy charges were assumed to be part of the lease agreement and therefore charged to the equipment rental line item. For future, excess copy charges will be coded to other contract services as they are part of the maintenance agreement for the copiers.

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CS 11-03-H Disposition of Fixed Assets, Non-Compliance and other matters

Condition: During our audit, we noted that the school failed to obtain approval from their governing council and the state for the disposal of fixed assets.

Criteria: Sections 13-6-1 through 13-6-2 NMSA 1978 and the procurement code govern the disposition of fixed assets.

Effect: The school is not in compliance with Sections 13-6-1 through 13-6-2 NMSA 1978 and the procurement code related to the disposal of fixed assets which could result in assets not being properly disposed of.

Cause: The school changed buildings and did not complete disposal forms for leasehold improvements.

Auditor's Recommendation: We recommend that policies and procedures be established to ensure that all disposals are properly approved by the state.

Management's Response: Management was not aware that it was required to have State Auditor approval for the disposal of leasehold improvements. All previous fixed asset disposals had been approved by the State Auditor and all future disposals will follow Sections 13-6-1 through 13-6-2 NMSA 1978 and the procurement code in regard to the disposal of fixed assets.

CIEN AGUAS INTERNATIONAL SCHOOL

CS 09-13-I TIMELY CASH DEPOSIT, Non-Compliance and other matters

Condition: During the cash receipts test work, it was noted that the school did not deposit cash within one business day from the date of receipt. Total amount of deposit was \$255.

Criteria: Per NMAC 6.20.2 states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Effect: The School is not in compliance with Section 6-10-3, NMSA 1978; lack of timeliness of deposits could subject the school to a possible occurrence of fraud.

Cause: The Business Manager is only at the school part-time and has limited personnel to perform different functions for receiving and taking to the bank.

Auditor's Recommendation: We recommend the school develop procedures to ensure

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that deposits are made within the 24 hours.

Management's Response: The school is constantly improving its procedures with cash deposits. All staff involved have been reminded of the policy and procedures.

**CS 09-16-I CONTROL DEFICIENCY OVER PURCHASE ORDERS, Non-Compliance
and other matters**

Condition: During our test work of purchase orders, we noted one instance where the principal signed his own purchase order which totaled \$195. We also noted that PO was approved after the date of the service to the radio station.

Criteria: NMAC 6.20.2.17 states that each school shall establish and implement written policies and procedures for purchasing, which shall be in compliance with the procurement code Section 13-1-21, NMSA 1978.

Effect: The School is not in compliance with NMAC 6.20.2.17 and Section 13-1-21, NMSA 1978. The proper maintenance of supporting documentation relating to financial transactions is necessary to mitigate possible dual payments of invoices, resolution of disputes with vendors, etc. Improper control over purchase orders' documentation may result in fraudulent activity and improper reporting.

Cause: The principal completed the transaction before the purchase order was approved.

Auditor's Recommendation: We recommend the school develop and implement internal controls over purchasing procedures.

Management's Response: The school is constantly improving its procedures with purchase orders. All staff involved have been reminded of the policy and procedures.

CS 10-17-I PERSONNEL FILE MAINTENANCE, Significant deficiency

Condition: We noted that an employee tested did not have a direct deposit form on file and we noted that the I-9 was not properly completed by school.

Criteria: NMAC 6.20.2.18 requires schools to maintain and have available for inspection payroll related documents, such as: employment contracts, certification records, personnel/payroll action forms, 1-9's, W-4 pay deduction authorizations, pay posting change notices, Educational Retirement Act plan applications and direct deposit authorizations. Moreover, NMSA 1.18.378.17 states that an agency must

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verify employment eligibility and have a completed 1-9 form in the personnel file upon hire.

Effect: The agency is not in compliance with NMAC 6.20.2.18 and NMSA 1.18.378.17, missing information could lead to legal issues concerning employees' eligibility to work for the state agency and wages paid may not agree to the contracted amount for payroll.

Cause: Lack of internal controls over the proper human resources record management process.

Auditor's Recommendation: We recommend that management implement the policies and procedures necessary to allow for proper human resources record management.

Management's Response: The school has reviewed and updated all personnel files.

CS 10-30-I Budget Adjustment Requests (BAR), Non-Compliance and other matters

Condition: During testwork we noted the school over budgeted the SEG Federal Stimulus fund for the current year. We noted a difference of \$311 between the amount awarded and the amount budgeted.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A states budgets should be established based on available funds.

Effect: The school's financial statements show more budget authority remaining than available which could result in funds being over-expended.

Cause: The Business Manager was instructed by the school's PED budget analyst what amount the BAR should be.

Auditor's Recommendation: We recommend the School become familiar with Public Education Department (PED) requirements and 6-6-6 NMSA 1978 and follow the requirements for the budgetary system.

Management's Response: The school acted as directed by the PED Budget Analyst. In the future, the school will verify all budget amounts towards the end of each fiscal year.

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CS 11-01-I Procurement Code, Non-Compliance and other matters

Condition: During our procurement test work we noted the school did not go out to bid for tangible items and services in the amount of \$36,889.

Criteria: Per NMAC 6.20.2.17 PURCHASING: A. Each school district shall establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq., NMSA 1978. Purchasing policies and procedures for grant funding shall comply with requirements established within the grant and the Procurement Code. An internal control structure over purchasing shall be established and maintained to assure compliance with school district policy, and state and federal regulations.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school overpaying for services and/or goods.

Cause: This relates to a vendor the school uses for software noted in the school's charter. The school did not realize it had to go out to bid for this item.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State procurement policies are being implemented and followed. We also recommend that school ensure that amounts paid do not fall under a hybrid contract.

Management's Response: The school was contracted for services and during the school year purchased some projectors from the service provider. The school was unaware this violated the procurement code. All applicable staff will be made aware that no goods will be purchased from service providers.

CS 11-02-I Untimely Federal Reimbursement back to government, Non-Compliance and other matters

Condition: We noted during our testwork that there were expenditures for Title I and Federal Planning funds that were reported in prior years that were voided out in the current year due to stale dated items. The cash balances are considered payable to the government at year-end. We also noted that the school had \$4,443 in prior year reimbursements that were not spent that are also due to the government.

Criteria: Per 6.20.2.14 Cash Control Standards: School districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws

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and regulations.

Effect: The government has not received the funds owed back to them.

Cause: Stale dated checks were voided in the current year. Actual costs were less than quotes received.

Auditor's Recommendation: We recommend the school implement policies to ensure that all federal funds received as a reimbursement for expenditures are paid to the vendor or are returned to the government if the expenditures become stale dated or if any cash balances remain at year-end.

Management's Response: The school will contact the PED's Flowthrough Department to send the excess funds back to the NM Public Education Department.

COTTONWOOD CLASSICAL PREPATORY SCHOOL

CS 09-18-J Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority.

Instructional Materials		
Direct Instruction	\$	2,672
Non-Instructional Support		
Direct Instruction	\$	12,969
SEG Federal Stimulus		
Support Services	\$	3,825

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

Effect: The control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover over-expenditures.

Cause: The school had a number of late adjustments from the PED causing changes to not be made.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

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Management's Response: Budgets are reviewed monthly with the school's finance committee. However, the fiscal year had a number of late adjustments from the NMPED that caused changes which were not able to be brought before the governing council and entered into OBMS. The procedures in place along with the reduction in grants should resolve this issue.

CS 10-17-J Personnel File Maintenance, Significant deficiency

Condition: During our review of payroll, one out of one employee tested did not have a background check on file. In addition we noted that the employee's I-9 forms were not completely filled out.

Criteria: According to 22-10.3.3 NMSA 1978 policies and procedures should be developed requiring background checks on an applicant who has been offered employment with unsupervised access to students at a charter school.

State Regulation 6.20.2.18, NMAC states that the School must maintain and have available for inspection all payroll related documentation, including but not limited to employee contracts, I-9's, W-4s, timecards.

Effect: The School has a potential for lawsuits as it is not protecting itself by performing background checks required by state statute.

Cause: There is not an established policy in place within the school that requires personnel files to be reviewed.

Auditor's Recommendation: We recommend the School review their policies and procedures manual regarding background checks and ensure that each employee has been given a background check before being hired by the school. We also recommend the school review personnel files to ensure all required documentation is completed and maintained.

Management's Response: The school's procedures will be reviewed for compliance issues to ensure all employees files are maintained and documented in accordance with state law.

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CS 10-22-J 941 & ERB Contributions, Non-Compliance and other matters

Condition: We noted the 941 report for December 31, 2010 was not completed until February 4, 2011. We also noted that the school received a penalty of \$170 for untimely semi-monthly payments to the IRS.

We noted that the ERB report for August 30, 2010 was not paid until September 17, 2010 (\$26,431).

Criteria: Monthly contributions and reports to the Educational Retirement Board (ERB) payments are required to be remitted no later than the 15th of the following month.

Per NMSA 1978 Section 12-6-5, require the annual financial and compliance audit agencies to “set out in detail, in a separate section, any violation of law or good accounting practices found by the auditor or examination.” Therefore, any instance of weakness in internal control as defined by GAGAS 5.13 and SAS AU 325.21 must be reported.

Effect: The school was in violation of ERB requirements and IRS standards and was subject to penalties.

Cause: The reports were not properly reviewed to ensure they were submitted on time.

Auditor’s Recommendation: We recommend that school management implement an internal control system to insure that ERB contributions and 941 payments are processed and paid in a timely manner

Management Response: All payments are now scheduled to meet all regulatory requirements. Reimbursements were late so that the payments noted were delayed. Cash flow projections are now developed to ensure timely payment.

CS 11-01-J – Anti-Donation, Non-Compliance and other matters

Condition: During the audit we noted the following:

- The school purchased gift baskets from Bath & Body Bistro for teacher appreciation gifts totaling \$141.
- The school purchased gift cards from Bath & Body Bistro for parent volunteer appreciation gifts totaling \$214.

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- The school donated \$706 to the Watermelon Mountain Ranch.
- The school purchased Barnes and Noble gift cards for staff appreciation gifts totaling \$1,520.

Criteria: Article IX, Section 14, of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the intended recipients.

Effect: The school is in violation of the Anti Donation Clause resulting in the school using funds on individuals other than the intended recipients (the students).

Cause: The school provides gifts as incentives for volunteering.

Auditor's Recommendation: We recommend the school review all expenses to ensure that their funds are solely for the benefits of the students.

Management's Response: The school values its staff. However, the total amount of gifts to each staff member was less than \$50. The amounts spent to recognize volunteers is far less than the amount of service realized thereby complying with the anti-donation interpretations issued by the NM Office of Attorney General. Lastly, the Watermelon Mountain Ranch donation was a specific fundraiser held by the school. These issues would not violate the anti-donation clause.

Auditor's Response: The school should document what has been received by each staff member and include the amounts appropriately in the employee's W-2.

CS 11-02-J Internal Control Structure, Significant deficiency

Condition: During our fieldwork we noted the following:

- Maintenance and repair expenses were incorrectly coded to rent expense. We noted total amount posted to rent account was \$2,924.
- We noted that an entry to reverse a prior year accrued liability was posted to a revenue account in the amount of \$72,748. The entry should have reduced current year expenditures since the expenditures were recognized on the financial statements in FY 2010.
- We noted two disbursements where the purchase order was completed and approved after invoices were received by the school. Total amount of purchase orders were \$451 and \$2,924, respectively.
- A cash receipt in the amount of \$1,689 for fund 24106-IDEA-B was incorrectly posted to fund 24206 IDEA-B Stimulus.

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Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded property to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The financial statements could be misleading.

Cause: Items were not reviewed to ensure they were posted to the correct account and were properly approved.

Auditor's Recommendation: We recommend accounts be reviewed before they are posted to the General Ledger. We recommend purchase orders are reviewed and approved prior to services/goods being purchased.

Management's Response: Procedures are in place to review all postings. However, the multiple changes to the rules and regulations over federal stimulus funds caused some issues. In addition, the entries to reverse prior year liabilities were discussed prior to finalization. The school has procedures in place to review the entries. These will be re-emphasized.

CS 11-03-J Stale Dated Checks, Non-Compliance and other matters

Condition: During cash test work we noted one outstanding check in the amount of \$327.

Criteria: New Mexico Statutes, Section 6-10-57, NMSA 1978 compilation requires local public bodies to cancel or void any check that is unpaid for one year after it is written.

Effect: The School is not complying with state statutes. Additionally, the School does not have an accurate reporting of their cash position.

Cause: Management has not monitored outstanding checks.

Auditor's Recommendation: We recommend that the outstanding checks be voided as soon as possible and that a procedure be implemented to track stale dated checks.

Management's Response: The school listed the outstanding checks for the auditors on its bank reconciliations. The school worked with staff and vendors to determine why the checks had not cleared. Until final resolution is complete it would be

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inappropriate to void the check.

CREATIVE EDUCATION PREP #1

CS 09-24-K State cash report/PED reports, Non-Compliance and other matters

Condition: During our test work, we could not agree the beginning or ending balance on the cash report to the prior year audited financial statements and the final trial balance.

We also noted that the 4th Quarter Actual reports uploaded in OBMS and reported to PED did not agree to the schools general ledger.

Criteria: Per NMSA 1978, Section 12-6-5 requires the annual financial and compliance audit agencies to “set out in detail, in a separate section, any violation if law or good accounting practices found by the auditor or examination.” Therefore, any instance of weakness in internal control as defined by GAGAS 5.13 and SAS AU 325.21 must be reported.

Effect: The schools reporting to PED is not correct and PED does not have an accurate reflection of the school’s cash basis.

Cause: The school is not reconciling the general ledger to what is being reported on the audited financial statements.

Auditor’s Recommendation: We recommend the School reconcile the general ledger to the audited financial statements.

Management’s Response: The School will reconcile the general ledger to the audited financial statements. The reconciliations will be reviewed by the Finance Committee.

CS 10-24-K Budget Adjustment Requests, Non-Compliance and other matters

Condition: During our testwork, it was noted that the school did not perform a BAR to reduce the SEG Federal Stimulus funds to actual amounts. We noted that the school had \$26,760 of the remaining funded amount to spend in FY 2011. The school ended the year with a budget of \$66,182. In addition, the school did not perform a BAR for the increase in amount awarded for instructional materials of \$876.

Criteria: In accordance with 6-6-6 NMSA 1978 and in conjunction with requirements, school districts and charters are required to follow the PED procedures relating to

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Budget Adjustment Requests. This includes ensuring that BARs are included in final budget amounts reported in the school's PED report.

Effect: The financial statements show that the school has more budget than available. The schools funds are not properly budgeted which could result in over-expenditures and/or unspent funds that need to be returned.

Cause: The school did not reconcile the budget amounts to the funded amounts provided by the PED.

Auditor's Recommendation: We recommend the school establish and follow policies and procedures necessary to ensure proper budgets are established with available funds.

Management's Response: The school will establish and follow policies and procedures necessary to ensure proper budgets are established with available funds. Cash balances will be reviewed monthly by the Finance Committee.

CS 10-28-K Travel & Per Diem reimbursements, Non-Compliance and other matters

Condition: During our testwork, we noted that two out of three transactions tested, the school did not use the statutory mileage reimbursement rate for local governments. The school reimbursed the employee at a rate of \$.40 and \$.50. We noted no approval in minutes of reduced rates.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.51 per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school did not verify the correct mileage reimbursement rate prior to reimbursing the employee.

Auditor's Recommendation: We recommend that the school create a policy for mileage to ensure that the rates being audited are accurate. The policy should be reviewed and approved by the governing council.

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Management's response: The school will create a policy for mileage to ensure that the rates being audited are accurate. The policy will be reviewed and approved by the governing council.

CS 10-30-K Excess Amount Budgeted From Unavailable Beginning Cash Balance, Non-Compliance and other matters

Condition: During our testwork we noted the School budgeted more carryover (\$282,080) than the school had on the prior year financial statements (\$227,647) for the operating fund.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A states budgets should be established on available funds.

Effect: The school is not in compliance with New Mexico state statute and has not properly budgeted their funds which could lead to over-expenditures.

Cause: Unavailable cash was budgeted to cover over-expenditure during FY2011.

Auditor's Recommendation: We recommend that the school establish and follow policies and procedures necessary to ensure proper budgets are established with available funds.

Management's response: The school will establish and follow policies and procedures necessary to ensure proper budgets are established with available funds. Budget Adjustments will be reviews monthly by the Finance Committee.

CS 11-01-K Internal Control Structure, Significant deficiency

Condition: During our testwork, we noted the following internal control findings:

- Total retiree health care expenditures were not coded to the proper general ledger account. We noted a difference from the reports to the GL of \$6,012
- School had \$4,500 more in expenditures than the total funded amount for the Title I Federal fund.
- School did not properly move expenditures of \$16,885 from the Operational fund to the SEG Federal fund.
- School did not properly move expenditures of \$13 from the Operational fund to the IDEA B Federal fund.

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Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6. Additionally, PED does not have an accurate reporting of the school's activity.

Cause: The school does not have a review process of account coding.

Auditor's Recommendation: We recommend that school create a policy to ensure that all expenditures are posted in the correct accounts and the correct funds.

Management's Response: The school will create a policy to ensure that all expenditures are posted in the correct accounts and the correct funds. The policy will be reviewed and approved by the governing council.

CS 11-02-K Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Public School Capital Outlay	
Capital Outlay	\$ 105,279

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in a deficit fund balance.

Cause: The BAR was voided because it was opened in the incorrect fund as noted in OBMS.

Auditor's Recommendation: The School should establish a policy of budgetary review at year-end and make the necessary budgetary adjustments.

Management's response: The School should establish a policy of budgetary review at year-end and make the necessary budgetary adjustments. A year- end budgetary

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review will be performed by the Finance Committee. The policy will be reviewed and approved by the governing council.

CS 11-03-K Bank accounts, Significant deficiency

Condition: During our testwork over cash we noted the following:

- The Schools reconciled bank balance at year ended June 30, 2011 did not agree to the G/L. There was a difference of \$4,078.
- There were stale dated items related to June 2009-April 2010 in the amount of \$14,179.
- We noted that the school incorrectly recorded accounts receivable balances as deposits in transit. The transaction increased the schools year-end cash balance by \$199,919. An adjusting entry was completed to correct cash to actual.

Criteria: Each warrant or check issued shall have printed on its face the words, "void after one year from date". Whenever any warrant or check is unpaid for one year, the fiscal officer shall cancel it in accordance with Section 6-10-57(A), NMSA 1978.

All bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The cash balance at year-end could be understated due to stale-dated items. The school has over-stated its cash balances.

Cause: The school performs multiple versions of the bank reconciliation.

Auditor's Recommendation: We recommend the school include, "void after one year from date" on all checks and cancel all checks outstanding over one year. We also recommend that the school ensure that bank reconciliations properly agree to the general ledger.

Management's Response: The school will include, "void after one year from date" on all checks and cancel all checks outstanding over one year. The Finance Committee will review the bank reconciliations monthly to ensure that bank reconciliations properly agree to the general ledger.

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CS 11-04-K Physical Inventories of Equipment, Non-Compliance and other matters

Condition: The School provided documentation of an inventory completed, however, we could not determine whether inventory is accurate and complete.

Criteria: 12-6-10(A) NMSA 1978 requires each agency to conduct an annual physical inventory of movable chattels and equipment on the inventory list at the end of each physical year. The agency shall certify the correctness of the inventory after the physical inventory.

Effect: The School does not have evidence of compliance with 12-6-10(A) NMSA 1978 and 2.2.2.10 NMAC. The lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets.

Cause: Physical inventories were not reconciled to the general ledger upon completion of the physical inventory observation.

Auditor's Recommendation: We recommend that the School implement or revise procedures to ensure documentation and performance of physical inventories and reconciliation with the general ledger.

Management's Response: The School will revise procedures to ensure documentation and performance of physical inventories and reconciliation with the general ledger.

EAST MOUNTAIN HIGH SCHOOL

No findings

GILBERT L. SENA

CS 09-16-M Control Deficiency over Purchase Orders, Non-Compliance and other matters

Condition: During our testwork over cash disbursements we noted that one disbursement in the amount of \$650 did not have an approved purchase requisition or a purchase order.

Criteria: Per NMAC 6.20.2.17 states that each school shall establish and implement written policies and procedures for purchasing, which shall be in compliance with the procurement code Section 13-1-21, NMSA 1978. "

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Effect: The School is not in compliance with NMAC 6.20.2.17 and Section 13-1-21, NMSA 1978. The proper maintenance of supporting documentation relating to financial transactions is necessary to mitigate possible dual payments of invoices, resolution of disputes with vendors, etc. Improper control over purchase orders' documentation may result in fraudulent activity and improper reporting.

Cause: This was considered a direct purchase by the school.

Auditor's Recommendation: We recommend the school develop and implement internal controls over purchasing procedures including direct purchases.

Management's Response: Management is aware of the Finding and has policies and procedures in place to manage the Purchasing process.

CS 09-18-M Non-Compliance Finding over Expenditure Function, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Instructional Materials	
Direct Instruction	\$ 18,572

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

Management's Response: Management is aware of the Finding and has policies and procedures in place to manage the Budget process.

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CS 09-19-M Segregation of Duties, Significant deficiency

Condition: We noted that the business manager is responsible for the processing of cash disbursements. We noted that purchase orders are not being completed by the school and purchase requisitions are not always being completed or being approved. We also noted the business manager has access to check stock, enter employee data into APTA and to perform the ACH transaction for completion to the bank. The business manager also prepares and posts journal entries and reconciles the bank statements. Bank reconciliations are being reviewed, however, we noted they are not being prepared or reviewed timely. The Business Manager is also an authorized check signer. Only one signature is required to process a check.

Criteria: According to NMSA 1978 Section 6-5-2, segregation of duties must be maintained.

Effect: Without proper supervision and review, it may be difficult to detect and correct mistakes and deter potential fraud.

Cause: The school lost an employee during FY 2011 that was performing tasks in the prior year.

Auditor's Recommendation: We recommend the School implement policies and procedures to ensure duties and functions are segregated so as to not give one person the ability to record, authorize, and use assets without review or authorization. We also recommend the school develop a process to ensure that the payroll is reviewed before it is paid out to the bank.

Management's Response: Management is aware of the Finding and has policies and procedures in place to manage the segregation of duties. Management will use the finance committee and Governance council to review Business Management operations.

CS 11-01-M Internal Control Structure, Significant deficiency

Condition: During our test work we noted the following:

- We noted that registration fees of \$200 were posted to a travel account.
- We noted there was no documentation provided for 4 out of the 5 journal entries tested. Total amount of JE's was \$58,101.
- We noted a difference between the bank reconciliation and the general ledger of \$4,535.

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- We noted that a cash receipt in the amount of \$10,394 was posted to the wrong fund. A journal entry has been posted to the general ledger to correct the error.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6. Additionally, PED does not have an accurate reporting of the school's activity. The school has exposed itself to an increased risk of material misstatement.

Cause: Items were posted in error due to no review of the Journal Entries. Documentation for JE's was misplaced.

Auditor's Recommendation: We recommend that procedures be developed to ensure that items are posted to the correct account and that all supporting documentation is maintained. We recommend bank reconciliations be completed monthly and reviewed for accuracy.

Management's Response: Management is aware of the Finding and has policies and procedures in place to manage the internal control process.

CS 11-02-M Background Checks, Non-Compliance and other matters

Condition: During our payroll testwork, we noted that one of out of one employee tested did not have a background check on file.

Criteria: According to 22-10.3.3 NMSA 1978 policies and procedures should be developed requiring background checks on an applicant who has been offered employment with unsupervised access to students at a charter school.

Effect: The School has a potential for lawsuits as it is not protecting itself by performing background checks required by state statute.

Cause: There is not an established policy in place within the school that requires personnel files to be reviewed for background checks.

Auditor's Recommendation: We recommend the School update their policies and

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procedures manual regarding background checks to ensure that each employee/contractor with access to students has been given a background check before being hired by the school.

Management's Response: Management is aware of the Finding and has policies and procedures in place to manage the Employee hiring process.

HORIZON ACADEMY WEST

CS 11-01-N Disbursements, Significant deficiency and Non-Compliance and other matters

Condition: During our testwork we noted the following:

- We noted once instance where the purchase order was dated and approved after the invoice date.
- We noted the school paid sales tax on tangible items in the amount of \$6.

Criteria: NMAC 6.20.2.17 states that each school shall establish and implement written policies and procedures for purchasing, which shall be in compliance with the procurement code Section 13-1-21, NMSA 1978.

Per NMAC 3.2 Gross Receipts Tax, School districts are exempt from paying sales tax.

Effect: The School is not in compliance with NMAC 6.20.2.17 and Section 13-1-21, NMSA 1978. Improper control over purchase orders' documentation may result in dual payment of invoices, fraudulent activity and improper reporting.

Cause: The school lacks internal controls associated with the purchase order process.

Auditor's Recommendation: We recommend the school develop and implement internal controls over purchasing procedures.

Management's Response: Management approves all purchases prior to the goods or services received. In the instance noted above, the purchase was approved prior to ordering the goods, but the Dollar PO previously generated for that vendor was not modified to reflect that purchase at the time of the approval.

In the normal course of business, purchase orders for goods are approved excluding gross receipts tax, properly accounting for the Schools tax exempt status. A teacher made the above purchase out of their pocket and was reimbursed for the full amount

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of the purchase. Although the school is tax exempt, if an employee paid out of pocket for a small purchase it was the School's policy to reimburse tax.

CS 11-02-N Budget Adjustment Requests (BAR), Non-Compliance and other matters

Condition: During our audit we noted the school completed a BAR for SEG Federal Stimulus causing the budget amount on the financial statements to be overstated by \$542

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds.

Effect: The control established by the use of budgets has been compromised which could result in funds being over-expended.

Cause: The school budgeted the 2% returned by the State twice.

Auditor's Recommendation: We recommend the school reconcile the total funded amount to the amount budgeted and question all BAR amounts requested by outside sources.

Management's Response: Management of Horizon Academy West disagrees with this finding. The criteria as stated above states "Every school district shall follow budget requirements stated in Sections 22-8-5 through 22-8-12.2, NMSA 1978, and procedures of the department in preparing, submitting, maintaining and reporting budgetary information. Budgetary control shall be at the function level. Over-expenditure of a function shall not be allowed." The Sections referred to in the New Mexico Administrative Code clearly states that we must not over-expend the budget at the legal level of budgetary control. Additionally, the statute that applies to HAW is 22-8-6.1 NMSA 1978 and states that "Each state-chartered charter school shall submit to the charter schools division of the department a school-based budget. For the first year of operation, the budget of every state-chartered charter school shall be based on the projected number of program units generated by that charter school and its students, using the at-risk index and the instructional staff training and experience index of the school district in which it is geographically located. For second and subsequent fiscal years of operation, the budgets of state-chartered charter schools shall be based on the number of program units generated using the average of the MEM on the second and third reporting dates of the prior year and its own instructional staff training and experience index and the at-risk index of the school district in which the state-chartered charter school is geographically located. The budget shall be submitted to the division for approval or amendment pursuant to the

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Public School Finance Act and the Charter Schools Act [22-8B-1 NMSA 1978].” In addition, Section 2.2.2.10. (P) (1), NMAC, states that the “Charter School’s cash balances rebudgeted to absorb budget deficits cannot exceed the actual cash balance available at the end of the prior year.” It is our position that we have complied with all of the above budget requirements set forth in the aforementioned statutes by maintaining no over-expenditures at the legal level of budgetary control, maintaining no budget deficits that exceeded available cash balances, administering the proper approval process for the original adopted budget and budget adjustment request through our body charged with governance and our oversight agency, the New Mexico Public Education Department.

Auditor’s Response: The financial statements of the school are presenting a budget balance as there is more budget authority than there are expenditures. The school does not have any budget balance as of June 30, 2011. We noted that the school did not reconcile its budget adjustment requests to the total funded amount provided by PED. We noted the support provided by the school shows the total funded amount and was uploaded by the school as support for the budget adjustment requested submitted. The school should review the total amounts provided to ensure that all have been properly increased/decreased in their final budgets.

I PAUL TAYLOR ACADEMY

No findings

LA PROMESA EARLY LEARNING CENTER

CS 11-01-P Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

SEG Federal Stimulus	
Direct Instruction	\$ 150

We noted that school did not complete a budget adjustment request (BAR) during the year to agree the total funded amounts. Total amount of BAR should have been \$150.

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

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Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The PED required that the school upload \$150 more than the school budgeted. The school informed the PED that it did not have budget authority.

Auditor's Recommendation: We recommend that the school that the school review all funding amounts provided to ensure compliance.

Management's Response: Management received the dollar amount of BAR necessary for FY11 final budgeted revenue in the spring from their Budget Analyst at PED. This amount was entered on a BAR and was expended. In July, the School was contacted by PED and told that they had an additional \$150.00 that had to be uploaded on OBMS as expense. The School responded to PED that they did not have budget authority for this due to the amount that was given in the spring but the Deputy Director of the Student Budget and Finance Analysis Bureau stated that the School had to upload expenses regardless of budget availability or authority.

CS 11-02-P Untimely Federal Reimbursement back to government, Non-Compliance and other matters

Condition: We noted that the school has the following unspent fund sitting in cash that they have not paid back to the state/APS: Title I \$1,216, IDEA-B \$1,138, Title III Rehabilitation \$909, Pre-K \$3,458, 2008 Library Funds \$277 and Public School Capital Outlay \$229.

Criteria: Per 6.20.2.14 CASH CONTROL STANDARDS: A. School districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws and regulations.

Effect: The PED and Albuquerque Public School District have not received the funds owed back to them.

Cause: The school was working on where to send the payments for the balances owed.

Auditor's Recommendation: We recommend that the school refund the state and APS as this money does not belong to the school.

Management's Response: Management will ensure that refunds of unspent monies are

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made as soon as possible to PED and APS in FY12.

MEDIA ARTS COLLABERATIVE CHARTER SCHOOL

CS 11-01-Q Food Services funds, Significant deficiency

Condition: During our test work we noted the school was posting cash receipts (\$30,071) and related expenditures (\$27,570) for food services into the operating fund.

Criteria: Per NMAC 6.20.2.23 Food service funds are to be accounted for in the special revenue fund or the enterprise fund. All monies collected from the sale of food for the food service operation are to be accounted for in accordance with GAAP, U.S. department of agriculture (USDA) requirements, and Section 22-13-13, NMSA 1978.

Effect: The school has reported the amount to PED in the incorrect funds.

Cause: The school could not obtain documentation from the PED to correct the issue.

Auditor's Recommendation: We recommend the school review the PED Uniform Chart of Accounts and the requirements under accounting and budgeting to ensure that all funding is properly coded and reported in the correct fund.

Management's Response: The School tried to get some documentation from the Student Nutrition Bureau to establish budget authority for fund 21000 but never received any. The school did a transfer BAR in Fund 11000 to function 3100 to account for the food service funds. The school is aware of the coding requirements and will comply in FY2012.

Auditor's Response: An adjustment was required to move the revenues and expenditures from the operating fund to the food services fund.

NEW MEXICO INTERNATIONAL SCHOOL

No findings

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NEW MEXICO SCHOOL FOR THE ARTS

CS 09-18-S Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Food Services	
Food Services	\$ 1,354

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function. Expenditures were budgeted to a different function than they were actually charged to.

Auditor's Recommendation: We recommend the School establish a policy of budgetary review at year-end and make the necessary budgetary adjustments.

Management's Response: In May, BAR 30-I appropriated \$13,000 in the Operating Fund in anticipation excess of Food Services expenditures. On June 30, \$6,467 was expended against that appropriation. The Food Services Fund started the year with a \$0 fund balance, and ended the year with a \$0 fund balance because revenue exceeded anticipated revenue by the same amount of \$1,353. However, in the future, management will make sure individual function appropriations are not over expended.

CS 10-25-S Anti-Donation Clause, Non-Compliance and other matters

Condition: During our testwork we noted that an employee was reimbursed for the purchase of flowers in the amount of \$97. It was also noted the employee's compensation included the reimbursement for a personal cell phone and no records were maintained or documented to demonstrate how much time was for personal and business use.

Criteria: Per Article IX, Section 14 of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the indented recipients.

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Effect: The school is not in compliance with the state requirements resulting in misuse of funds intended for the benefit of students.

Cause: The school intended to use private funds to pay for these items.

Auditor's Recommendation: We recommend that management establish and follow policies and procedures to review all expenses, whether business or personal use, to ensure that funds expensed are solely for the benefit of the students.

Managements Response: The flowers were sent as a thank you to a donor who donated a substantial amount of funds to the School. To mitigate this mistake, before the end of the fiscal year, the expense was charged to private funds donated to the school. Strict compliance to purchase orders, proper approvals and better training will prevent this from happening in the future.

Regarding cell phones, prior to the current Business Manager's stewardship, the School had entered into a two year contract with a service provider and the School provided the cell phones to certain employees. This contract has been terminated early and cell phones returned. Currently the employees are paying personally for School-related calls. The policy will be reviewed by the Governing Council at an appropriate time relative to other compliance issues.

CS 10-28-S Travel & Per Diem, Non-Compliance and other matters.

Condition: During our testwork we noted the school exceeded the total amount allowed per day for meal reimbursement. We noted that the school paid \$50.50 for one day. The maximum allowed is \$30.

Criteria: Per NMAC 2.42.2.8 Per Diem rates shall be paid to public officers and employees only in accordance with the provisions of this section.

Effect: The school is not in compliance with New Mexico state statute and is overpaying employees for travel on behalf of the school.

Cause: The school was unaware of the per diem thresholds.

Auditor's Recommendation: We recommend that the school follow the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements and that proper documentation is retained by the school.

Managements Response: Management and the Audit Committee will review the Per Diem and Mileage Act for local governments, compare it to the School's current policy and procedure and work toward ensuring compliance by the end of the fiscal year.

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CS 11-01-S Cash Control Standards, Significant deficiency and Non-Compliance and other matters

Condition: During our audit we noted the following related to cash:

- Cash at year-end did not agree to the general ledger. We noted a difference of \$12,500.
- We noted that bank reconciliations were not being performed on a timely basis.
- We noted that checks did not state "void after one year" on face. We noted a check over one year-old on the outstanding bank list that was \$648.

Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration..

Each warrant or check issued shall have printed on its face the words, "void after one year from date". Whenever any warrant or check is unpaid for one year, the fiscal officer shall cancel it in accordance with Section 6-10-57(A), NMSA 1978.

Per NMAC Title 6, Chapter 20, Part 2.14J states, the school district shall maintain a cash control ledger for each fund/subfund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit.

Effect: The school could be misstating revenues and expenses when reporting budget amounts to PED.

Cause: The former Business Manager was not performing bank reconciliations. Adjustments to the year-end statement were made that did not flow through to the cash report.

Auditor's Recommendation: We recommend the school reconcile bank accounts on a timely basis and that all bank reconciliations be properly reviewed.

Management's Response: The \$12,500 was a rent payment, which the School's lease stipulates is due on the first day of the month. That payment was authorized to be paid by ACH on July 1. The bank withdrew the funds on June 30. The \$12,500 was an explicitly noted item on the School's hard-copy reconciliation but should have been entered as a prepaid expense on the School's software on June 30. The School will

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treat this transaction appropriately in the future.

The stale check \$648 check will be voided. When new checks are ordered they will have "void after one-year from issue date" or a shorter period of time.

Auditor's Response: The \$12,500 amount above cleared the bank at June 30, 2011 but was not recorded in the general ledger at June 30, 2011 causing cash to not balance.

CS 11-02-S Internal Controls over Disbursements, Significant deficiency

Condition: During our testwork we noted the school was invoiced for expenses prior to the date of an approved purchase order. Total amount of transaction was \$14,486.

Criteria: Sound financial management requires that purchase orders are to be reviewed and approved prior to incurring expenses.

Effect: Unapproved or erroneous expenses could be incurred by the school.

Cause: The former Business Manager was not getting purchase orders approved in a timely manner.

Auditor's Recommendation: We recommend the school require all purchases to have an approved purchase order prior to incurring expenses.

Management's Response: Management has had employees at the start of the new school year sign a statement that describes the necessity of obtaining a purchase order before making a purchase.

CS 11-03-S Penalties, Non-Compliance and other matters

Condition: During our journal entry testwork, we noted two instances where fees were incurred for late tax payments made to the IRS. The late payments resulted in a penalty of \$496 and \$108, respectively.

Criteria: Per NMSA 1978 Section 12-6-5, require the annual financial and compliance audit agencies to "set out in detail, in a separate section, any violation of law or good accounting practices found by the auditor or examination." Therefore, any instance of weakness in internal control as defined by GAGAS 5.13 and SAS AU 325.21 must be reported.

Effect: The school received penalties for payments being made late. Penalties and

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other unnecessary expenditures adversely affect the financial position of the School, especially when budget constraints are tough.

Cause: Former Business Manager was not submitting timely tax payments to the IRS

Auditor's Recommendation: We recommend that school management implement an internal control system to ensure that all tax payments are submitted timely to avoid incurring unnecessary fines and interest expense.

Management's Response: These penalties are related to the last half of calendar year 2010 (the first half of the School's first operating fiscal year). The \$107.91 was for late filing of state withholding tax. The \$496.32 was for federal withholding. The School now has two people responsible for the payroll process, which provides additional control. See also response to FS 11-07 below.

CS 11-04-S Procurement, Non-Compliance and other matters

Condition: During our procurement testwork we noted that the school did not go out to bid for the three vendors selected 1) IT services \$60,739, 2) Tangible goods and Services \$28,862 and 3) Food Services \$62,779.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services.

Cause: The school was unaware of the procurement policies to follow.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: Management will ensure training and compliance with procurement rules by training staff and enforcing the internal controls policy adopted by the Governing Council. The audit committee will monitor progress over the course of the year. The new Principal, with a New Mexico public school background, is familiar with the requirements.

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CS 11-05-S -RHC/ERB Reports and Contributions, Non-Compliance and other matters

Condition: We noted eight instances (July 2010, August 2010, September 2010, October 2010, November 2010, December 2010, February 2010, and April 2010) where RHC reports and payments were submitted after the 10th of the month. We also noted eight instances where the reports for ERB were not submitted on time (July 2010-February 2011).

Criteria: Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month per NMSA 1978 10-7C-15. Monthly contributions to the Educational Retirement Board (ERB) are required to be remitted no later than the 15th of the following month.

Effect: Lack of timely reporting may result in fines and penalties.

Cause: The school had a change in business manager during the year causing amounts to be paid late.

Auditor's Recommendations: We recommend the School implement policies and procedures to ensure that reports are submitted in a timely manner.

Management Response: When the current Business Manager assumed his duties, payroll liabilities for multiple months were outstanding to NMPSIA, ERB, RHC, NM Tax and Revenue, and the IRS. Since it was the first operating year, the School had not even made an initial payment to some of these organizations. Over his first few months on the job, these liabilities were made current and all payments are now being made in a timely manner. The one outstanding issue with NM Workforce Solutions, relating to the 3rd and 4th quarters of 2010, is in the process of being resolved. The Board and Management take all of these deficiencies seriously. When it recognized significant deficiencies were occurring, it took proactive steps to make changes in the Business Office and hired a new Business Manager to address these problems of the first year of operations of the School.

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NORTH VALLEY ACADEMY

CS 09-18-T Non-Compliance Finding over Expenditure Function, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Student Activity Fund	
Direct Instruction	\$ 23,538

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

Effect: The school is not in compliance with state laws and the control established by the used of budgets has been compromised which could result in deficit fund balances.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

Management's Response: Student Activity funds have not previously been budgeted as they are not quantifiable at the beginning of the year. The funds are tracked through the school year and spent accordingly. Management will do BAR's quarterly in the future to ensure funds are budgeted and approved. This will be corrected in the future.

CS 09-24-T State Cash Report, Non-Compliance and other matters

Condition: During the cash reconciliation testwork we noted 1) the beginning balance for the operational fund did not agree to the prior year audited cash amount; there was a difference of \$527. We also noted the student activity fund did not agree to the prior year audited cash amount; there was a difference of \$660. 2) The ending cash balance did not agree to the GL for the operating fund, state flow through fund and HB 33 fund. The difference is a result of due to/from amounts that have not been booked by the school. We were unable to reconcile the amounts from the receivables/payable line to the GL. Finally, we noted that the schools PED expenditure upload (fund 31700) did not agree to the GL.

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Criteria: Per NMAC Title 6, Chapter 20, Part 2.14J states the school district shall maintain a cash control ledger for each fund/subfund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit. Per state audit rule the audit report of each school district shall include a cash reconciliation schedule which reconciles the cash balances as of the end of the previous year to the cash balance as of the end of the current fiscal year.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The school is not in compliance with State Statute resulting in the PED not having an accurate accounting of the school's activity.

Cause: Adjustments were made after the cash report was submitted to PED.

Auditor's Recommendation: We recommend that management reconcile PED reports to the general ledger.

Management's Response: The cash report is prepared in accordance with State PED instructions and regulations and has been accepted by the PED staff. The cash report was adjusted to reflect entries made subsequent to year end. All cash balances are reconciled to the general ledger.

Auditor's Response: We could not reconcile the cash report received to amounts noted in the final trial balance.

CS 11-01-T Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted one out of three transactions tested did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.44 per mile for a total underpayment of \$49. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.555 per mile.

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Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend that the school create a policy related to mileage to ensure that the correct rate is being followed. We also recommend that the governing council approve this policy.

Management's Response: The School interpreted the Per Diem and Mileage Act to include schools in the category that reimburses at 80% of the IRS rate. We have contacted the State Auditors Office for clarification, and if necessary the Governance Council of NVA will adopt a resolution to set the mileage rate to match the rate in the statute used by other state agencies

CS 11-02-T Lack of Supporting Documentation, Significant deficiency

Condition: During our testwork we noted the following:

- Out of three items tested for travel and per diem did not include a purchase requisition for a total of \$197.34. Per discussion with the Business Manager, all disbursements should include a purchase requisition for travel and per diem.
- A purchase order for a credit card charge to Lowes in the amount of \$32.12 was not properly approved.

Criteria: NMAC 6.20.2.17 states that a school must establish procedures and follow them.

Effect: Lack of supporting documentation can lead to the purchase of items considered unallowable.

Cause: The school is not following their policies and procedures for getting approval of purchases/reimbursements.

Auditor's Recommendation: We recommend the school implement policies and procedures to ensure all purchases/reimbursements contain the proper supporting documentation and are properly approved.

Management's Response: There was a purchase order in place for the mileage but the amount was calculated for a one way trip instead of a round trip. There was also a purchase order in place for the Lowe's purchase, but the change order was not signed.

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All transactions will be reviewed to ensure purchase orders are generated and properly approved.

CS 11-03-T Bank accounts, Significant Deficiency

Condition: During our testwork over cash we noted the following:

- Checks for the student activity accounts do not have “void after one year from date”.
- There were stale dated items related to April-June 2010 on the June 30, 2011 bank reconciliation for a total of \$649 and outstanding deposits related to 2008 for a total of \$814.
- We noted that the student activity account bank reconciliations are not being reviewed.

Criteria: Each warrant or check issued shall have printed on its face the words, “void after one year from date”. Whenever any warrant or check is unpaid for one year, the fiscal officer shall cancel it in accordance with Section 6-10-57(A), NMSA 1978.

All bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The cash balance at year-end could be understated due to stale-dated items. Also lack of bank reconciliation review for the student activity account could cause assets to be misstated.

Cause: Stale dated items were not reviewed before year-end and the school did not have a process in place for reviewing the student activity account bank reconciliation.

Auditor's Recommendation: We recommend that the school include, “void after one year from date” on all checks and cancel all checks outstanding over one year. We also recommend that the school prepare bank reconciliations for the student activity account and that these be reviewed on a monthly basis.

Management's Response: Finance staff has traditionally written off old items in August after the books are closed for the year to prevent errors. In the future, old outstanding items will be removed throughout the year. Activity Fund checks have been stamped with “void after one year” on their face. In addition, the bank reconciliations for all active bank accounts are being reviewed by the headmaster.

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SCHOOL OF DREAMS ACADEMY

CS 09-16-U Internal Control Structure, Significant deficiency

Condition: During our test work we noted the following:

- We noted cash receipts were posted to the incorrect fund. \$3,606 was posted as revenue to fund 25250 SEG Stimulus. This amount should have been recorded in fund 14000 for instructional materials. \$4,605 was incorrectly posted to fund 25255 Education Job fund as it should have been posted to fund 25250 SEG Stimulus.
- We noted that a purchase order was completed after the invoice date.
- Rollforward balances for fixed assets and accumulated depreciation did not agree to PY financials.
- We noted that accrued liabilities did not reconcile to payroll reports. Difference of \$7,456.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6. Additionally, PED does not have an accurate reporting of the school's activity.

Cause: The school did not agree the amounts received to the RFR's submitted to OBMS. The school does not approve PO's as PO's are created by the business manager when the invoices are entered into APTA. The school did not properly track fixed assets and accumulated depreciation. Summer payroll caused the liability accounts to not reconcile.

Auditor's Recommendation: We recommend the school carefully check account coding before posting transactions. We recommend the school track fixed assets during the year, making sure to add items purchased and delete any items disposed of. We also recommend the school reconcile accrued liabilities at year end to ensure they agree to outstanding payments. In addition we recommend the school implement policies and procedures to ensure that purchases are properly approved.

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Management's Response:

- Revenue was received by wire from NMPED no back up as to fund was given with wire, notification to PED was done and no response was received, posting was done till verification from PED was received. PED responded at a later date and a JE was done to correct deposit. This was done around a month from wire and verification from PED.
- Purchase order completed after invoice-continued training and implementation is done to avoid this from reoccurring.
- Fixed Assets -the charter was NOT presented and or an exit conference was NEVER provided by the prior auditor. They stated in the charter August 2010 governing board meeting that there would be a presentation to the board and it did not take place. When report was received in August 2011 a variance of \$40,000.00 shows with no explanation. The charter has very minimal capital assets and therefore cannot agree to the variance. The charter depreciates out using the GASB 34 Asset table. The charter requested a confirmation on the variance be given to the charter so that correct procedure can take place. The charter cannot depreciate an asset they do not have booked on their scale.
- Liabilities variance of \$7,456 is the effect on summer payroll checks that are written on or before June 30, 2011 and distributed to staff on or before June 30, 2011. Variance is payroll posting to general ledger and deduction amount not sent out till actual invoice is received from vendor ie NMPSIA. There may be variance in actual to what was deducted due to change in enrollment status.

Auditor's response:

- Revenue-we noted that the journal entry mentioned above was not completed correctly and adjusting entries were needed in order to complete the audit.
- Liabilities-no documentation was provided to show that the difference noted was related to the summer payroll checks.

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CS 09-18-U Non-Compliance Finding over Expenditure Function, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operating Fund	
Support Services	\$ 25,815
SEG Federal Stimulus	
Direct Instruction	\$ 2,068
Support Services	\$ 350

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

Effect: The school is not in compliance with state laws and the control established by the used of budgets has been compromised which could result in deficit fund balances.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

Management's Response: The charter does have budgetary review at year end and they do make necessary adjustments as needed. The charter will continue to improve and implement the budgetary review.

CS 09-24-U State Cash Report, Non-Compliance and other matters

Condition: During the cash reconciliation testwork we noted 1) the beginning balance did not agree to the prior year audited cash amount for the operating fund and instructional materials fund 2) we could not agree the revenue amounts to the general ledger for the instructional materials fund, federal flow through fund, and federal direct fund 3). We could not agree the ending cash balance to the general ledger for the operating fund, federal flow through and federal direct funds.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.14J states the school district shall maintain a cash control ledger for each fund/sub fund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the

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district's cash control ledger and annual audit. Per state audit rule the audit report of each school district shall include a cash reconciliation schedule which reconciles the cash balances as of the end of the previous year to the cash balance as of the end of the current fiscal year.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The school is not in compliance with State Statute resulting in the PED not having an accurate reporting of the School's activity.

Cause: The school had issues reconciling to prior year balances which caused the entire cash report to not balance.

Auditor's Recommendation: We recommend that management reconcile PED reports to the general ledger.

Management's Response: The charter cannot balance to the prior year audited amounts when it is not received or received a year later. The cash balance report was completed by the cash balance carryover. The variance is the cash not received from PED on the federal funds and stimulus funds. Intrafund transfers will take place to balance until revenue is received and to balance with PED cash report and reported to the governing board as needed.

CS 09-25-U Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted that JE's are created and posted by the same individual and are not being reviewed or approved.

Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increase risk of fraud or improper posting of journal entries.

Cause: There was no documentation that showed journal entries were being reviewed.

Auditor's Recommendation: We recommend the school Principal or Governing

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Council review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation.

Management's Response: The Business Manager discusses the journal entries with the principal and back documentation and approval from principal will be included with the entries for verification.

CS 11-01-U Inadequate Segregation of Duties in Receipting Process, Significant deficiency

Condition: The Administrative Assistant at the school receives the cash, prepares the deposits, and takes deposits to the bank.

Criteria: Sound business practices require adequate segregation of duties during the receipting process.

Effect: Without segregation of duties, the School has not mitigated the risk of errors or irregularities over the cash receipts process.

Cause: The school was not aware that more than one person should be handling these functions.

Auditor's Recommendation: We recommend the school delegate certain responsibilities during the receipting process to qualified employees or hire a qualified individual to perform the required tasks.

Management's Response: Implementation of segregation of duties will be discussed with the governing board and implemented.

CS 11-02-U Cash control standards, Non-Compliance and other matters

Condition: During our testwork we noted there was no evidence that bank reconciliations are being reviewed.

Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The lack of evidence regarding bank reconciliation results in a control design flaw which may result in a misstatement of the cash balance and/or result in inappropriate disbursements not being detected.

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Cause: Bank reconciliations are completed by the business office but are not reviewed by someone at the school.

Auditor's Recommendation: We recommend that the school implement policies and procedures to ensure at least one level of independent review over the monthly bank reconciliations are completed.

Management's Response: The bank reconciliation review will be taken to the governing board and direction will be implemented.

CS 11-03-U Travel & Per Diem, Non-Compliance and other matters

Condition: During our audit we noted a school employee was reimbursed for mileage at the rate of .32 cents per mile rather than the State mandated .55 cents per mile resulting in an underpaid payment to that individual. We noted a total underpayment of \$114. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.555 per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend that management establish and follow policies and procedures necessary to ensure that all receipts for travel are properly kept on file.

Management's Response: The Charter follows the PER DIEM rate (www.state.nm.us/clients/dfa/DFASecr.htm) in the HB, but has approved the .32 cents per mile for mileage. No discussion for vote to increase rate has taken place by the governing board.

CS 11-04-U Inadequate Segregation of Duties in Cash Disbursement/Payroll

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Process, Significant deficiency

Condition: During our audit, we noted that purchase orders have electronic signatures, invoices are not reviewed before paid, and checks are printed using electronic signatures. We noted that the business manager has access to the check stock, the general ledger, and electronic signatures.

Criteria: According to NMSA 1978 Section 6-5-2, Segregation of duties must be obtained.

Effect: Without segregation of duties, the School has not mitigated the risk of errors or irregularities over the disbursement process.

Cause: The school personnel are not involved in the disbursement process.

Auditor's Recommendation: We recommend the school delegate certain responsibilities during the cash disbursement process to qualified employees or hire a qualified individual to perform the required tasks.

Management's Response: July 1, 2011 the center has hired an Administrative Assistant to ensure that the segregation of duties required in NMSA 1978 Section 6-5-2 is being implemented. With this it will increase awareness and controls for the charter. ALL documents are taken to the governing board on a monthly basis for approval. ALL requests, contracts, payroll contracts are approved by the principal of the charter before it is presented or entered into the accounting program. All invoices are approved by the principal before payment has taken place. An approval stamp will be used on all invoices to verify approved.

CS 11-05-U State Auditor Capitalization Policy, Non-Compliance and other matters

Condition: During our fixed asset testwork, we noted the school's capitalization policy indicated all items over \$1,000 should be capitalized.

Criteria: The Audit Act (Section 12-6-10 NMSA 1978) requires agencies to capitalize only chattels and equipment that cost over \$5,000. All agencies are required to update their capitalization policy and implement it in accordance with the law. This change in capitalization threshold should be accounted for prospectively as a change in estimate per APB 20 Paragraph 31.

Effect: The capitalization policy has not been updated with state requirements

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resulting in the capitalization of items below the threshold.

Cause: The school had not updated their capitalization policy since inception.

Auditor's Recommendation: We recommend that the school review and implement the compliance requirement in section 2.2.2.10 regarding capitalization of equipment that cost over \$5,000.

Management's Response: The charter fixed assets are assets over \$5000 or required software that the prior auditor requested to be added to the asset list. The charter will review the policy to ensure that it does say \$5,000.

SOUTH VALLEY PREPATORY

CS 09-18-V CS Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Student Activities	
Direct Instruction	\$ 1,054

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A states over-expenditure of a function shall not be allowed. Per NMAC 6.20.2.23 funds set aside for non-instructional activities shall be accounted for the same as any other funding budgeted in the operational sub fund.

Effect: The control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover over-expenditures.

Cause: The business manager failed to perform BARS at year end.

Auditor's Recommendation: We recommend the school either complete BAR's for this to show these funds are not over-expended or not include this fund in the actual reports since this fund is not required to be budgeted.

Management's Response: "...Per NMAC 6.20.2.23 funds set aside for non-instructional activities shall be accounted for the same as any other funding budgeted in the operational subfund." The accounting complies with this requirement.

Auditor's Response: The school should decide whether to report the amounts with the actual and continue to BAR the funds or remove and not be required to BAR funds.

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CS 09-24-V PED Cash Reports, Non-Compliance and other matters

Condition: We noted the beginning cash balance on the 4th quarter cash report did not properly agree to the prior year audited financial statements for the federal flow-through account. Prior year financial statement amount was \$7,931 and the beginning cash amount on the cash report was \$6,371. We also noted a difference between the operating account and the federal flow-through account of \$165. Difference zero's out in total reconciled cash.

Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Per NMAC Title 6, Chapter 20, Part 2.14J states the school district shall maintain a cash control ledger for each fund/sub fund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit. Per state audit rule the audit report of each school district shall include a cash reconciliation schedule which reconciles the cash balances as of the end of the previous year to the cash balance as of the end of the current fiscal year.

Effect: The school is in violation of NMAC 6.20.2.10 resulting in the PED not having an accurate reporting of the School's activity.

Cause: PED updated the cash report requirements causing the balances to be different.

Auditor's Recommendation: We recommend that the school ensure that beginning balances properly agree to the prior year financial statements to ensure the roll forward of the cash balances is accurate and complete.

Management's Response: NMPED implemented a new cash report for the 2011 fiscal year. The business manager completed the cash report according to the budget analyst's direction. The discrepancy is subject to how the budget analyst wanted to see the new form completed.

CS 11-01-V Bank reconciliations not reviewed, Non-Compliance and other matters

Condition: During our testwork we noted there was no evidence that bank reconciliations are being reviewed.

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Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration.

Effect: The lack of evidence regarding bank reconciliation results in a control design flaw which may result in a misstatement of the cash balance and/or result in inappropriate disbursements not being detected.

Cause: Business Manager does not sign bank reconciliations to show they have been reviewed.

Auditor's Recommendation: We recommend that the school implement policies and procedures to ensure at least one level of independent review over the monthly bank reconciliations are completed.

Managements Response: According to the NMCCS bank reconciliations review process, bank reconciliations are performed on a monthly basis by the business office. One of the accounts specialists uses the APTA financial check register system to reconcile the bank statement to the general ledger. All differences between the bank and book are posted in the month reconciled. Upon completion the accounts specialists email electronic copies to the business manager whereby it is reviewed and saved in the NMCCS share drive. In order to ensure complete review of the bank reconciliations, NMCCS will provide these bank reconciliations to the charter school's finance committee.

CS 11-02-V Federal Charter School Planning -Allowable Costs , Non-Compliance and other matters

Condition: The principal's salary exceeded contract amount in fiscal year 2010 by \$2,185. In the current year, the Governing Council amended the principal's contract to retroactively increase this overpayment as additional pay. This resulted in revenues earned and requested in fiscal year 2010 being recorded in fiscal year 2011.

Criteria: Per OMB A-87, Section 8(g), charges to Federal awards for salaries and wages, whether treated as direct or indirect costs, will be based on payrolls documented in accordance with generally accepted practice of the governmental unit and approved by a responsible official of the governmental unit.

Effect: As approval for the additional pay was approved retroactively, the school is in violation of OMB A-87 which could result in decreased funding.

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Cause: Controls are insufficient to determine whether contractual salary amounts have been exceeded.

Auditor's Recommendation: We recommend the school review the payroll expenditures regularly to ensure that appropriate payments are being distributed and that caps are not exceeded.

Management's Response: The school administrator and governing board president signed an addendum to the school administrator's FY2010 Contract. The purpose of the amendment was to complete work done for the planning year of the charter (FY2010). Additional work completed was related to either planning or implementation of the infrastructure for the charter. In addition pay for work performed was not retroactive; subsequent work was completed according to the addendum after July1, 2010.

Auditor's Response: The school provided documentation for work completed in March 2010. The school has not provided documentation for the subsequent work as noted in response.

SOUTHWEST INTERMEDIATE LEARNING CENTER

CS 11-01-W Procurement Code, Non-Compliance and other matters

Condition: During our procurement test work we noted the school did not go out to bid for software purchased in the amount of \$47,056.

Criteria: Per NMAC 6.20.2.17 PURCHASING: A. Each school district shall establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq., NMSA 1978. Purchasing policies and procedures for grant funding shall comply with requirements established within the grant and the Procurement Code. An internal control structure over purchasing shall be established and maintained to assure compliance with school district policy, and state and federal regulations.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school overpaying for goods and/or services.

Cause: This relates to a vendor the school uses for software noted in the school's charter. The school did not realize it had to go out to bid for this item.

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Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State procurement policies are being implemented and followed.

Management's Response: The school agrees with the auditor's recommendation and will move expeditiously to implement the recommendation.

CS 11-02-W PED Reports, Non-Compliance and other matters

Condition: During our test work we noted the following:

- We noted that a journal entry was incorrectly completed causing the expenditures to be less than the reimbursement requests. Difference of \$54.
- We noted that the accounts payable account had a debit balance in the amount of \$1,040. We noted that the payments were not properly posted to the expenditure accounts.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6. Additionally, PED does not have an accurate reporting of the school's activity.

Cause: A journal entry was posted incorrectly. The purchase order from APTA was not posted to the system for FY 11.

Auditor's Recommendation: We recommend that all balance sheet accounts be reviewed and that negative balances in accounts payable get resolved before year-end. We also recommend that funds be reconciled to reimbursement requests.

Management's Response: The school believes that it has adequate internal controls and procedures in place. This was a \$54.00 error. Although recognizing that there is "no materiality" threshold for governmental accounting, this error was the equivalent

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of losing one nickel for every \$100,000 dollars. More money is lost due to rounding than this calculation error.

The school will continue implementing the auditor's recommendation to carefully check transactions prior to posting to the general ledger.

SOUTHWEST PRIMARY LEARNING CENTER

CS 11-01-X PED Reports, Non-Compliance and other matters

Condition: During our test work we noted the Accounts Payable account had a debit balance in the amount of \$1,664. We noted that the payments were not properly posted to the expenditure accounts and thus have not been reported to PED on a cash basis.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: This resulted in a violation of NMAC 6.20.2.11 (b) and Regulation SBE-6. Additionally, PED does not have an accurate reporting of the school's activity.

Cause: We noted the purchase order from APTA was not posted to the system for FY 11.

Auditor's Recommendation: We recommend that all balance sheet accounts be reviewed and that negative balances in accounts payable get resolved before year-end.

Management's Response: The expenditures related to this PO were reported properly to the PED in the 4th Quarter for FY10. The expense occurred during FY10 and was posted as part of the actuals. The cash disbursement for this PO was processed at the beginning of FY11 however, the expense was reported to PED during FY10. In the future, the school will review all end-of-year obligations to insure that they are properly rolled forward.

Auditor's Response: We reviewed the prior year general ledger and noted that the amounts were not posted as an accrual in FY 2010. Per review of the general ledger

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for 2011, it appears that when the cash was released, the transaction debited accounts payable and credited expense causing a debit balance in accounts payable.

CS 11-02-X Procurement Code, Non-Compliance and other matters

Condition: During our procurement test work we noted the school did not go out to bid for software license purchased in the amount of \$29,737.

Criteria: Per NMAC 6.20.2.17 PURCHASING: A. Each school district shall establish and implement written policies and procedures for purchasing which shall be in compliance with the Procurement Code, Section 13-1-21 et seq., NMSA 1978. Purchasing policies and procedures for grant funding shall comply with requirements established within the grant and the Procurement Code. An internal control structure over purchasing shall be established and maintained to assure compliance with school district policy, and state and federal regulations.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services.

Cause: This relates to a vendor the school uses for software noted in the school's charter. The school did not realize it had to go out to bid for this item.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State procurement policies are being implemented and followed.

Management's Response: The school agrees with the auditor's recommendation and will move to implement the recommendation.

SOUTHWEST SECONDARY LEARNING CENTER

CS 09-189-Y Procurement Code, Non-Compliance and other matters

Condition: During our procurement test work we noted the school did not go out to bid for services associated with their flight school program, to include maintenance and instruction. Total amount paid to vendors was \$57,162. We also noted that school did not go out to bid for a software license purchased. Total amount paid to vendor was \$63,525.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with

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school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services.

Cause: School was unclear as to a specific service and the procurement code's requirements.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State procurement policies are being implemented and followed.

Management's Response: The school will implement the auditor's recommendation. On September 29th, 30th and October 1st the school ran a request for bids in the local newspaper for services associated with the flight school program.

CS 11-01-Y PED Cash Report, Non-Compliance and other matters

Condition: During our testwork we noted the following:

- Due to the changes in the updated cash report, the school's beginning cash balance for the transportation fund does not agree to the prior year reported cash balances per prior year financial statements. We noted the cash balance in the prior year financial statements is \$118,470 and we noted that the beginning balance on the cash report is \$59,235.
- We noted the Accounts Payable account had a debit balance in the amount of \$3,129. We noted that the payments were not properly posted to the expenditure accounts and thus have not been reported to PED on a cash basis.

Criteria: NMAC Title 6, Chapter 20, Part 2.14J states the school district shall maintain a cash control ledger for each fund/subfund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit. Per state audit rule the audit report of each school district shall include a cash reconciliation schedule which reconciles the cash balances as of the end of the previous year to the cash balance as of the end of the current fiscal year.

According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the

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general ledger. According to State regulation 6.20.2.9 on or before July 31, school districts shall determine their actual cash balances in all funds and report them on the most current form prescribed by the department.

Effect: The beginning balance reported in the financial statements does not agree to the prior year. Additionally, PED does not have an accurate reporting of the school's activity.

Cause: PED updated the requirements of the cash report. The purchase order from APTA was not posted to the system for FY 11.

Auditor's Recommendation: We recommend the school ensure the beginning balances from the reported cash balances properly agree to next year's beginning cash report. We recommend that all balance sheet accounts be reviewed and that negative balances in accounts payable get resolved before year-end.

Management's Response: The school's actual fund balance as of June 30, 2010 was \$118,470.00 as reported in the FY2010 financial statements. As required under NMSA 22-8-26, the school refunded \$59,235 to the PED in March 2011. This effectively reduced the school's cash balance to \$59,235 which is the beginning cash balance for FY2011. The school failed to include on the "due to government" line item on the FY2010 statement of net assets the \$59,235 that was due to the PED – thus the reported and actual cash balances did not agree. The school understands the auditor's recommendation and has insured that the liability created by NMSA 22-8-26 has been properly recorded for the FY2011 financial statement. The school would also like to point out that NMSA 22-8-26 encourages frivolous spending and is contrary to sound fiscal practices.

The expenditures related to this PO were reported properly to the PED in the 4th Quarter for FY10. The expense occurred during FY10 and was posted as part of the actuals. The cash disbursement for this PO was processed at the beginning of FY11 however, the expense was reported to PED during FY10. In the future, the school will review all end-of-year obligations to insure that they are properly rolled forward.

Auditor's Response: We reviewed the prior year general ledger and noted that the amounts were not posted as an accrual in FY 2010. Per review of the general ledger for 2011, it appears that when the cash was released, the transaction debited accounts payable and credited cash causing a debit balance in accounts payable.

TAOS ACADEMY

CS 10-28-Z Travel & Per Diem, Non-Compliance and other matters

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Condition: During our testwork we noted three out of three transactions tested did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.44 and \$0.40 per mile for a total underpayment of \$31.25. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 and \$0.40 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the 2010 and 2011 time period reviewed the effective statutory rate was \$0.50 and \$0.51, respectively, per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend that the school create a policy for mileage and have the Governing Council approve to ensure that the correct amount is being paid.

Managements Response: Taos Academy was instructed by the former audit company that the school was considered a state agency and therefore, must follow the NMAC 6.2.20.2.19. The school will comply with the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements. Proper documentation is currently maintained by the school.

CS 11-01-Z Communication of Audit Report, Non-Compliance and other matters

Condition: We noted during the review of the minutes that the FY 2010 audit report was shared with the board of directors during the December 15, 2010 open meeting. The audit report was not released by the State Auditor until March 2011 and is not allowed to be discussed with the board until 5 days after the release date.

Criteria: Per 12-6-5 NMSA 1978, an audit report does not become public record, subject to inspection, until five calendar days after the date it is released by the State Auditor to the agency being audited.

Effect: The school is in violation of state audit requirements.

Cause: The school was unaware of the requirement for the audit reports.

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Auditor's Recommendation: We recommend that the school review procurements regarding the audit report and when it can be discussed in an open meeting.

Management's Response: Taos Academy will make sure that the audit report is not discussed in an open board meeting by the Audit Committee until the Audit has been released by the State Auditor's office.

CS 11-02-Z Internal Control Structure, Significant deficiency

Condition: During our audit we noted the following:

- We noted that supporting documentation is not being reviewed when journal entries are reviewed for approval by the Director.
- We noted the school was not maintaining an active depreciation schedule. In addition depreciation was not allocated by function.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increase risk of fraud or improper posting of journal entries. By not maintaining a depreciation schedule the school is at an increased risk for lost or stolen assets and understatement of expenses on the financial statements.

Cause: Management believed that adequate review of journal entries could be done with verbal communication alone. The role of keeping a fixed asset listing and depreciation schedule was formerly performed by the NM Coalition for Charter Schools and the school had not taken on this responsibility.

Auditor's Recommendation: We recommend that the school Director or Governing Council review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation. We also recommend that an active fixed asset listing, including all additions and deletions and an updated depreciation schedule should be maintained and updated by the school.

Managements Response: The depreciation schedule was being kept at the NMCCS offices. The new business manager will monitor the depreciation schedule and it will

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be kept at the school for updating and review.

Taos Academy is under new business management for the 2011-2012 school year. All supporting documentation will be kept with the journal entries at the school and reviewed with the Director and Finance Committee. All supporting documentation for 2010-2011 journal entries was kept at the NMCCS office with review and approval by the CFO Michael Vigil. A copy of the actual journal entry was shared with the Director.

Auditor's Response: A copy of the supporting documentation and approval was not provided to determine whether the controls are in place. A copy of the depreciation schedule from NMCCS was not provided to school.

CS 11-03-Z Procurement, Non-Compliance and other matters

Condition: During our procurement testwork we noted the school did not go out to bid for one of the three items tested. Expenditures totaled \$54,007.04.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.4.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services.

Cause: School was unaware of the hybrid requirements for the procurement code.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: Taos Academy is under new business management for the 2011-2012 school years. Procurement practices are being reviewed and administration is being trained on proper procurement. The Assistant Business Manager will serve as the designated procurement agent for the school.

CS 11-04-Z Untimely Federal Reimbursement back to government, Non-Compliance and other matters

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Condition: We noted that the school's cash balance from FY 2010 has not been paid back to the government for the Public School Planning and Implementation Grant-\$2,599

Criteria: Per 6.20.2.14 CASH CONTROL STANDARDS: A. School districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the office of management and budget (OMB) Circular A-102, and applicable state and federal laws and regulations.

Effect: The government has not received the funds owed back to them.

Cause: The school was unaware these funds had to be returned.

Auditor's Recommendation: We recommend that the school refund the government as this money does not belong to the school.

Management's Response: Taos Academy is making arrangements to return the funding. The school is reviewing their current funding and making sure that we are aware of all grant requirements.

TAOS INTEGRATED SCHOOL FOR THE ARTS

CS 11-01-AA Procurement, Non-Compliance and other matters

Condition: During our procurement testwork we noted that the school did not go out to bid for the following three items: 1) Software license \$35,959, 2) Business Services \$50,000 and 3) IT services \$57,703.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.4.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services.

Cause: The school was unaware of the procurement policies to follow.

Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

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Management's Response: Taos Integrated School of the Arts is under new business management for the 2011-2012 school years. Procurement practices are being reviewed and administration is being trained on proper procurement. The Office Manager will serve as the designated procurement agent for the school.

CS 11-02-AA –RHC Reports and Contributions, Non-Compliance and other matters

Condition: We noted that a portion of the period end gross wages for the period ending April 2011 was not submitted on a timely basis. A payment of \$31.96 that should have been remitted by May 10, 2011 was not submitted until July 5, 2011.

Criteria: Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month per NMSA 1978 10-7C-15.

Effect: The lack of timely reporting may result in fines and penalties.

Cause: The untimely submission was caused by an error in a payroll disbursement in April.

Auditor's Recommendations: We recommend the School implement policies and procedures to ensure that reports are submitted in a timely manner.

Management Response: Taos Integrated School of the Arts is under new business management for the 2011-2012 school years. The late payment was an error in a payroll disbursement in April; a check had been voided in the system by the previous company that was not supposed to be voided. This caused the liabilities to be incorrectly reported for that period. The payment and report remitted in July was to correct that error.

CS 11-03-AA Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted three out of three transactions tested did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.44 and \$0.40 per mile for a total underpayment of \$76.68. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 and \$0.40 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing

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bodies of the local public body.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend the school follow the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements and that proper documentation is retained by the school.

Managements Response: Taos Integrated School of the Arts was instructed by the former audit company that the school was considered a state agency and therefore, must follow the NMAC 6.2.20.2.19. The school will comply with the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements. Proper documentation is currently maintained by the school.

CS 11-04-AA Internal Control Structure, Significant deficiency

Condition: During our test work-we noted the following:

- During our payroll test work we noted that an employee received payments for a professional service contract when their full time employment contract began. Per review of the payments made to this employee, there was no evidence of when services paid on the professional services contract were performed. It appears that payments of \$4,000 overlapped with the full time employment contract equating to a double payment of services rendered.
- During our payroll testwork we noted five employees were not paid for the last pay period in FY11, pay period 29.
- We identified telephone installation equipment with a cost over \$5,000 that the client failed to capitalize.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

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Article IX, Section 14, of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the intended recipients.

Effect: The school incurred unnecessary expenses for services.

Cause: The school did not document when services were performed for a formerly contracted individual that became a full time employee. The school was functioning under the NM Coalition for Charter Schools and fixed asset additions were overlooked as the business manager was only on site at the school occasionally, therefore the item was not recognized as a fixed asset addition. Since the school was under the NM Coalition, the business manager was unaware of the fact that employees were not paid for the last pay period in FY11.

Auditor's Recommendation: We recommend that the school monitor and track when services are performed for contract service providers as well as full time employees. We also recommend that the school maintain a fixed asset and depreciation schedule for all capital items. We recommend the school review payroll each pay period to ensure all employees are paid timely.

Managements Response: Taos Integrated School of the Arts underwent a change in management that caused a contractor to become an employee of the school. The Contractor does have a contract that is ended by authority of the Governing Council before she became an employee. The contractor was paid after that time as the school was waiting on Federal money reimbursement for paying out the remainder of the amounts owed to the contractor.

The previous business management company did not pay out the final payroll. This was found during a reconciliation done by the current business manager for the audit. All payroll is now paid. The school is under new management and an additional safeguard will be put into place for final payroll. The new business manager will monitor all new assets and keep a depreciation schedule for all fixed assets over \$5,000.

Auditor's Response: From the documentation provided we could not determine that the timeline for when the Contractor was paid to the time that employment started was not the same period.

CS 11-05-AA Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted that supporting documentation is not being looked at when journal entries are reviewed for approval by the Director.

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Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increase risk of fraud or improper posting of journal entries.

Cause: Management believed that adequate review of journal entries could be done with verbal communication alone.

Auditor's Recommendation: We recommend that the school Director or Governing Council review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation.

Managements Response: Taos Integrated School of the Arts is under new business management for the 2011-2012 school year. All supporting documentation will be kept with the journal entries at the school and reviewed with the Director and Finance Committee. All supporting documentation for 2010-2011 journal entries was kept at the NMCCS office with review and approval by the CFO Michael Vigil. A copy of the actual journal entry was shared with the Director.

Auditor's Response: A copy of the supporting documentation and approval was not provided to determine whether the controls are in place.

**THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
CS 10-22-BB ERB Reports, Non-Compliance and other matters**

Condition: We noted the July 2010 ERB report/payment (\$4,373) was submitted on August 17, 2010.

Criteria: NMAC 2.82.9.8 (C) requires that monthly contributions from employees and local administrative units be postmarked no later than the 15th day of the month following the month for which the contributions are withheld. Those contributions must be accurately reported and agree to School financial records.

Effect: Lack of proper internal control and reconciliation over ERB reporting may result in fines and penalties.

Cause: The school missed the report date during the summer payrolls.

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Auditor's Recommendation: We recommend that management establish and follow policies and procedures that implements a system which would ensure that state reports are processed and paid timely and consistently.

Management's Response: The untimely submission was an isolated instance and did not occur the remainder of fiscal year 2011, nor did it occur during fiscal year 2010. The School believes it has maintained proper internal controls and will make all attempts for insure this isolated instance is not repeated.

THE ASK ACADEMY

CS 11-01-CC Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted three out of three transactions did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.44 per mile for a total underpayment of \$121. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.555 per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend that the school create a policy related to mileage to ensure that the correct rate is being followed. We also recommend that the governing council approve this policy.

Managements Response: The school will review its mileage reimbursement rate. According to the cited NMAC 2.42.2.11 for the mileage reimbursement finding, the appropriated amount for reimbursement under state statute is 80% of the federal amount. Since the federal amount for mileage reimbursement was \$0.555 then the correct amount to reimburse was \$0.444. Accordingly the school used this amount. The governing council will be asked to approve a policy on the specific rate.

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CS 11-02-CC Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Title I	
Direct Instruction	\$ 2,785
Charter Schools Federal	
Direct Instruction	\$ 6,481
Teacher Principal Training	
Support services	\$ 737

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8.12.2 NMSA 1978 require that budgets not be exceeded at the level of control. For school districts, the function is the legal level of control.

Effect: The control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover over-expenditures.

Cause: The business manager failed to perform BARS at year end.

Auditor's Recommendation: We recommend the school establish a policy of budgetary review at year-end and make the necessary adjustments.

Management's Response: Maintenance of budget will be monitored on a regulatory basis.

CS 11-03-CC Internal Control Structure, Significant deficiency

Condition: During our fieldwork we noted the following:

- We noted that expenditures of \$260 were not transferred from the operational fund to fund 24101
- We noted that expenditures of \$350 were not transferred from the operational fund to fund 24106.
- We noted that expenditures of \$37 were not transferred from the operational fund to fund 25255.
- We noted that the school over-expended grant award in the amount of \$139 for fund 24154.

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- We noted that the school does not have a written capitalization policy for fixed assets.
- During our test work we noted the ERB reports did not agree to the General Ledger. There was a difference of \$1,044.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded property to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The financial statements could be misleading.

Cause: The differences were due to the school running the summer payroll at June 30, 2011 for the summer months.

Auditor's Recommendation: We recommend that all expenditures be reconciled to the grant awards and to the reimbursement requests at year-end. We also recommend that reconciliations be completed for ERB reports.

Management's Response: Reimbursement for expenditures were submitted according to projected actual payroll and liabilities. Due to payroll adjustments there was a discrepancy in the final actual and the projected actual. According to the written capitalization policy, the charter school utilizes the regulatory GAAB guidelines.

CS 11-04-CC Procurement Code, Non-Compliance and other matters

Condition: During the year ended June 30, 20101 we noted that the school did not go out to bid for tangible items purchased of \$68,163.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28 which could result in the school overpaying for goods and/or services.

Cause: The School was unclear as to the total amount of items they were to purchase.

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Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: It was understood by the school that individual items values less than \$20,000 did not need to be submitted for bid. The school will follow the recommendation made to comply with procurement code.

CS 11-05 –CC Timely Deposits, Non-Compliance and other matters

Condition: During cash receipt testwork we noted that one of two items selected did not have a pre-numbered receipt or a date stamp showing when the funds were received by the school. We were unable to determine if the school deposited the funds within 24 hours. Total amount of deposit was \$96. We also could not verify per the procedures whether the receipts were signed off verifying review.

Criteria: All cash receipts are required to have supporting documentation; including receipt of deposit that indicates deposit was made within 24 hours. NMAC 6.20.2.14 requires that the school shall issue a factory pre-numbered receipt for all money received.

Effect: Lack of supporting documentation increases the risk of an entry that is fraudulent to be posted to the system. The School was not in compliance with State Statute.

Cause: Client did not follow their policies and procedure in regards to this receipt.

Auditor's Recommendation: We recommend that policies and procedures be implemented that tracks and maintains all items relating to cash receipts.

Management's Response: This occurrence was due to the funds received from the school's Parent Teacher Association receiving monies for the school. The school deposited the funds once the monies were received. The business manager will review the processes in place to ensure that compliance to timely deposits are done.

THE GREAT ACADEMY

CS 11-01-DD Fixed Assets –Physical Inventories of Equipment, Non-Compliance and other matters

Condition: The School had no documentation to support that equipment listings were

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complete, accurate and reconciled to the GL.

Criteria: 12-6-10(A) NMSA 1978 requires each agency to conduct an annual physical inventory of movable chattels and equipment on the inventory list at the end of each physical year. The agency shall certify the correctness of the inventory after the physical inventory.

Effect: The School does not have evidence of compliance with 12-6-10(A) NMSA 1978 and 2.2.2.10 NMAC. The lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets.

Cause: Physical inventories were not reconciled to the general ledger upon completion of the physical inventory observation.

Auditor's Recommendation: We recommend that the School implement or revise procedures to ensure documentation and performance of physical inventories and reconciliation with the general ledger.

Management's Response: This was an ongoing process and a handwritten inventory was available, however, the Business Office Support person was not aware that it was available at the time of the site visit. The school is currently shifting to the use of equipment and software to conduct inventory in an electronic manner. Inventorying of all equipment (fixed assets) was assigned to an employee that is no longer with The GREAT Academy. Because the binder containing the inventory sheets was not returned to the Executive Director, it was assumed that the task had not been completed. The binder containing the inventory was located after the auditors had left and the inventory of all equipment had been completed. An updated inventory of all current assets was completed and is attached to this response. An inventory scanner was purchased on August 5, 2011 so that the inventorying of all equipment could be done in an electronic manner. Copies of the Purchase Order, check and invoice for the purchase of the inventory scanner were provided to the auditor. The school will be using this method in the future to inventory all equipment which will include inventory tags with specific serial numbers. These measures are being taken to comply with 12-6-10(A) NMSA 1978 and 2.2.2.10 NMAC requiring each agency to conduct an annual physical inventory of movable chattels and equipment on the inventory list at the end of each physical year. The agency shall certify the correctness of the inventory after the physical inventory.

Auditor's Response: We noted several items that were purchased during the year that were not on the inventory list. It appears that the inventory list was not complete as the school was trying to re-create the inventory list. We recommend the school ensure that the school use its new equipment to ensure that all items are properly tagged and all items are properly documented.

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CS 11-02-DD Bank Reconciliations, Non-Compliance and Other Matters

Condition: During our testwork over cash we noted the bank reconciliation for June 2011 was not completed until July 19, 2011 which is after the 15th per the schools internal control policies. Also we could not determine whether bank reconciliation was properly reviewed.

Criteria: Per NMAC 6.20.2.14K all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration. The bank statement, deposit slips, and canceled checks shall be made available to the district's auditor during the annual audit.

Per School Internal Control policies, all bank reconciliations should be completed by the 15th of the following month.

Effect: Errors or irregularities can occur and go undetected. The schools books and records are at risk for containing material misstatements (intentional or unintentional) that are not detected timely.

Cause: The school thought the previous business manager had completed the necessary bank reconciliations however no one at the school verified the reconciliations had been completed.

Auditor's Recommendation: We recommend that the school create a process to ensure that the bank reconciliations are completed by the 15th of the following month per school policy. We also recommend that someone other than the person completing the bank reconciliation review.

Management's Response: During Fiscal Year 2010-11, the only policy that was in place was the financial plan in the school's charter which stated that bank reconciliations were to be completed by the end of month. The auditor erroneously applied a new Internal Controls policy that was not adopted by the school in November, 2011 that was not in place during the prior fiscal year as the criterion for this finding. A copy of the policy that was contained in the original charter is attached. The missing bank reconciliation had been completed and was secured from the previous business manager and sent to the auditor on November 23, 2011. During FY 2011, the school contracted with an outside firm for business management services - Griego and Associates - and did not change business managers until November, 2011. Going forward we do not expect this to be a repeat finding. A process has been put in place to ensure that all bank reconciliations will be completed in a timely manner. The Executive Director will review all bank statements prior to handing them over to the

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Business Office Support person. In addition, we will insure that all bank reconciliations are reviewed monthly by the Board of Directors.

Auditor's Response: While we reviewed the charter in the field, we were not provided the charter in order to review the internal control requirements. We also noted that there was no evidence the bank reconciliation was reviewed. We recommend that all documentation be properly retained at the school to ensure that all items are properly documented.

CS 11-03-DD Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted that 4 out of 4 journal entries did not have support. We noted there was no support for the remaining 13 entries made during the year. We also noted that these journal entries were not being reviewed and approved. Total amount of journal entries made was \$6,994.

Criteria: State Board of Education Title 6 Section 6.20.2.11 states that policies and procedures documenting administrative and accounting controls in accordance with Generally Accepted Accounting Principles are required. Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increased risk of fraud or improper posting of journal entries.

Cause: The school thought the previous business manager had supporting documentation for each journal entry however the school was not properly reviewing and approving.

Auditor's Recommendation: We recommend that the school Governing Council or finance committee review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation.

Managements Response: A process has been put in place to ensure that all journal entries are reviewed and signed off by the Board of Directors and that proper documentation and support is attached to the journal entries.

CS 11-04-DD Federal Charter School Planning -Documentation of Employee Time and Effort, Non-Compliance and other matters

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Condition: During our testing of payroll for 1 of 1 employee's tested had no certification of their level of effort on the Federal Charter School Planning Grant.

Criteria: According to OMB Circular A-87, "Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification."

Effect: The program is not in compliance with grant requirements and employee's time has the potential to be misstated.

Cause: The school was not aware of this requirement.

Auditor's Recommendation: The school should read the compliance supplement and OMB circulars of all grants awarded, so they are aware of all the requirements.

Management's Response: The auditor has informed us that this requirement does not apply to an independent contractor, but only to a school employee. The employee in question, the executive director, was previously an independent contractor and did not become an employee until June 6, 2011. As such, the term during which this requirement would have applied is quite brief, less than one month. The school was not informed of this requirement by the business manager or the NM PED and the NM PED does not require this certification from employees of Charter School grant sub-grantees.

Auditor's Response: The NM PED communicates the documentation of time and efforts during the spring budget workshops. The school should review the grant award and compliance supplement for all grants received to ensure compliance.

CS 11-05-DD Bylaws and Related Party, Non-Compliance and other matters

Condition: During our testwork we noted the following:

- We noted that the school contracted with the head administrator's spouse to provide consulting services during the year. We noted the total amount paid was \$51,503 for services and various items.
- We noted that the President of the Board and the Secretary of the Board from December 29, 2010 through March 8, 2011 are married and nominated each other for the positions of President and Secretary of the Board of Directors during the December 29, 2010 meeting. We noted the charter was not

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finalized by the PEC until January 7, 2011. We noted all nominations were ratified during the January 11, 2011 meeting.

- We noted that the meeting in June 6, 2011 and June 28, 2011 only noted four members.

Criteria: Per NMAC 22-5-6. Nepotism prohibited.

- A. A local superintendent shall not initially employ or approve the initial employment in any capacity of a person who is the spouse, father, father-in-law, mother, mother-in-law, son, son-in-law, daughter, daughter-in-law, brother, brother-in-law, sister or sister-in-law of a member of the local school board or the local superintendent. The local school board may waive the nepotism rule for family members of a local superintendent.
- B. Nothing in this section shall prohibit the continued employment of a person on or before July 1, 2008.

Per the School's Bylaws, the school shall have no fewer than 5 (five) board members. In order to avoid conflicts of interest and the appearance of impropriety Board members shall not participate in an open meeting or a Closed Session deliberations or votes relating to the discipline of (i) himself or herself (ii) any relative of the Board Member.

Per the School's Bylaws, the board of directors may waive the nepotism rule for family members of a head administrator.

Per the School's Bylaws, The GREAT Academy shall not enter into any financial transaction with any Board member, any relative of a Board member, or any other person or entity in which the Board member or relative of the Board member has a direct or indirect financial interest unless during a public meeting: a) the nature of the direct or indirect financial interest is fully disclosed to the Board; and (b) the transaction is expressly approved by a majority of the Board members present at such meeting who have no direct or indirect personal financial interest in the transactions approved by the Board, and be reflected in Board Minutes.

Effect: This exposes the school to potential illegal acts, fraud and reputational risk. The school is not in compliance with the bylaws or the requirements of the Open Meetings Act and could face penalties.

Cause: This was the planning year for the school and this done in order to get the school started.

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Auditor's Recommendation: We recommend that the governing council is aware of all related parties and that the Nepotism requirements are waived where necessary. We recommend that the bylaws be reviewed and that all requirements be followed.

Management's Response: We suggest that the cited statute is incorrect because it applies to district school boards and would not be applicable to charter schools. The correct statute (22-8B-10) applies to charter schools and was correctly cited in the preliminary findings. No reason has been provided for the change in the criterion applied in the preliminary finding. The correct statute prohibits the Head Administrator from employing or approving the employment of a family member of the governing body of the Head Administrator; the statute does not prohibit the Board of Directors from approving the independent contractor that is cited here. The cited statute refers to "employment" rather than to a contractual relationship. The spouse of the Executive Director has held only a professional services contract and was never an employee of the school. In her e-mail of Nov. 16, 2011, the auditor informed us that "a contractor is not considered an employee of the school." Accordingly, we question the applicability of the correct statute with regard to a contractor. Even if the exclusion was found to be applicable in this case, the board was aware of the marital relationship between the executive director and the contractor at the time the contract was approved by the board. Thus, it is reasonable to conclude that the nepotism rule was waived by inference due to the board's knowledge and approval and that the school's own policies were effectively fulfilled. State law provides no specific form or process by which to establish that the rule was waived nor is it specified that a separate resolution be passed and recorded in the board minutes. In the event of future similar situations, the board will make note in the minutes of the meeting that the nepotism rule was considered and waived. We submitted to the auditor a statement from the governing board president attesting to the board's knowledge of the relationship and its approval of the contract with this knowledge. In order to dispel any questions on the matter, the Board of Directors shall specifically consider whether to waive the "nepotism" rule with regard to the Executive Director as an action item at its December, 2011 meeting. The fifth board position was filled at the last governing board meeting. The selection of a fifth member was delayed because the charter calls for a parent representative and no parents had come forward to serve on the board.

The previous Charter Schools Division administration required a governing board to be in existence prior to charter application although this is not a requirement of state law. As often happens, the founders placed themselves on the original governing board in order to meet that requirement and subsequently resigned from the board to accept contracts and/or employment with the school. It should also be pointed out that the mutual nominations indicated above occurred before the school's charter was in effect. Due to the resolution of the school's appeal to the Secretary of Education, the PEC did not approve the charter until Jan. 7, 2011. Thus, the charter

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school did not exist as a legal entity on Dec. 29, 2010 and therefore is not subject to audit for any actions prior to Jan. 7, 2011. Copies of the Board of Directors minutes and the Secretary's Decision and Remand Order were sent to the auditor. Since the nepotism rule in 22-8B-10 and the school's by-laws refer only to financial transactions "with any Board member, any relative of a Board member, or any other person or entity in which the Board member or relative of the Board member has a direct or indirect financial interest" and the board members in question resigned prior to contract approval, and neither of the former board members were employees of the school until one was hired some months after resignation, and no citation has been provided that would indicate that mutual nominations were prohibited, we suggest that this finding relates more to appearance than to any substantive violation of law or school policy.

Auditor's Response: We noted that the nepotism requirement says to employ in any capacity. While we recognize the spouse was not an employee, the school board did approve a contract to provide services to the school. We also noted in the condition that the nominations noted in the December 29, 2010 were ratified during the January 11, 2011 meeting.

CS 11-06-DD Disbursements-Lack of Authorization, Significant deficiency

Condition: We noted during test work that one out of 22 disbursements tested did not contain the two signatures as required by the charter. The total amount of the check was \$45,000.

Criteria: NMAC 6.20.2.17 states that a school must establish procedures for purchasing and follow them.

Per school internal control policies, any amount above \$29,999 requires one signature from the Board of Directors and one in-house signature.

Effect: This could result in inadequate authorization of expenditures.

Cause: In order to process quickly, only one signature was obtained.

Auditor's Recommendation: We recommend that school follow policies and procedures and implement procedure to ensure that all checks over \$29,999 have two signatures before they are sent out.

Management's Response: This was an oversight on the part of management in its haste to provide the required security deposit in order to secure the current, highly desirable, facility. The President of the Board of Directors was out of town when the

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opportunity arose to secure the facility. Management regrets the error in judgment on its part as well as on the part of the previous business manager and is aware of the deviation from established school policies that could call into question the integrity of the school and its authorizer. The new business manager has been informed of this prior error and will monitor the check authorization process carefully.

CS 11-07-DD Internal Control Structure, Material Weakness

Condition: During our test work we noted the following:

- We noted a purchase request and a purchase order were approved after the date of the invoice from the vendor. We noted the purchase request was completed and approved by the Executive Director. We also noted that school coded advertising expense to a supply asset account. Total amount of expenditure was \$344.
- We noted that the Executive Director approved his own purchase requisition and purchase order on numerous reimbursement requests. Total amount of purchase orders was \$7,452.
- During our review of disbursements we noted an invoice exceeded the purchase order amount. The invoice totaled \$1,748 while the purchase order totaled \$1,370.
- We noted that an Educational Consultant was to bill at a rate of \$55 per hour. Per review of invoices and time cards provided we were unable to determine whether hours billed had been billed on previous invoices as multiple dates overlapped. In addition we noted 55 days in which the time billed exceeded 8 hours, 10 days in which the time billed exceeded 15 hours and 1 day in which the time billed was 20 hours. Total costs paid to contractor were \$51,503.
- We noted that an Education Consultant (Executive Director) was to bill at a rate of \$65 per hour. Per review of invoices and time cards provided we were unable to determine whether hours billed had been billed on previous invoices as multiple dates overlapped. In addition we noted 43 days in which the time billed per day exceeded 8 hours, 16 days in which the time billed per day exceeded 15 hours and 2 days in which the time billed was 19 hours per day. These costs paid to contractor were \$50,017.
- We noted the school did not capitalize 5 items exceeding the schools capitalization policy of \$1,000. MA noted the total amount of these items is \$9,314.
- We noted the schools capitalization policy does not follow the states capitalization policy of \$5,000.

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- Per the schools reimbursement requests submitted to PED and the general ledger the school used \$21,437 in federal funds to purchase items/services considered unallowable. During our testwork we noted an additional \$5,126 in costs considered unallowable.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The school and PED do not have an accurate recording of activity.

Cause: Coding is not being checked when the receipts and disbursements are made by the Business Manager. School is not reviewing invoices for accuracy and is not ensuring purchases comply with grant requirements.

Auditor's Recommendation: Account coding should be carefully checked before posting transactions to ensure expenditures are properly recorded and classified. All invoices should be checked for accuracy and recalculated to ensure the school is not overpaying for services. In addition policies and procedures should be implemented to ensure duties are properly segregated.

Management's Response: No objection or recommendation to change the cited arrangement was provided by the previous business manager whose responsibility it was to inform school administration of practices that did not constitute adequate financial management, including segregation of duties. Internal controls have been modified to provide a more accountable internal control structure. The billing by the contractors was provided to the auditor. These costs were paid from Charter Schools grant funds. The Charter Schools Division of the NMPED does not approve grant payments based on hourly rates, but rather based on an invoice citing the deliverables received by the school for the contracted services as certified by the school administration or board president. As a result, the contractors discontinued submitting hourly time sheets on the presumption that the same documents submitted to NMPED for grant payments would be sufficient to verify hours worked. Also, the invoice for \$10,200 was intended to reflect work performed over a month but not completed or delivered until the date indicated. In the future, the school will require its contractors to describe its activities/deliverables on their invoices. With regard to "55 days in which the time billed exceeded 8 hours, 10 days in which the time billed exceeded 15 hours and 1 day in which the time billed was 20 hours" for one contractor and "43 days in which the time billed per day exceeded 8 hours, 16 days in which the time billed per day exceeded 15 hours and 2 days in which the time

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billed was 19 hours per day" for another contract, we are not aware that there is any daily limit to the amount of time worked by a contractor and therefore we cannot determine the reason for this portion of the finding. Considering that these two contractors were the only persons responsible for the implementation of the new charter school during the period in question, it would be expected that they work the necessary number of hour to accomplish all of the necessary tasks.

With regard to the \$21,437 allegedly paid from federal grant funds, the former business manager has informed us that these were actually paid from state operational funds. It appears that the general ledger was never updated by the business manager to reflect this correction.

Auditor's Response: We noted the contracts indicated amounts were to be billed by the hour. We also noted that the school did not have operational funds at June 30, 2011. We provided the school a transaction showing that the amount paid was from the federal stimulus funds.

CS 11-08-DD Segregation of Duties, Significant deficiency

Condition: We noted that the executive director has full system access (including disbursements, payroll and general ledger), has access to blank check stock, and can be the only check signer. The Executive Director is also responsible for reviewing and approving purchase requisitions, purchase orders and bank reconciliations.

Criteria: According to NMSA 1978 Section 6-5-2, segregation of duties must be maintained.

Effect: Without proper supervision and review, it may be difficult to detect and correct mistakes and deter potential fraud.

Cause: The school was in the planning year and had contracted out the Business Services.

Auditor's Recommendation: The School must ensure that duties and functions are segregated so as to not give one person the ability to record, authorize, and use assets without review or authorization.

Management's Response: During the initial start-up period, there was no school staff other than the contractor hired to implement the school and a contracted educational consultant. As additional staff was hired, this situation changed in order to allow the school to comply with state statute in the proper segregation of duties.No objection or recommendation to change the cited arrangement was provided by the previous

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business manager whose responsibility it was to inform school administration of practices that did not constitute adequate financial management, including segregation of duties. The segregation of duties has been revised to meet requirements.

CS 11-09-DD Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted the following:

- The school purchased two airfare tickets for the executive director and his spouse, a contractor of the school to attend a conference. We noted the tickets were purchased for business select. Total amount paid for two flights was \$1,507.
- The school purchased four airfare tickets for two board members, the executive director and his spouse, a contractor, 4 days before a conference causing tickets to cost over \$1,600 each. Per school's general ledger federal funds were used to purchase these tickets for a total of \$6,473. In addition per the submitted reimbursement request these expenses were denied as they were considered excessive and unreasonable.
- We noted that the school paid for lodging in excess of the Federal GSA rate. Total GSA rate was \$106 per night for city. Total amount paid was \$145 per night.

Criteria: Per NMAC 2.42.2.12 actual costs for travel by common carrier, provided such travel is accomplished in the most economical manner. Per NMAC 2.42.2.9 a public officer or employee may elect to be reimbursed actual expenses for lodging not exceeding the single room occupancy charge in lieu of per diem.

Effect: The school could be over-paying for expenditures that are un-necessary.

Cause: The school's practice was to purchase refundable tickets in case an individual was unable to travel. The school used the conference rate to rent hotel rooms.

Auditor's Recommendation: We recommend the school review reimbursement requests to ensure that all lodging and travel costs are necessary and reasonable.

Management's Response: It had been school and board practice to secure airline tickets at the refundable rate in order to recoup school funds if the traveler was unable to make the trip, but this was not included in the board policies. School administration has been informed that at least one airline (Southwest) grants credit for cancelled trips. A proposed change in board policy will be presented at the Nov.

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29 board meeting to clarify travel policies in this regard to include a mandate to utilize the most economical fares available and to plan and purchase air travel well in advance of the intended date of departure. We recognize that contractor travel should have been included in the contract amount and not as a separate charge. The room rate charged was the conference rate and the travelers claimed actual expenses. No objection or caveat regarding the amount was provided from the former business manager. The airfare amounts incurred as described in the first two items above were the result of lack of planning on the part of the board members and administration or a clear understanding as to their responsibilities to minimize the costs of travel by purchasing tickets at higher than necessary rates, resulting in the purchase tickets at inflated rates just prior to their intended departure. These costs were processed by the business manager with no indication that they were inappropriately high or exceeded any legal limits of cost. These costs were not paid from federal grant funds. We also wish to point out that the flight for which \$1,507 was paid was on Southwest Airlines. For that airline, the "business select" booking refers to a small additional charge (currently about \$16.00) for early boarding and should not be confused with "business class" as is available on other airlines. In the future, if an employee wishes to use the "business select" option, the employee will pay the additional cost of this minor upgrade.

CS 11-10-DD Anti-Donation, Non-Compliance and other matters

Condition: During our audit we noted the following:

- We noted the school reimbursed cell phone expenditures to the director for his cell phone and for the spouse, contractor, cell phone from December 2010 through June 30, 2011. We noted that the director was a contractor of the school from March-June 3, 2011 and his spouse was a contractor from March-June 2011. There was no evidence to show distinction between personal and business calls. We noted total amount paid for cell phones for contractors was \$2,003. We noted the June 2011 payment of \$666 included full payment of the director's cell phone bill. We noted the school also reimbursed the purchase of two cell phones for a total amount of \$442. We noted that the Executive Director approved his own purchase requisition and purchase order for this transaction.

Criteria: Article IX, Section 14, of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the intended recipients.

Effect: The school is in violation of the Anti Donation Clause and is misusing funds intended for students and school expenses.

Cause: The school was unaware of this requirement.

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Auditor's Recommendation: We recommend the school review all expenses to ensure that their funds are solely for the benefits of the students.

Management's Response: The Executive Director and contractor will review their cell phone bills for the period indicated to identify any personal calls made and will reimburse the school as necessary.

CS 11-11-DD Audit committee/Finance Committee, Non-Compliance and other matters

Condition: The school does not have an active audit committee or finance committee.

Criteria: Per NMSA 22-8-12.3 the local school board shall appoint at least two members of the board as a finance subcommittee to assist the board in carrying out its budget and finance duties. Each local school board shall appoint an audit committee that consists of two board members, one volunteer member who is a parent of a student attending the school district and one volunteer member who has experience in accounting or financial matters.

Effect: The school does not have the proper over-sight as required by NMSA 22-8-12.3. Errors could go undetected.

Cause: The school had changes in its board of directors and committees that caused the committees to become inactive.

Auditor's Recommendation: We recommend that the school review the requirements to ensure that all requirements of the audit committee and finance committee are followed.

Management's Response: At its November 29, 2011 meeting, The Board of Directors identified qualified individuals to serve on the Finance and Audit Committees.

THE INTERNATIONAL SCHOOL AT MESA DEL SOL

CS 09-13-EE Timely Cash Deposit, Non-Compliance and other matters

Condition: During our cash receipt testwork we could not determine whether a check received in the amount of \$1,500 was deposited within 24 hours.

Criteria: NMAC 6.20.2 states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

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Effect: Lack of supporting documentation increases the risk of an entry that is fraudulent to be posted to the system. The School was not in compliance with State Statute.

Cause: The school did not issue a pre-numbered receipt or date stamp the check.

Auditor's Recommendation: We recommend the school develop and implement internal controls over cash receipts in order to be compliant with state statutes.

Management's Response: This was an isolated instance of non-compliance. The School will make every attempt to comply in the future.

CS 09-18-EE Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Food Services		
Food services	\$	4,163
Keeping NM Beautiful		
Support services	\$	758

We noted that a Budget adjustment request was not submitted to PED for the Keeping NM Beautiful grant.

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 to 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts, the function is the legal level of control.

Effect: The School has not complied with New Mexico law, and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The school did not have sufficient time to issue a BAR for Keeping NM Beautiful grant and Food Services fund.

Auditor's Recommendation: We recommend the School established a policy of budgetary review of year-end, and make the necessary budget adjustments.

Management's Response: The school made a decision to accept a finding for budgetary matters to avoid loss of funding. Future BAR's and adjustments will be processed

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prior to year end to comply in the future.

CS 11-01-EE Stale Dated Checks, Non-Compliance and other matters

Condition: During cash test work, we noted a check on the outstanding check list from January 2010 in the amount of \$30.

Criteria: New Mexico Statutes, Section 6-10-57, NMSA 1978 compilation requires local public bodies to cancel or void any check that is unpaid for, one year after it is written.

Effect: The School is not complying with state statutes. Additionally, the School does not have an accurate understanding of their cash position.

Cause: Management has not monitored outstanding checks.

Auditor's Recommendation: We recommend outstanding checks be voided as soon as possible and that a procedure be implemented to track stale dated checks.

Management's Response: This was an isolated instance of non-compliance. The School will make every attempt to comply in the future by reviewing the bank reconciliation reports more thoroughly

CS 11-02-EE Procurement, Non-Compliance and other matters

Condition: During our procurement testwork we noted the school did not go out to bid for a contract for IT services and tangible items purchased from a vendor. Total amount paid was \$56,546.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.4.1.14 through 1.4.1.28 which could result in the school overpaying for goods and/or services.

Cause: The school did not expect amounts to increase over \$50,000. School also used hybrid version of contract. Goods caused total amount to exceed state procurement requirements.

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Auditor's Recommendation: We recommend that the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: The school will review procurement issues more thoroughly and utilize additional resources to comply in the future.

CS 11-03-EE SIGNIFICANT DEFICIENCY OVER PERSONNEL FILE MAINTENANCE

Condition: We noted for one employee tested the I-9 in the file was not properly completed. We noted that a background check was not completed until February 21, 2011 which is after the employment date of August 3, 2010. We also noted that teacher resume/licenses were not added to the file until October 25, 2011.

Criteria: NMAC 6.20.2.18 requires schools to maintain and have available for inspection payroll related documents, such as: employment contracts, certification records, personnel/payroll action forms, 1-9's, W-4 pay deduction authorizations, pay posting change notices, Educational Retirement Act plan applications and direct deposit authorizations. Moreover, NMSA 1.18.378.17 states that an agency must verify employment eligibility and have a completed 1-9 form in the personnel file upon hire.

Effect: The agency is not in compliance with NMAC 6.20.2.18 and NMSA 1.18.378.17, missing information could lead to legal issues concerning employees' eligibility to work for the state agency and wages paid may not agree to the contracted amount for payroll.

Cause: Lack of internal controls over the proper human resources record management process.

Auditor's Recommendation: We recommend that management implement the policies and procedures necessary to allow for proper human resources record management.

Management's Response: The school has begun the process of reviewing all the personnel files for discrepancies in order to meet compliance in the future.

CS 11-04-EE ERB Contributions, Non-Compliance and other matters

Condition: During field work, we noted that ERB payment for August 2010 (\$3,401) was submitted late.

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Criteria: Monthly contributions and reports to the Educational Retirement Board (ERB) payments are required to be remitted no later than the 15th of the following month.

Effect: The school was in violation of ERB requirements and could be subject to penalties.

Cause: The school missed the report date.

Auditor's Recommendation: We recommend that the school implement a process to ensure that all payments and reports to ERB are done timely.

Management's Response: This was an isolated instance of non-compliance. The School will make every attempt to comply in the future.

THE MASTERS PROGRAM

CS 09-18-FF Non-Compliance Finding over-expended Funds, Non-Compliance and other matters

Condition: During the budget testwork, it was noted that the school over-expended the appropriated unit on the following:

29114 McCune	
1000 Instruction	\$ 2,116

On Fund 24154, we noted the amount reported to PED was over-expended by \$304. An audit adjustment was done to move expenditures that were over-expended in this fund.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A states over-expenditure of a function shall not be allowed.

Effect: The school over-spent their total budget for the year.

Cause: The school did not realize that the requirement was functions.

Auditor's Recommendation: We recommend the School become familiar with the Public Education Department (PED) requirements and 6-6-6 NMSA 1978 and follow the requirements for the budgetary system.

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Management's Response: All funds, other than 11000, and functions need to be balanced for appearances at year-end, actually at each quarter-end, because they often will be "over-spent." Management makes adjusting journal entries so that the final expenditure residing in the account does not exceed the budgeted amount. Management neglected to catch this particular imbalance. An adjusting journal entry needs to be made to reclassify \$304.84 from Fund 24154 to Fund 11000. Management is familiar with PED requirements and will continue to make a conscientious effort to follow the requirements for the budgetary system.

CS 11-01-FF Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted three out of three journal entries tested were not reviewed or approved. The entries were created and posted by the same individual without any review or approval.

Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation. NMAC 6.20.2.17 states that a school must establish procedures and follow them.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increased risk of fraud or improper posting of journal entries.

Cause: During the time the journal entry was created and posted the school did not have a principal to approve transactions. The governing council failed to approve transactions during this time.

Auditor's Recommendation: We recommend that the school Principal or Governing Council review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation.

Managements Response: In accordance with the school's Business Office Procedures (approved by the GC in 2010), management will obtain the Head Administrator's approval of all journal entries as signified by the Head Administrator's initials or signature.

CS 11-02-FF Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted two out of three transactions tested did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.44 per mile for a total underpayment of \$105. Upon further review we

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noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.555 per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

Cause: The school was not aware that they were considered a local public body and considered themselves a state agency.

Auditor's Recommendation: We recommend the school follow the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements and that proper documentation is retained by the school.

Managements Response: The school's Employee Handbook July 2010 on page 13 states: "G. Reimbursement for Travel and Expenses: Employees will be reimbursed for authorized travel and per diem expenses pursuant to the New Mexico Travel and Per Diem Rule, NMAC 2.24.2 as amended." As a component unit of a state agency (the Public Education Department), we believe the state agency rate applies to us. Nevertheless, management will propose that the Governance Council define a mileage reimbursement rate that is less than the current IRS rate.

Auditor's Response: We provided an email from the state auditor noting that charter schools are considered local governments and should be using the local government rates. We recommend that the school ensure that any amounts defined by the Governance Council are properly documented.

CS 11-03-FF Background checks on Employees, Non-Compliance and other matters

Condition: During our review of payroll, the employee we selected did not have documentation of a completed background check on file.

Criteria: According to 22-10.3.3 NMSA 1978 policies and procedures should be developed requiring background checks on an applicant who has been offered employment with unsupervised access to students at a charter school.

Effect: The School has a potential for lawsuits as it is not protecting itself by

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performing background checks required by state statute.

Cause: There is not an established policy in place within the school that requires personnel files to be reviewed for background checks.

Auditor's Recommendation: We recommend the School update their policies and procedures manual regarding background checks to ensure that each employee has been given a background check before being hired by the school.

Management Response: Management is in the process of updating employee files to ensure that each is in compliance with the Employee Handbook July 2010 page 11(approved by the GC in 2010).

CS 11-04-FF Payroll Transactions, Significant deficiency

Condition: During our walkthrough of payroll and payroll related reports we found the FICA and Medicare deductions noted on the employee's W-4 were not withheld at the correct rate.

Criteria: NMAC 6.20.2.18 states that schools must have internal controls in place so that employees are paid the correct amounts.

Effect: Employee was not paid at the correct rate. In addition, the School did not withhold state taxes and other deductions in the proper amounts. The school may be liable for the shortages related to the issues noted as well as possible penalties and interest.

Cause: The school entered the wrong withholding into the APTA system.

Auditor's Recommendation: We recommend the School implement policies and procedures to ensure that every signed contract amount, authorized employee deductions, and required taxes are being deducted appropriately on the employee's paycheck.

Managements Response: Management will compare each employee's signed contract amount, authorized deductions and W-4 with Payroll setup to ensure appropriate payments and deductions are implemented.

CS 11-05-FF Budget Adjustment Requests (BAR), Non-Compliance and other matters

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Condition: During our audit we noted the school did not complete a BAR to reduce the Instructional Material allocation received for the year. We noted that the allocation was \$5,087 and the final budgeted amount was \$29,293 for a difference of \$24,206.

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds.

Effect: The control established by the use of budgets has been compromised resulting in the fund being over budgeted. This could lead to over-expenditures.

Cause: The school was unaware they received a decrease for FY 2011.

Auditor's Recommendation: We recommend the School become familiar with the Public Education Department (PED) requirements and 6-6-6 NMSA 1978 and follow the requirements for the budgetary system.

Management's Response: The school never received any disaward or any instructions for dealing with the IM Bureau's error. Management has reviewed PSAB Supplement 9 and found nothing for dealing with this unusual situation. Management will contact the Instructional Materials Bureau for directions.

IM Bureau was no help. Management will make necessary BARs and AJEs to square this with auditor.

Auditor's response: Allocation sheets are available on the PED Instructional Material Bureau web-site and are distributed during the spring budget workshop.

CS 11-06-FF Bank Reconciliations/checks issued, Non-Compliance and other matters

Condition: During our audit we noted there was no evidence that bank reconciliations were being reviewed. We also noted that issued checks do not have "VOID AFTER ONE YEAR FROM DATE".

Criteria: Per NMAC 6.20.2.14, all bank accounts shall be reconciled on a monthly basis. Reconciled bank statements are to be reviewed by the business manager and/or assistant superintendent for business administration. Each warrant or check issued shall have printed on its face the words, "void after one year from date".

Effect: The school could be misstating revenues and expenses when reporting budget amounts to PED.

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Cause: Since this was the first year of operations, the school was unaware of these requirements.

Auditor's Recommendation: We recommend the Business Manager initial or sign and date the bank reconciliations once they have been properly reviewed. We also recommend that the school include, "void after one year from date" on all checks and cancel all checks outstanding over one year.

Management's Response: Business Manager will henceforward initial, or sign, and date the bank reconciliations to indicate proper review thereof. When ordering new check stock, management will have "Void after one year from date" printed on the checks.

CS 11-07-FF Internal Controls, Significant deficiency

Condition: During our audit, we noted the following:

- School could not locate grant award for the Teacher Principal Training Fund #24154.
- School could not provide documentation regarding 4th quarter reimbursement request submitted to Public School Capital Outlay.
- We noted school could not provide documentation for expenditures of \$2,116 that were spent in regards to funds held by the NM Community Foundation.
- We noted the school capitalized items that were less than the \$5K requirement.

Criteria: Per NMAC 6.20.2.11 Internal Control Structure Standards, every school district shall establish and maintain internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded property to permit the preparation of general purpose financial statements in accordance with GAAP.

Effect: The financial statements could be misleading.

Cause: The school misplaced documentation and did not realize the capitalization threshold was \$5,000.

Auditor's Recommendation: We recommend that all documentation be retained and

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that any items capitalized properly meet the \$5,000 capitalization threshold.

Management's Response: Management has reorganized its filing system for awards and RfRs to improve the tracking of information and changes in condition, and thus improve its internal control structure.

Concerning capitalization of equipment, and regardless of the PSAB Supplement 12 definition of cost on page 12, management will delete this item from capital assets through a journal entry, reversing any depreciation that has been posted. This item is inappropriately included as a finding since it is a judgment call whether "installation" includes material (in this case software) as well as labor. In the case of a computer server, no amount of labor "installation" can make the equipment functional. Since GASB 54 "Non-spendable Funds" includes both account code 57331 and 57332, there is no danger here of the financial statements' being misleading.

Auditor's Response: With regard to capitalized items, we suggest that the school review its policy regarding fixed assets and that all items that are capitalized be properly tracked and in line with state audit requirements. We also recommend that the school properly evaluate software to ensure that software licenses are not capitalized. Should the licenses extend for more than one year, we recommend that amounts paid be evaluated as prepaid expenses for the financial statements.

CS 11-08-FF PED Budget Reports, Non-Compliance and other matters

Condition: The YTD expenditure and revenue amounts that were reported to PED on the budget to actual report did not agree to the General Ledger for fund 24106 in revenue and funds 11000 and 14000 in expenditures. We also noted the beginning balance on the school's cash report did not agree to audited cash balance for the operating fund.

Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: PED does not have an accurate accounting of the school activity.

Cause: The report sent to PED was not reviewed to ensure that it reflects what is in the general ledger.

Auditor's Recommendation: We recommend the appropriate personnel complete the PED report based upon the general ledger. Additionally, an individual should review the report to ensure that the report does match the general ledger.

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Management's Response: The Business Manager will continue to prepare the PED budget-to-actual report and Cash reports based on the general ledger, and those will be reviewed by at least one member of the Finance Committee prior to submission to the PED.

THE MONTESSORI ELEMENTARY SCHOOL

CS 10-30-GG Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operating fund		
Support Services	\$	52,695
Public School Capital Outlay		
Capital Outlay	\$	234,588
HB 33 Funds		
Support Services	\$	2,244

We also noted YTD revenue amounts that were reported to PED on the budget to actual report did not agree to the General Ledger for fund 31600 Object 41110

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control. For school districts the function is the legal level of control. Also, actual revenue or expenditure amounts reported to PED must be consistent with the school's general ledger.

Effect: The school is out of compliance with State Law and the control established by the use of budgets has been compromised which could result in deficit fund balances.

Cause: The School did not make necessary budgetary transfers to alleviate the over-expenditures experienced at each function. Expenditures were budgeted to a different function than they were actually charged to. Also, revenue amount reported to PED was not consistent with the general ledger as amounts had likely changed during the submission process.

Auditor's Recommendation: We recommend the School establish a policy of budgetary review at year-end and make the necessary budgetary adjustments and review of amounts being reported to PED.

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Management's Response: Management is aware of the finding and will review the policy and procedures to help correct the Finding.

CS 10-31-GG Budget Adjustment Requests (BAR), Non-Compliance and other matters

Condition: During our audit we noted school over budgeted the Instructional Materials fund for the current year. We noted a difference of \$2,598 between the budgeted carryover amount of \$32,099 and the carryover amount per the prior year financial statements of \$29,501.

Criteria: In accordance with Public Education Department (PED) requirements and 6-6-6 NMSA 1978, the School is required to follow PED procedures relating to Budget Adjustment Requests. This includes ensuring that BAR's are included in final budget amounts reported to Schools PED report. According to the NMSA 1978 Section 6.20.2.10 A, "Budget adjustment requests shall be submitted on the most current form prescribed by the SDE. The school district shall maintain a log of all budget adjustment requests to account for status, numerical sequence, and timely approval at each level. The log is to be retained for audit purposes.

Effect: The school is not in compliance with State Statute which could result in over expenditures.

Cause: The school missed a BAR during the year to approve.

Auditor's Recommendation: We recommend the School become familiar with the Public Education Department (PED) requirements and 6-6-6 NMSA 1978 and follow the requirements for the budgetary system.

Management's Response: Management is aware of the finding and will review the policy and procedures to help correct the Finding.

CS 11-01-GG Non-Compliance Finding over State Cash Report, Non-Compliance and other matters

Condition: During the cash test work we noted the beginning cash balance included on the quarterly submitted cash report to PED did not agree to the prior year audited financial statements for the federal flow-through fund and state flow-through fund. We also noted the ending cash balance included on the report did not agree to the general ledger for the federal flow-through fund, state flow-through fund, and capital improvements HB33 fund.

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Criteria: Per NMAC Title 6, Chapter 20, Part 2.14J states, the school district shall maintain a cash control ledger for each fund/sub fund where all transactions affecting cash are recorded. Cash balances reported to the department shall be the same as the district's cash control ledger and annual audit.

Effect: The school is not in compliance with State Statute and the PED does not have an accurate reporting of the School's activity.

Cause: The school completed adjustments after the cash report was submitted.

Auditor's Recommendation: We recommend that management reconcile PED reports to the general ledger and prior year audited financial statements.

Management's Response: Management is aware of the finding and will review the policy and procedures to help correct the Finding.

THE NEW AMERICA SCHOOL

CS 10-28-HH Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted two out of three transactions tested did not use the correct mileage reimbursement rate. We noted that the school paid one transaction at 80% of .44 instead of the local government rate of .55 for a total underpayment of \$139. We also noted that the school paid another transaction at .44 for a total underpayment of \$31. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.44 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. The effective rate as of 01/01/2010 is fifty and one half cents per mile (.555) per mile pursuant to the mileage chart of the official state map published by the state highway and transportation department for distances in New Mexico or pursuant to actual mileage if the beginning and ending odometer reading is certified as true and correct by the traveler.

Effect: The school is underpaying employees for travel on behalf of the school.

Cause: The school is using the state agency rate.

Auditor's Recommendation: We recommend the school create a policy for mileage and

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have the governing council approve the policy.

Managements Response: According to the cited NMAC 2.42.2.11 for the mileage reimbursement finding, the appropriated amount for reimbursement under state statute is 80% of the federal amount. Since the federal amount for mileage reimbursement was \$0.555 then the correct amount to reimburse was \$0.444.

CS 11-01-HH Timely Deposits, Non-Compliance and other matters

Condition: During our cash receipts test work we could not determine whether a receipt in the amount of \$1,723 had been properly deposited within 24 hours.

Criteria: NMAC 6.20.2 states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Effect: Lack of supporting documentation increases the risk of an entry that is fraudulent to be posted to the system. The School was not in compliance with State Statute.

Cause: Client did not follow their policies and procedure in regards to this receipt.

Auditor's Recommendation: We recommend the school implement policies and procedures that track and maintain all items relating to cash receipts.

Management's Response: Management is fully aware of the rule set forth concerning depositing money received within 24 hours. The school currently has policy in place and will review the policy with the proper staff to insure all policy is followed.

CS 11-02-HH Disbursements, Non-Compliance and other matters

Condition: During our testwork, we noted that the school had a credit card in its name, however the card is paid by New America Consolidate and then the school reimburses. Of the amount reimbursed, we noted that four receipts could not be located for a total of \$100. We also noted sales tax was paid for tangible items in the amount of \$107. Finally, we noted that the school paid for teacher appreciation gifts in the amount of \$131.16 and a gift card and coffee in the amount of \$28. We could not determine where these items were posted in the general ledger to determine if allowable.

Criteria: NMAC 6.20.2.17 states that a school must establish procedures for purchasing and follow them. Per NMAC 3.2 Gross Receipts Tax, School districts are

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exempt from paying sales tax. All funds allocated to the school are to be spent on allowable expenditures in accordance with NMAC 6.20.2.

Effect: The school could be paying for expenditures that are not allowable or expenditures that do not belong to the school.

Cause: School misplaced documentation.

Auditor's Recommendation: We recommend that policies and procedures be implemented to ensure that all documentation for items purchased is kept and that all tax-exempt certificates be used for all items that are tangible items.

Management's Response: The school does not maintain a credit card in its name. The New America Consolidate has a credit card which the school's principal is allowed to use. The New America Consolidate pays the bill once it has matched copies of the receipts to the statement. The New America Consolidate then invoices the school. The school's Assistant Business Manager then goes through a process of matching which she maintains at the school site prior to paying the invoiced amount from The New America Consolidate. All back up information is available for review at the school site.

Auditor's Response: Per review of credit card statement, we noted that the name on the statement is to "New America School." All back-up was not provided by the school.

CS 11-03-HH PED Budget reports, Non-Compliance and other matters

Condition: We noted that the actual uploaded to PED had expenditures greater than the budgeted amounts for the following funds, IDEA B \$341, IDEA-B Stimulus \$23 and Education Job Fund \$372. Expenditures were not properly moved out of these funds before the actual uploads were submitted to PED.

Criteria: According to State Regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The school has reported more expenditures than budget authority.

Cause: Adjustments to reconcile federal funds were not completed before reports were submitted.

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Auditor's Recommendation: We recommend that the school implement procedures to ensure budgets are reconciled to the general ledger and that all PED instructions for completing reports are followed.

Management's Response: Procedures currently in place will be reviewed with appropriate staff to ensure that all funds are reconciled correctly prior to submission of PED budget reports. A more in depth review of all reports submitted to the PED will be implemented to help strengthen current procedure.

CS 11-04-HH Anti-Donation, Non-Compliance and other matters

Condition: During our audit we noted the Principal is driving home a school-owned vehicle every evening and over the weekends for the safety of the vehicle. This is considered a benefit to the employee. Per review of W-2, we noted that no income had been added to the W-2 for this fringe benefit. We noted that a log of all trips is properly kept.

Criteria: Article IX, Section 14, of the Anti Donation Clause states that public funds may not be expended for the benefit of someone other than the intended recipients.

Effect: The school could be paying for expenditures that are not the schools expenses.

Cause: The school does not feel it is safe to leave the vehicle on school property overnight.

Auditor's Recommendation: We recommend that the benefits of the government vehicle be added to the employees W-2 as wage income.

Management's Response: As with many public agencies including school districts, the principal is provided a vehicle. The use of this vehicle is strictly limited to school business purposes only. However, the vehicle is provided so that the principal can attend school functions and oversee all school issues as they arise. To and from commuting will be reflected as income in accordance with IRS regulations.

TIERRA ADENTRO

CS 11-01-II Timely Cash Deposit, Non-Compliance and other matters

Condition: During our cash receipt testwork it was noted that schools did not deposit cash of \$170 within one business day from the date of the receipt.

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Criteria: NMAC 6.20.2 states that “money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Effect: Lack of supporting documentation increases the risk of an entry that is fraudulent to be posted to the system. The School was not in compliance with State Statute.

Cause: Lack of internal controls associated with cash receipts and deposits.

Auditor’s Recommendation: We recommend the school develop and implement internal controls over cash receipts in order to be compliant with state statutes.

Management’s Response: With the small administrative staff it is has been difficult to streamline the deposit process within 24 hours. However, we will make every effort to notify the staff to turn in money and receipts upon collection and get them in to the bank within 24 hours.

CS 11-02-II Budgetary Conditions, Non-Compliance and other matters

Condition: The School has expenditure functions where actual expenditures exceeded budgetary authority:

Teacher Principal Training	
Direct Instruction	\$ 1,902

Criteria: Per NMAC Title 6, Chapter 20, Part 2.9A states over-expenditure of a function shall not be allowed.

Effect: The control established by the use of budgets has been compromised. Continued over-expenditure of budgeted balances may result in unnecessary usage of operating funds to cover over-expenditures.

Cause: The school failed to perform BARS timely.

Auditor’s Recommendation: We recommend management establish and follow policies and procedures necessary to ensure timely budget adjustment requests are submitted to the PED and that the school individually tracks expenditures to ensure unauthorized budget overages do not occur.

Management’s Response: A BAR was submitted in late June and not approved until July. The business manager along with the finance committee will meet in mid-May

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to review budget to actual awards and verify that budget line items are not exceeding the approved BAR. If a change needs to be made it will be presented at the May GC meeting and submitted to PED by the 3rd week in May so that there is ample time for the BAR to be approved.

CS 11-03-II Journal Entries, Significant deficiency

Condition: The Charter School does not have adequate internal controls over non-standard journal entries entered into its accounting system. We noted that 1 out of 4 journal entries had no evidence of approval. We also noted that documentation associated with the journal entries could not be provided on 2 out of 4.

Criteria: State Board of Education Title 6, section 6.20.2.11 states that Policies and Procedures documenting administrative and accounting controls in accordance with Generally Accepted Accounting Principles are required. Sound business practice recommends review and approval of all non-standard journal entries. Additionally, all non-standard JEs should be accompanied by explanatory documentation.

Effect: Without proper review of these journal entries or supporting documentation, errors or irregularities could go undetected and cause financial statements to be misstated.

Cause: The school misplaced the documentation regarding these items.

Auditor's Recommendation: We recommend the School update their policies and procedures manual regarding the review, documentation and approval of manual journal entries and implement a procedure to insure non-standard journal entries are reviewed, approved and supported. Review and approval should be indicated by initials and date.

Management's Response: All JEs will be reviewed and approved by the Finance Committee.

CS 11-04-II PED Cash Reports, Non-Compliance and other matters

Condition: We noted that the beginning cash balances for the Operational Fund and the State Flowthrough Fund on the 4th quarter cash report did not properly agree to the prior year audited financial statements.

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Criteria: According to State regulation 6.20.2.11 (B) (6), NMAC and Regulation SBE-6, the reports sent to the New Mexico Public Education Department (PED) must agree to the general ledger.

Effect: The school is in violation of NMAC 6.20.2.10 and the PED does not have an accurate reporting of the school's activity.

Cause: The differences are due to errors in the prior year audit balances.

Auditor's Recommendation: We recommend the school review all reports submitted to PED for accuracy. In addition we recommend the school reconcile reports to the general ledger and prior year audited financial statements.

Management's Response: This was an error from the prior year audit. \$100 from the operational account was not recorded in the cash balance at year end. I will make sure that all cash balances tie to the GL in the 2011 Audit report.

CS 11-05-II Procurement Code, Non-Compliance and other matters

Condition: During the year ended June 30, 20101 we noted that the school did not go out to bid for tangible personal property purchased of \$43,689.

Criteria: As indicated in NMAC 1.4.1.14 through 1.4.1.28, an internal control structure over purchasing shall be established and maintained to assure compliance with school district policy and state and federal regulations in assurance that all the bids are supported by the proper documentation.

Effect: The school is not in compliance with NMAC 1.4.1.14 through 1.4.1.28 which could result in the school over paying for goods and/or services

Cause: School was unclear of the interpretation of the procurement code.

Auditor's Recommendation: We recommend the school designate a procurement agent who would be accountable for maintaining records and ensuring State and Federal procurement policies are being implemented and followed.

Management's Response: Unless the company is already awarded a government contract, TANM will go out to bid on all tangibles exceeding \$20,000 in order to comply with NMAC 1.4.1.14 through 1.4.1.28.

VILLAGE ACADEMY

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CS 11-01-JJ Lack of Approval of Purchase Order and Invoice, Significant Deficiency

Condition: During our testwork over disbursements, we noted no evidence of approval of an invoice and purchase order in the amount of \$4,921.29. The schools policy is to review and approve all purchase orders and invoices prior to payment.

Criteria: NMAC 6.20.2.17 states that a school must establish procedures and follow them.

Effect: Lack of review and approval of a purchase order can lead to the purchase of unallowable items and increase the risk of fraudulent purchases. In addition, lack of review of an invoice can lead to the payment of goods or services that have not been received.

Cause: During the time the purchase order was issued the school did not have a principal to approve transactions. The governing council failed to approve transactions during this time.

Auditor's Recommendation: We recommend all purchase orders and invoices are reviewed and approved prior to payment.

Management's Response: All invoices and purchase orders will be reviewed by the business manager and the principal prior to payment.

CS 11-02-JJ Travel & Per Diem, Non-Compliance and other matters

Condition: During our testwork we noted two out of three transactions tested did not use the statutory mileage reimbursement rate. The school reimbursed the employees at a rate of \$0.34 per mile for a total underpayment of \$39. Upon further review we noted no board approval to reduce the mileage reimbursement rate for school employees to \$0.34 a mile.

Criteria: Per NMAC 2.42.2.11 public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official bodies at the statutory rate unless such rates have been reduced by governing bodies of the local public body. During the time period reviewed the effective statutory rate was \$0.55 per mile.

Effect: The school is not in compliance with New Mexico state statute and is underpaying employees for travel on behalf of the school.

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Cause: The school was not aware that a reduction to the statutory reimbursement rate had to be approved by the Governing Council.

Auditor's Recommendation: We recommend that the school follow the Per Diem and Mileage Act for local governments when paying per diem and travel reimbursements and that proper documentation is retained by the school.

Managements Response: The reduced mileage rate of \$0.34 per mile will be submitted to the governance council meeting of September 19, 2011 for their review and approval.

CS 11-03-JJ Journal Entries, Significant deficiency

Condition: During our test work of journal entries, we noted two out of three journal entries tested lacked reviewed or approval by the Principal or Governing Council. The entries were created and posted by the same individual without any review or approval. We also noted two journal entries made without adequate supporting documentation.

Criteria: Per proper accounting practices there should be a segregation of duties for the preparation and posting of journal entries. In addition all journal entries should be reviewed and approved by a designated member of management and include proper supporting documentation.

Effect: Lack of review of journal entries or lack of supporting documentation can lead to an increase risk of fraud or improper posting of journal entries.

Cause: During the time the journal entry was created and posted the school did not have a principal to approve transactions. The governing council failed to approve transactions during this time.

Auditor's Recommendation: We recommend that the school Principal or Governing Council review all journal entries prior to being posted by the Business Manager. In addition all journal entries should include supporting documentation.

Managements Response: All journal entries will be reviewed and approved by either the governance council or school principal.

CS 11-04-JJ Budget Adjustment Requests (BAR), Non-Compliance and other matters

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Condition: During our audit we noted that the school over budgeted the Impact Aid Indian Education fund for the current year. We noted a difference of \$9,377 between budgeted carryover (\$22,930) and carryover per the prior year financial statements (\$13,553). For the food services fund we noted a \$568 difference between budgeted carryover (\$15,174) and carryover per the prior year financial statements (\$14,606).

Criteria: In accordance with Public Education Department (PED) requirements and 6-6-6 NMSA 1978, the School is required to follow PED procedures relating to Budget Adjustment Requests. This includes ensuring that BAR's are included in final budget amounts reported to Schools PED report. According to the NMSA 1978 Section 6.20.2.10 A, "Budget adjustment requests shall be submitted on the most current form prescribed by the SDE. The school district shall maintain a log of all budget adjustment requests to account for status, numerical sequence, and timely approval at each level. The log is to be retained for audit purposes.

Effect: The school is not in compliance with State Statute and their funds are not properly budgeted which could result in over expenditures.

Cause: The school used a contractor to complete their 2011 budget.

Auditor's Recommendation: We recommend the School become familiar with the Public Education Department (PED) requirements and 6-6-6 NMSA 1978 and follow the requirements for the budgetary system.

Management's Response: The school will make sure that all budgets are correct and any budgets that are not correct, a Budget Adjustment request will be submitted to PED on a timely basis.

CS 11-05-JJ Payroll, Significant deficiency

Condition: We noted that employees are being paid before services are being completed. We noted that for the employee contract tested the last day of the employee contract is June 30, 2011; however employee contracts were paid out on June 24, 2011. Per review of the payroll schedule provided, we noted that 21 other pay periods were paid before the end of the pay period.

Criteria: Section 13-1-158 NMSA 1978 expressly states that "[n]o warrant, check or other negotiable instrument shall be issued in payment for any purchase of services...unless the central purchasing office or the using agency certifies that the services...have been received and meet specifications..."

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The anti-donation clause of the New Mexico Constitution, Article IX, Section 14, provides that “[n]either the state nor any county, school district or municipality, except as otherwise provided in the constitution, shall directly or indirectly lend or pledge its credit or make any donation to or in aid of any person, association or public or private corporation...”

Effect: The school is out of compliance with state law and has exposed itself to increased risk of misstatement.

Cause: The school is paying employees paychecks before the end of the pay period.

Auditor’s Recommendation: We recommend the school update policies, procedures, or contract language to make sure that all services have been properly performed before payment has been made.

Management’s Response: The school will be reviewing and updating policies and procedures that relate to payroll to insure that we are in compliance with services provided. In fact, the school will be converting to a semi-monthly basis whereby pay-periods will be on the 15th and 30th or 31st of each month so as to be in compliance with state law.

C. FINDINGS AND QUESTIONED COSTS – CHARTER SCHOOLS - MAJOR FEDERAL AWARDS PROGRAM AUDIT

ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE

FA 11-01-C Stabilization -Cash Management, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Improving Teacher Quality State Grants Stabilization
CFDA Number: Stabilization 84.410A, EMSI Stabilization 84.394A
Award Year & Number: 2011

Condition: We noted the school did not properly reconcile the Education Job fund and the EMSI Stabilization cash balance. We noted the school had reported excess expenditures of \$2,940 for EMSI Stabilization. An adjusting journal entry was required to move these expenditures into the operational fund. For the Education Jobs Fund we noted the school requested reimbursement but did not adjust all of these expenditures from the operational fund to this fund. An adjusting entry of \$52,302 was required to move these expenditures.

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The anti-donation clause of the New Mexico Constitution, Article IX, Section 14, provides that “[n]either the state nor any county, school district or municipality, except as otherwise provided in the constitution, shall directly or indirectly lend or pledge its credit or make any donation to or in aid of any person, association or public or private corporation...”

Effect: The school is out of compliance with state law and has exposed itself to increased risk of misstatement.

Cause: The school is paying employees paychecks before the end of the pay period.

Auditor's Recommendation: We recommend the school update policies, procedures, or contract language to make sure that all services have been properly performed before payment has been made.

Management's Response: The school will be reviewing and updating policies and procedures that relate to payroll to insure that we are in compliance with services provided. In fact, the school will be converting to a semi-monthly basis whereby pay-periods will be on the 15th and 30th or 31st of each month so as to be in compliance with state law.

C. FINDINGS AND QUESTIONED COSTS – CHARTER SCHOOLS - MAJOR FEDERAL AWARDS PROGRAM AUDIT

ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE

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Condition: We noted the school did not properly reconcile the Education Job fund and the EMSI Stabilization cash balance. We noted the school had reported excess expenditures of \$2,940 for EMSI Stabilization. An adjusting journal entry was required to move these expenditures into the operational fund. For the Education Jobs Fund we noted the school requested reimbursement but did not adjust all of these expenditures from the operational fund to this fund. An adjusting entry of \$52,302 was required to move these expenditures.

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Criteria: According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, .21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting requirements set forth in Section .52
- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation."

Questioned Costs: Education Job fund \$52,302
EMSI Stabilization \$2,940

Effect: The Districts ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school did not reconcile grant funds at year-end to amounts budgeted.

Auditor's Recommendation: We recommend the school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

Management's Response: This error was a result of the instructions of the PED business analyst in Santa Fe to submit a BAR for \$9,982.71, which the school did. That BAR should have been amended to \$62,285.41. The school should have JE'd over total expenses of \$62,285.41, rather than the BAR amount of \$9,982.71. All expenses were in fact properly uploaded to PED and approved by the analyst, and the school did receive all funds to which it was entitled.

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Auditor's Response: We noted that the schools actual fourth quarter reports did not report the correct amounts.

ALBUQUERQUE SCHOOL OF EXCELLENCE

FA 11-01-D IDEA-B/Stabilization -Cash Management/Reporting, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Special Education – Grants to States (IDEA, Part B), Stabilization
CFDA Number: IDEA - 84.0270A, Stabilization 84.410A
Award Year & Number: 2011

Condition: We noted the school did not properly reconcile the IDEA B cash balance. We noted the expenditures exceed the total amount funded by \$77. An adjustment was required to move these expenditures to the operating fund. For the Education Job Fund, we noted the school had \$78 more in expenditures than requested. An adjustment was required to move these expenditures to the operating fund.

Criteria: According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, .21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting requirements set forth in Section .52
- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation."

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Questioned Costs: None

Effect: The Districts ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school budgeted more than the funded amount causing the expenditures to be greater than the total grant funded amount.

Auditor's Recommendation: We recommend the school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

Management's Response: Expenditures exceeded allocated funds due to adjustments in payroll at end of fiscal year. Revenues from federal funds were not requested for excess expenditures. The Albuquerque School of Excellence will review the payment process for end of year payrolls to ensure that there is no over expenditure of funds according to the cash balance. Excess expenditures will be adjusted according to audit financials.

ALDO LEOPOLD CHARTER SCHOOL

FA 11-01-E Reporting, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: IDEA-B, Teacher Principal Training, Stabilization
CFDA Number: IDEA B- 84.027A, Teacher Principal Training-84.367A, EMSI
Stabilization 84.394A, Federal Jobs Fund-84.410A
Award Year & Number: 2011

Condition: We noted the school has not reported final federal expenditures for the fiscal year. The final actual expenditures have not been uploaded to OBMS.

Criteria: According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, _21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each

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federally sponsored project or program in accordance with the reporting requirements set forth in Section .52

- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation.”

Questioned Costs: None

Effect: The Districts ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school goes through a reconciliation process at year-end causing the reports to be filed late.

Auditor's Recommendation: We recommend that the school implement policies and procedures to ensure that all actual expenditures have been properly and timely uploaded to OBMS so that the federal government can receive an accurate reporting of the school's expenditures.

Management's Response: Aldo Leopold High School is keenly aware of budget reporting deadlines, and staff spent many dozens of hours tracking down discrepancies in the end-of-year cash reconciliation so that it could file its fourth quarter report. The School hopes that making adjusting journal entries to the asset, liability, and fund balance portions of the AptaFund accounting system – which were never correctly entered when the system was adopted – will make it possible to use that software to reconcile cash to actual expenses and revenues on a quarterly basis, making the end-of-year process more reliably timely.

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ALMA D'ARTE CHARTER SCHOOL

FA 11-01-F Stabilization -Cash Management/Reporting, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Improving Teacher Quality State Grants EMSI Stabilization
CFDA Number: EMSI Stabilization-84.394A
Award Year & Number: 2011

Condition: We noted the school did not properly reconcile the revenue with the expenditures for the SEG Federal Stimulus fund. The school had \$318 more in revenue than expenditures at year-end. The school cannot verify expenditures against these funds.

Criteria: According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, .21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting requirements set forth in Section .52
- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation."

Questioned Costs: None

Effect: The school will be required to return these funds to the federal government.

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Year Ended June, 30, 2011**

Cause: The School did not maintain proper support to ensure the revenue and expenditures were recorded in the correct fund.

Auditor's Recommendation: We recommend the school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

Management's Response: Management will ensure that all reimbursed funds are properly reconciled on a quarterly basis.

AMY BIEHL CHARTER HIGH SCHOOL

FA 11-01-G Stabilization -Cash Management/Reporting, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Improving Teacher Quality State Grants EMSI Stabilization
CFDA Number: EMSI Stablization-84.394A
Award Year & Number: 2011

Condition: We noted the school did not properly record the revenue and expenditures of \$4,476 received in the correct fund. We noted that the total funded amount has been properly reported to PED on the 4th quarter reports.

Criteria: According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, _21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting requirements set forth in Section_52.
- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.

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- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation.”

Questioned Costs: None

Effect: The Districts ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school moved the expenditures in the prior year to the operating fund expecting not to receive the 2% originally kept by APS. When they received the funding, the school requested a cash transfer to move the revenue to the operating fund. The expenditures should have been moved into the ARRA fund in order to properly account for the total of all grant awards received.

Auditor's Recommendation: We recommend the school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

Management's Response: Amy Biehl High School disputes this finding. In the year ended 6.30.2010 our authorizer withheld 2% of the stimulus funding that was awarded to the school. Had we posted expenditures equaling the 2% to the ARRA fund, we would have received an audit finding in FY 09.10 for over-expending this fund (this was verified in a conversation with the auditor during the current audit work). Therefore we had to pay these expenditures from our operating fund.

In the current fiscal year, our authorizer was directed to return the 2% held back to the school. Because the prior year was closed we were unable to transfer the expenditures back into the ARRA fund and create a receivable, which would have been the proper way to handle this had we been advised ahead of time that we would be receiving this money. Upon a discussion with our budget analyst at the PED, we were directed to request a cash transfer to pay back the operating fund. We submitted the paperwork and it was approved by the Director of the PED. After the approval was received, a BAR was submitted and approved by the PED. We handled this refund as directed by the PED.

Auditor's Response: The school should report expenditures in funds for which funding was received in order to agree the total expenditures back to the Schedule of Expenditures of Federal Awards and to ensure that the amounts being reported to the

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State are complete.

CESAR CHAVEZ COMMUNITY SCHOOL

FA 11-01-H Title I -Documentation of Employee Time and Effort, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Title I Grants to Local Educational Agencies
CFDA Number: Title I- 84.0100 and 84.389
Award Year & Number: 2011

Condition: During our testing of payroll for single audit we noted, 1 of 1 employee's tested had no certification of their level of effort on the Title I grant.

Criteria: According to OMB Circular A-87, "Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification."

Questioned Costs:
Title I \$25,067

Effect: The program is not in compliance with grant requirements and employee's time has the potential to be misstated.

Cause: The school was not aware of this requirement.

Auditor's Recommendation: We recommend the school read the OMB circulars and compliance supplement of all grants awarded, so they are aware of all the requirements.

Management's Response: Management will implement a procedure to ensure the documentation of Time & Effort for Title I grant and will review the compliance supplement of all grants awarded.

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CREATIVE EDUCATION PREP #1

FA 11-01-K Title I – IASA, Entitlement IDEA-B, EMSI Stabilization - Cash Management, Instance of non-compliance

Funding agency: U.S. Department of Education

Title: Title I – IASA, Entitlement IDEA-B, EMSI Stabilization

CFDA Number: Title I - IASA 84.0100, Entitlement IDEA-B 84.0270A, EMSI Stabilization 84.394A

Award Year & Number: 2011

Condition: We noted that the school did not properly reconcile the Title I – IASA, Entitlement IDEA-B, and the EMSI Stabilization cash balance. We noted the school reported expenditures that exceeded the total amount funded for Title I – IASA by \$4,500. An adjusting journal entry was required to move these expenditures into the operational fund. For Entitlement IDEA-B and EMSI Stabilization we noted that the school requested reimbursement but they did not move all of these expenditures from the operational fund to these funds. An adjusting entry of \$13 and \$16,885 respectively was required to move these expenditures.

Criteria: According to *Part 3 of the A-133 Compliance Supplement*, “When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government.” Per *OMB Circular A-110, .21 Subpart C- Post-Award Requirements*, “Recipients’ financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting requirements set forth in Section .52
- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation.”

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Questioned Costs: Title I – IASA \$4,500
Entitlement IDEA-B \$14
EMSI Stabilization \$16,885

Effect: The Schools ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school did not reconcile grant funds at year-end to amounts budgeted.

Auditor's Recommendation: We recommend the school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

Management's Response: The school implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled. All reimbursements will be reviewed by the Finance Committee.

NEW MEXICO SCHOOL FOR THE ARTS

FA 11-01-S IDEA-B – Documentation of Employee Time and Effort, Instance of Non-compliance

Funding agency: U.S. Department of Education
Title: Special Education – Grants to States (IDEA, Part B)
CFDA Number: IDEA - 84.0270A and 84.391A
Award Year & Number: 2011

Condition: During our review of journal entries, we noted the employee had no certification of their level of effort on the IDEA-B grant.

Criteria: According to OMB Circular A-87, “Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification.”

Questioned Costs: \$26,677

Effect: The program is not in compliance with grant requirements and employee’s time has the potential to be misstated.

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Cause: School personnel are not aware of grant compliance requirements and do not have controls in place for Time and Effort Certifications.

Auditor's Recommendation: We recommend that the school develop follow-up procedures to ensure Time and Effort certifications are retained.

Management's Response: The School has obtained a copy of the Time and Effort Certification form and instructed appropriate personnel about compliance. We also have on file a signed statement from the person with IDEA responsibilities last fiscal year that states at least 37% (the percentage of her compensation charged to IDEA) of her time was spent on IDEA activities such as IEP meetings, 504 meetings, resource room and training other teachers.

SCHOOL OF DREAMS ACADEMY

FA 11-01-U IDEA-B Students, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Special Education – Grants to States (IDEA, Part B)
CFDA Number: IDEA - 84.0270A
Award Year & Number: 2011

Condition: A student did not receive a Free Appropriate Public Education by being denied a reevaluation.

Criteria: Per 34 CFR 300.101 a free appropriate public education must be available to all children residing in the State between the ages of 3 and 21, inclusive, including children with disabilities who have been suspended or expelled from school, as provided for in § 300.530(d). (b) FAPE for children beginning at age 3. (1) Each State must ensure that—(i) The obligation to make FAPE available to each eligible child residing in the State begins no later than the child's third birthday; and (ii) An IEP or an IFSP is in effect for the child by that date, in accordance with § 300.323(b). (2) If a child's third birthday occurs during the summer, the child's IEP Team shall determine the date when services under the IEP or IFSP will begin. (c) Children advancing from grade to grade. (1) Each State must ensure that FAPE is available to any individual child with a disability who needs special education and related services, even though the child has not failed or been retained in a course or grade, and is advancing from grade to grade. (2) The determination that a child described in paragraph (a) of this section is eligible under this part, must be made on an individual basis by the group responsible within the child's LEA for making eligibility determinations.

Questioned Costs: None

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Effect: The program is not in compliance with grant requirements which place the school at risk for decreased funding and potential legal issues.

Cause: The school did not complete an evaluation for a student timely.

Auditor's Recommendation: We recommend that the school ensure that all grant requirements are being following and that documentation is properly retained.

Management's Response: The charter has filed their response with the Special Education Bureau and a copy has been presented to the current auditor.

Auditor's Response: Per review of response-evaluation occurred on June 14, 2011. The school agreed with the finding and made corrections as necessary.

SOUTH VALLEY PREPATORY

FA 11-01-V Cash Management -Title I and IDEA B Entitlement, Instance of Non-compliance

Funding agency: U.S. Department of Education
Title: Title I and IDEA-B Entitlement
CFDA Number: Title I 84.0100, IDEA-B 84.0270A
Award Year & Number: 2011

Condition: We noted that the total expenditures did not match total actual revenues, or total budgeted revenues or expenditures. Per inspection of the GL, we determined that the discrepancy arose from a payroll liability account being cleared against expenditures via an entry that was not reflected on the draw request. The total amount for Title I and IDEA-B was \$28 and \$9, respectively.

Criteria: According to PED regulations regarding cash management, grantees must not request more cash than is necessary to meet the expenditure for the period covered by the Request for Reimbursement. According to *Part 3 of the A-133 Compliance Supplement*, "When entities are funded on a reimbursement basis, program costs must be paid for by entity funds before reimbursement is requested from the Federal Government." Per *OMB Circular A-110, .21 Subpart C- Post-Award Requirements*, "Recipients' financial management systems shall provide for the following:

- Accurate, current and complete disclosure of the financial results of each federally sponsored project or program in accordance with the reporting

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requirements set forth in Section .52

- Records that identify adequately the source and application of funds for federally sponsored activities. These records shall contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, outlays, income and interest.
- Effective control over and accountability for all funds, property and other assets.
- Comparison of outlays with budget amounts for each award.
- Procedures for determining the reasonableness, allocability, and allowability of costs in accordance with the provisions of the applicable Federal Cost Principles and the terms and conditions of the award.
- Accounting records including cost accounting records that are supported by source documentation.”

Questioned Costs: None

Effect: The school is in violation of NMAC 6.20.2.10. The Districts ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: Request for reimbursement was submitted before the correction to the liability and expenditure accounts was made, causing Year-to-Date expenditures to be overstated on the Request for Reimbursement.

Auditor's Recommendation: We recommend the school review the ledger for the fund prior to submitting any requests for reimbursement. We recommend that the School implement a thorough review process for each Fund prior to submitting the final request for the year to ensure that any adjustments needed to match final year-to-date amounts are appropriately reflected in the final request.

Management's Response: Funds requested were based on projected payroll expenditures submitted prior to year end. Discrepancy in estimated to actual expenditures is due to the accounting software's accrual. However, expenditures were in compliance with the grants guidelines. Business manager will review the software accrual of liabilities to ensure they are reported correctly.

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SOUTHWEST INTERMEDIATE LEARNING CENTER

FA 11-01-W IDEA-B Students, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Special Education – Grants to States (IDEA, Part B)
CFDA Number: IDEA - 84.0270A
Award Year & Number: 2011

Condition: Services are being provided for the students however the IEPs do not have parental signatures accepting or rejecting the programs.

Criteria: Per 34 CFR 300.503 prior notice by the public agency; content of notice. (a) *Notice.* (1) Written notice that meets the requirements of paragraph (b) of this section must be given to the parents of a child with a disability a reasonable time before the public agency— (i) Proposes to initiate or change the identification, evaluation, or educational placement of the child or the provision of FAPE to the child; or (ii) Refuses to initiate or change the identification, evaluation, or educational placement of the child or the provision of FAPE to the child.(2) If the notice described under paragraph (a)(1) of this section relates to an action proposed by the public agency that also requires parental consent under §300.505, the agency may give notice at the same time it requests parent consent.

Questioned Costs: None

Effect: The program is not in compliance with grant requirements which place the school at risk for decreased funding. In addition the school may be providing services that are not authorized.

Cause: There was no documentation noting parent signatures.

Auditor's Recommendation: We recommend that the school ensure that all grant requirements are being following and that documentation is properly retained.

Management's Response: The school disagrees with this finding. The initial finding was cleared by the New Mexico Public Education Department as evidenced by a letter provided by the school to the Auditor from the NMPED. The school maintains that the original finding was not a finding because it was based on a faulty reading of the IDEA by the NMPED. Upon review by the PED, they concurred.

Auditor's Response: The charter school officials provided Moss Adams the letter mentioned above and while there were other findings that PED dismissed based on the faulty reading of the IDEA-B, this particular finding the school responded with corrective actions.

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THE ASK ACADEMY

**FA 11-01-CC Title I/IDEA-B/State Fiscal Stabilization Fund/Title IIA –Reporting,
Instance of non-compliance**

Funding agency: U.S. Department of Education

Title: Title I, IDEA-B-Entitlement, State Fiscal Stabilization Fund – Education State Grants (Education Stabilization Fund)

CFDA Number: Title I – 84.0100, IDEA B – 84.0270A, Education Stabilization Fund - 84.410A

Award Year & Number: 2011

Condition: We noted during our testwork, that financial expenditures were not properly coded to the correct fund even though the school had already received the funds from the reimbursement request for the Title I, IDEA-B and Education Job Fund. We noted that expenditures submitted to PED in the reports were incorrectly reported. An adjustment was required to correct these balances.

We also noted for the Teacher Principal Training fund that these funds had more expenditures than funds available to be spent. An adjustment was required to correct these balances.

Criteria: According to the Compliance Supplement and the grant agreement, an annual accountability report is required by the Department of Education from the state Public Education Department. As part of the process, “LEA’s and other sub-recipients must submit dated to the grantee for the grantee’s report.”

Questioned Costs: None

Effect: The Schools ability to effectively manage its operations in order to meet the compliance requirement of the grant was impaired. The risk that errors or fraud could go undetected was significantly increased.

Cause: The school did not properly reclass expenditures to correct fund.

Auditor’s Recommendation: We recommend that the school implement controls in order to ensure that all expenditures properly agree to amounts received and to total funded amounts.

Management Response: The school will follow the adjusting journal entries as recommended by the audit.

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THE MASTERS PROGRAM

FA 11-01-FF IDEA-B – Documentation of Employee Time and Effort, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: Special Education – Grants to States (IDEA, Part B)
CFDA Number: IDEA - 84.0270A
Award Year & Number: 2011

Condition: During our review of payroll we noted the employees had no certification of their level of effort on the grants.

Criteria: According to OMB Circular A-87, “Where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification.”

Questioned Costs: \$11,555

Effect: The program is not in compliance with grant requirements and employee’s time has the potential to be misstated.

Cause: School personnel are not aware of grant compliance requirements and do not have controls in place for Time and Effort Certifications.

Auditor’s Recommendation: We recommend the school develop follow-up procedures to ensure Time and Effort certifications are retained.

Management’s Response: Employee time will henceforward be expensed to federal flowthrough funds only if it is submitted on the PED’s certification form with the employee’s and supervisor’s signatures. Those signed forms will be maintained with corresponding RfRs.

THE NEW AMERICA SCHOOL

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FA 11-01-HH IDEA-B, Stabilization – Cash Management/Reporting, Instance of non-compliance

Funding agency: U.S. Department of Education
Title: IDEA-B and Stabilization
CFDA Number: IDEA-B 84.0270A, 84,391A
Stabilization CFDA 84.410A
Award Year & Number: 2011

Condition: During our testwork we noted the school reported more expenditures than budgeted in the IDEA B fund by \$341, IDEA-B Stimulus fund by \$23, and Education Job Fund by \$372. We noted that an adjustment was necessary to correct these funds.

Criteria: Per OMB Circular A-110, §21, Subpart C- Post-Award Requirements, recipients should have effective control over and accountability for all funds, procedures in place to minimize the time elapsing between the transfer of funds to the recipient, and procedures for determining the reasonableness, allocability and allowability of costs in accordance with the provisions of the applicable Federal cost principles and the terms and conditions of the award.

Questioned Costs: None

Effect: This could result in the school not being reimbursed for their expenditures and possibly lead to less federal funding in the future.

Cause: School failed to reconcile total expenditures to total funded amount for year.

Auditor's Recommendation: We recommend that the school perform reconciliations to verify balances are accurate and to ensure that reimbursement request have been submitted in a timely manner.

Management's Response: As previously stated, review of current procedures will be conducted with all appropriate staff concerning the reconciling of all funds. Current procedures will be strengthened by a more in depth review of all reports prior to their submission to the PED.

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Public Education Department – PED

01-08	Compliance finding over (Federal) Reconciliations to the U.S. Department of Education “G-5” system.	Repeat and Modify
03-12	Significant Deficiency over Subrecipient Monitoring and Reimbursement Policies and Procedures	Repeat and Modify
06-03	Control Deficiency over information systems Disaster Recovery Plan	Resolved
06-12	Significant deficiency over Periodic Payroll Certification	Repeat and Modify
07-21	Control Deficiency over Over-Expended Appropriation Units	Repeat and Modify
08-01	Control Deficiency over agency specific information Security policy	Resolved
08-02	Control Deficiency over Review Over Fixed Asset Inventory	Repeat and Modify
08-04	Control Deficiency over Review and Approval of Travel Expenditures	Resolved
08-07	Compliance finding over Subrecipient Documentation	Resolved
08-08	Significant Deficiency over Grants Billing and Reimbursement tracking	Repeat and Modify
09-01	Control Deficiency over Formal Backup Policies and Procedures	Resolved
09-02	Control Deficiency over Cash Disbursements to State Chartered Schools and Districts	Repeat and Modify
09-03	Significant Deficiency over Fixed Asset Record Keeping	Repeat and Modify
09-05	Control Deficiency over reimbursement of travel Expenditures	Resolved
09-06	Control Deficiency over deposit of cash receipts	Resolved
10-01	SAS 115-Ineffectice Oversight of the Financial Reporting and Internal Control, Significant Deficiency	Resolved
10-02	Lack of Monitoring Plan for State Authorized Chartered Schools, Significant Deficiency	Repeat and Modify
10-03	Lack of Interdepartmental Communication on Fiscal Matters, Control Deficiency	Repeat and Modify
10-04	Control Deficiency over Procurement	Repeat and Modify
10-05	Control Deficiency over Reimbursement to Schools	Resolved
10-06	Control Deficiency over Administrative Rights within Operating Budget Management System (OBMS)	Repeat and Modify
10-07	Capital Outlay Reconciliations, Control Deficiency	Repeat
10-08	Maintenance of Capital Asset Schedule Control Deficiency	Resolved

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10-09	Lack of Recording Capital Assets, Control Deficiency	Repeat
10-10	Failure to Notify SAO of Capital Asset Disposals	Repeat

Division of Vocational Rehabilitation – DVR

10-11	Lack of Approval for Per Diem, Control Deficiency	Resolved
10-12	Untimely Deposits of Cash Receipts, Control Deficiency	Resolved
10-13	Control Deficiency of the issuance of Bus Passes	Repeat
10-14	Compliance Finding over Federal Program Administration	Resolved
10-15	Compliance Finding over Federal Program Administration Unreasonable and Unallowable Costs	Resolved

Academy of Trades and Technology (transferred from APS)

FA 09-216-A	Cash Disbursements	Resolved
FA 10-11-A	Budgetary Conditions	Repeated/Modified
FA 10-12-A	Credit Card Penalties	Resolved
FA 10-13-A	ERB/RHC Contributions	Repeated/Modified
FA 10-14-A	Internal Control Structure	Repeated/Modified
FA 10-05-A	Title I and IDEA-B-Allowable costs- Documentation of Time and Effort	Resolved
FA 10-06-A	Title I and IDEA-B-Cash Management	Resolved

ACE Leadership High School

FA 09-18-B	Budgetary Conditions	Repeated/Modified
FA 09-24-B	Compliance Finding over State Cash Report	Resolved
FA 09-25-B	Control Deficiency over Journal Entry Process	Repeated/Modified
FA 10-23-B	Control Deficiency over the Recording of Board Minutes	Resolved

Albuquerque Institute of Math & Science (transferred from APS)

FA 07-19-C	ERB and RHC Contributions	Repeated/Modified
FA 07-21-C	Budget Adjustment Requests (BAR)	Repeated/Modified
FA 07-26-C	Budgetary Conditions	Repeated/Modified
FA 08-22-C	PED Cash Reports/Budget Reports	Repeated/Modified
FA 08-23-C	Difference with General Ledger	Resolved

Albuquerque School of Excellence

FA 09-16-D	Control Deficiency over Purchase Order Modifications	Resolved
FA 09-17-D	Control Deficiency over Cash Reconciliation	Resolved
FA 09-18-D	Compliance Finding over Over-Expended Funds	Resolved
FA 09-24-D	Compliance Finding over State Cash Report	Resolved

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Aldo Leopold Charter School (transferred from Silver City School district)

FA 10-01-E	Timely Deposits	Repeated/Modified
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Alma D'Arte Charter School

FA 09-18-F	Compliance Finding over Over-Expended Funds	Resolved
FA 09-24-F	Compliance Finding over State Cash Report	Repeated/Modified
FA 10-26-F	Control Deficiency in Recording Expenses	Resolved
FA 10-29-F	Compliance Finding over Per Diem Reimbursements	Resolved
FA 10-30-F	Budget Adjustment Requests (BAR)	Repeated/Modified

Amy Biehl Charter High School (transferred from APS)

FA 08-30-G	Budgetary Conditions	Repeated/Modified
FA 08-32-G	State Flow-Through Grant Awards	Resolved
FA 10-17-G	Budget Adjustment Requests (BAR)	Resolved
FA 10-18-G	Travel & Per Diem	Resolved
FA 10-19-G	Internal Control over Fixed Assets	Repeated/Modified
FA 10-10-G	IDEA-B- Allowable Costs-Documentation Employee Time and Effort	Resolved

Cesar Chavez Community School

FA 09-13-H	Compliance Finding over Timely Cash Deposit	Resolved
FA 10-21-H	Control Deficiency over the Issuance of Checks	Resolved
FA 10-22-H	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-28-H	Compliance Finding over Mileage Reimbursements	Resolved

Cien Aguas

FA 09-13-I	Compliance Finding over Timely Cash Deposit	Repeated/Modified
FA 09-16-I	Control Deficiency over Purchase Order Modifications	Repeated/Modified
FA 09-25-I	Control Deficiency over Journal Entry Process	Resolved
FA 10-17-I	Significant Deficiency over Personnel File Maintenance	Repeated/Modified
FA 10-22-I	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-30-I	Control Deficiency over Excess Amount Budgeted From Unavailable Beginning Cash Balance	Repeated/Modified

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Cottonwood Classical Preparatory School

FA 09-15-J	Control Deficiency over Payroll Review	Resolved
FA 09-16-J	Control Deficiency over Purchase Order Modifications	Resolved
FA 09-18-J	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-25-J	Control Deficiency over Journal Entry Process	Resolved
FA 10-17-J	Significant Deficiency over Personnel File Maintenance	Repeated/Modified
FA 10-18-J	Lack of Approval for Expense Reimbursement	Resolved
FA 10-22-J	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Repeated/Modified
FA 10-28-J	Compliance over Mileage Reimbursements	Resolved
FA 10-30-J	Control Deficiency over Excess Amount Budgeted From Unavailable Beginning Cash Balance	Resolved

Creative Education Preparatory Institute #1

FA 09-13-K	Compliance Finding over Timely Cash Deposit	Resolved
FA 09-16-K	Control Deficiency over Purchase Order Modifications	Resolved
FA 09-20-K	Control Deficiency over Supporting Documentation	Resolved
FA 09-24-K	Compliance Finding over State Cash Report	Repeated/Modified
FA 09-25-K	Control Deficiency over Journal Entry Process	Resolved
FA 10-22-K	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-24-K	Control Deficiency over Budget Adjustment Requests	Repeated/Modified
FA 10-28-K	Compliance over Mileage Reimbursements	Repeated/Modified
FA 10-30-K	Control Deficiency over Excess Amount Budgeted From Unavailable Beginning Cash Balance	Repeated/Modified

East Mountain High School (transferred from APS)

FA 10-16-L	IDEA-B – Allowable Costs – Documentation of Employee Time and Effort	Resolved
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Gilbert L Sena

FA 09-13-M	Compliance Finding over Timely Cash Deposit	Resolved
FA 09-16-M	Control Deficiency over Purchase Order Modifications	Repeated/Modified
FA 09-18-M	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-19-M	Significant Deficiency over Review and Approval Procedures	Repeated/Modified

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FA 09-25-M	Control Deficiency over Journal Entry Process	Resolved
FA 10-22-M	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-25-M	Significant Deficiency Related to Anti-Donation Clause	Resolved
FA 10-28-M	Compliance over Mileage Reimbursements	Resolved

Horizon Academy West

FA 09-13-N	Compliance Finding over Timely Cash Deposit	Resolved
FA 09-18-N	Compliance Finding over Over-Expended Funds	Resolved
FA 10-28-N	Compliance over Mileage Reimbursements	Resolved

La Promesa Early Learning Center (transferred from APS)

FA 10-27-P	Disbursements - Lack of Authorization	Resolved
FA 10-21-P	Child Nutrition Recovery Act Grant-Cash Management	Resolved
FA 10-22-P	Child Nutrition Recovery Act Grant-Period of Availability	Resolved

Media Arts Collaborative Charter School

FA 09-13-Q	Compliance Finding over Timely Cash Deposit	Resolved
FA 09-16-Q	Control Deficiency over Purchase Order Modifications	Resolved
FA 10-20-Q	Control Deficiency over Employee Background Checks	Resolved
FA 10-30-Q	Control Deficiency over Excess Amount Budgeted From Unavailable Beginning Cash Balance	Resolved

New Mexico School of the Arts

FA 09-18-S	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-25-S	Control Deficiency over Journal Entry Process	Resolved
FA 10-24-S	Control Deficiency over Budget Adjustment Requests	Resolved
FA 10-25-S	Significant Deficiency Related to Anti-Donation Clause	Repeated/Modified
FA 10-27-S	Lack of Capitalization of Assets	Resolved
FA 10-28-S	Compliance over Mileage Reimbursements	Repeated/Modified

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June, 30, 2011**

North Valley Academy

FA 09-18-T	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-24-T	Compliance Finding over State Cash Report	Repeated/Modified
FA 09-25-T	Control Deficiency over Journal Entry Process	Resolved
FA 10-30-T	Control Deficiency over Excess Amount Budgeted From Unavailable Beginning Cash Balance	Resolved

School of Dreams Academy

FA 09-16-U	Control Deficiency over Purchase Order Modifications	Repeated/Modified
FA 09-18-U	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-24-U	Compliance Finding over State Cash Report	Repeated/Modified
FA 09-25-U	Control Deficiency over Journal Entry Process	Repeated/Modified
FA 10-19-U	Control Deficiency over Lease Payments	Resolved
FA 10-20-U	Control Deficiency over Employee Background Checks	Resolved

South Valley Preparatory School

FA 09-15-V	Control Deficiency over Payroll Review	Resolved
FA 09-18-V	Compliance Finding over Over-Expended Funds	Repeated/Modified
FA 09-24-V	Compliance Finding over State Cash Report	Repeated/Modified

Southwest Intermediate Learning Center (transferred from APS)

FA 10-50-W	Prepayment of Employee Contract	Resolved
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Southwest Primary Learning Center (transferred from APS)

FA 10-51-X	Prepayment of Employee Contract	Resolved
FA 10-52-X	Communication of Audit Report	Resolved
FA 10-53-X	Gross Receipts Tax	Resolved

Southwest Secondary Learning Center (transferred from APS)

FA 09-189-Y	Procurement Code	Repeated/Modified
FA 10-54-Y	Prepayment of Employee Contract	Resolved
FA 10-55-Y	Communication of Audit Report	Resolved
FA 10-56-Y	Budget Adjustment Requests (BAR)	Resolved

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June, 30, 2011**

Taos Academy Charter School

FA 09-16-Z	Control Deficiency over Purchase Order Modifications	Resolved
FA 09-18-Z	Compliance Finding over Over-Expended Funds	Resolved
FA 09-26-Z	Control Deficiency over Expense Report Reimbursements	Resolved
FA 10-22-Z	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-28-Z	Compliance over Mileage Reimbursements	Repeated/Modified

Taos Integrated School

FA 09-18-AA	Compliance finding over Over-Expended Funds	Resolved
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The Albuquerque Sign Language Academy

FA 09-17-BB	Control Deficiency over Cash Reconciliations	Resolved
FA 09-18-BB	Compliance Finding over Over-Expended Funds	Resolved
FA 09-24-BB	Compliance Finding over State Cash Report	Resolved
FA 09-25-BB	Control Deficiency over Journal Entry Process	Resolved
FA 10-17-BB	Control Deficiency over Personnel File Maintenance	Resolved
FA 10-22-BB	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Repeated/Modified

The ASK Academy

FA 09-16-CC	Control Deficiency over Purchase Order Modifications	Resolved
FA 10-20-CC	Control Deficiency over Employee Background Checks	Resolved

The International School at Mesa del Sol

FA 09-13-EE	Compliance Finding over Timely Cash Deposit	Repeated/Modified
FA 09-16-EE	Control Deficiency over Purchase Order Modifications	Resolved
FA 09-18-EE	Compliance finding over Over-Expended Funds	Repeated/Modified
FA 09-20-EE	Control Deficiency over supporting Documentation	Resolved
FA 09-25-EE	Control Deficiency over Journal Entry Process	Resolved
FA 10-19-EE	Control Deficiency over Lease Payments	Resolved
FA 10-22-EE	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
FA 10-26-EE	Control Deficiency in Recording Expenses	Resolved

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June, 30, 2011**

The MASTERS Program

FA 09-18-FF Compliance finding over Over-Expended Funds Repeated/Modified

The Montessori Elementary Charter School (transferred from APS)

FA 09-122-GG RHC and ERB Contributions Resolved
 FA 10-30-GG Budgetary Conditions Repeated/Modified
 FA 10-31-GG Budget Adjustment Requests (BAR) Repeated/Modified
 FA 10-32-GG Internal Control Structure Resolved
 FA 10-27-GG IDEA-B-Allowable Costs-Documentation of
 Employee Time and Effort Resolved
 FA 10-28-GG Title Iia-Reporting Resolved
 FA 10-29-GG IDEA-B -Allowability Resolved

The New America School

FA 09-16-HH Control Deficiency over Purchase Order
 Modifications Resolved
 FA 09-24-HH Compliance Finding over State Cash Report Resolved
 FA 10-17-HH Control Deficiency over Personnel File
 Maintenance Resolved
 FA 10-20-HH Control Deficiency over Employee Background
 Checks Resolved
 FA 10-22-HH Significant Deficiency over Monthly Reporting
 Payroll and Retirement Contributions Resolved
 FA 10-28-HH Compliance over Mileage Reimbursements Repeated/Modified

Village Academy Charter School (transferred from Bernalillo Public Schools)

VAFS 10-01-JJ Segregation of Duties Resolved
 VAFS 10-02-JJ Bank Reconciliations Resolved

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

An exit conference was held with the Department and the Charter Schools on November 28, 2011, at the Department's Mabry Hall. In attendance were:

PUBLIC EDUCATION DEPARTMENT

Hanna Skandera	Secretary of Education
Paul Aguilar	Deputy Secretary of Education
Maria Fidalgo	Audit and Accounting Manager

MOSS ADAMS LLP

Steve Keene	Managing Partner
Larry Carmony	Partner
Amy Carter	Senior Manager
Jason Galloway	Senior Manager
Sheila Herrera	Manager
Molly Saiz	Supervisor
EJ Lopez	Senior
Ashley Ramirez	Staff

STATE AUTHORIZED CHARTER SCHOOLS

ACADEMY OF TRADES & TECHNOLOGY

Arlene Trujillo	Principal
Henry D. Lackey	Governing Council President/Audit Committee Member
Alfred Martinez	Business Manager

ACE LEADERSHIP HIGH SCHOOL

David Vigil	Business Manager
Carla Grossetete	Audit Committee Member

ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE

Alan Clawson	Audit Committee
Kathy Sandoval	Director

ALBUQUERQUE SCHOOL OF EXCELLENCE

Ahmet Cetinkaya	Principal/Audit Committee
Mustafa Sinan Cetin	Governing Council Secretary
Michael Vigil	NMCCS Business Manager
German Martinez	NMCCS Business Manager

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

ALDO LEOPOLD CHARTER SCHOOL

Harry Brown Business Manager

ALMA D'ARTE CHARTER SCHOOL

Mark Hartshorne Chief Admin Officer/Audit Committee

Julie Padilla Business Manager

AMY BIEHL CHARTER HIGH SCHOOL

Betty Sealy Finance Director

Cliff Wintrode Governing Council Treasurer/Audit Committee

CESAR CHAVEZ COMMUNITY SCHOOL

Deborah Albrycht Business Manager

Al Bodmer Governing Council Treasurer/Audit Committee

Caryl Thomas Director/Principal

CIEN AGUAS

Pat Kelly Business Manager

Lisa Meyer-Jacks Governing Council Member/Audit Committee

Michael Rodriguez Director

COTTONWOOD CLASSICAL PREPATORY SCHOOL

Michael Vigil NMCCS Business Manager

Janet DeVesty Business Manager

Sam Obenshain Executive Director

Keith Hartnett Governing Council President/Audit Committee

CREATIVE EDUCATIONAL PREP #1

Suzy Sanchez Business Manager

Tom Crespin Principal/Audit Committee

EAST MOUNTAIN CHARTER SCHOOL

Kay Girdner Business Manager

Dennis Hodges Governing Council Member/Audit Committee

GILBERT L. SENA HIGH SCHOOL

Stan Albrycht Business Manager

Nancy Romero Director/Audit Committee

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

HORIZON ACADEMY WEST

Cynthia Carter	Principal
Diana Cordova	Business Manager
Ruth Hoover	Audit Committee

J. PAUL TAYLOR ACADEMY

Julie Padilla	Business Manager
Cynthia Risner-Schiller	Head Administrator/Audit Committee

LA PROMESA CHARTER SCHOOL

Stan Albrycht	Business Manager
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MEDIA ARTS COLLABERATIVE CHARTER SCHOOL

Pat Kelly	Business Manager
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NEW MEXICO INTERNATIONAL CHARTER SCHOOL

Brad Richardson	Governing Council Member
Michael Vigil	NMCCS Business Manager
Mike Vigil II	NMCCS Business Manager
Sheila Duffy	Audit Committee Member

NEW MEXICO SCHOOL FOR THE ARTS

Charlie Galbraith	Business Manager
Gregory Hunt	Governing Council Member/Audit Committee

NORTH VALLEY ACADEMY

Julie Crespy	Business Manager
Jerald Snider	Principal/Audit Committee

SCHOOL OF DREAMS ACADEMY

Geri Bennett	Business Manager
Michael S. Ogas	Principal/Founder/Audit Committee

SOUTH VALLEY PREPATORY SCHOOL

Michael Vigil	NMCCS Business Manager
German Martinez	NMCCS Business Manager
Charlotte Alderete Trujillo	Principal/Audit Committee

SOUTHWEST INTERMEDIATE LEARNING CENTER

Araceli Sosa	Business Manager
Scott Glasurd	Head Administrator
Maria McCue	Audit Committee

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

SOUTHWEST PRIMARY LEARNING CENTER

Araceli Sosa	Business Manager
Scott Glasurd	Head Administrator
Meridith Winters	Audit Committee

SOUTHWEST SECONDARY LEARNING CENTER

Araceli Sosa	Business Manager
Scott Glasurd	Head Administrator
Sharon Huber	Audit Committee

TAOS ACADEMY

Deanna Gomez	Business Manager
Traci Filiss	Director/Audit Committee

TAOS INTEGRATED SCHOOL FOR THE ARTS

Deanna Gomez	Business Manager
Lee Backer	Governing Council Member/Audit Committee
Sandy Beery	Director
Matt Spriggs	Governing Council Member

THE ALBUQUERQUE SIGN LANGUAGE ACADEMY

Jolene Jaramillo	Business Manager
Jennifer Thompson	Administrator
Kimberly Silva	Governing Council/Audit Committee

THE ASK ACADEMY

Kirk Hartom	Principal
Dan Barbour	Finance Manager
Michael Vigil	NMCCS Business Manager
German Martinez	NMCCS Business Manager
Tom Dixon	Governing Council/Audit Committee

THE GREAT ACADEMY

Jasper Matthews	Director/Founder
Mallory Haug	Business Office Support

THE INTERNATIONAL SCHOOL AT MESA DEL SOL

Rita Martinez	Assistant Head of School
Jolene Jaramillo	Business Manager

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

THE MASTERS PROGRAM

Mary Mumford	Business Manager
Anne Salzman	Head of School/Audit Committee

THE MONTESSORI ELEMENTARY SCHOOL

Mary Jane Besante	Principal/Audit Committee
Stan Albrycht	Business Manager

THE NEW AMERICA SCHOOL

Michael Vigil	NMCCS Business Manager
Mike Vigil II	NMCCS Business Manager
Sean Fry	NMCCS Business Manager
Janelle Taylor Garcia	Principal

TIERRA ADENTRO

Joseph Romero	Audit Committee Chair
Veronica Torres	Executive Director
Julie Lucero	Assistant Principal
Dina Gonzales	Governing Council Member
Rhonda Cordova	Business Manager

VILLAGE ACADEMY

Gilbert Mondragon	Business Manager
Carol Ann Guitierrez	Principal/Audit Committee

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EXIT CONFERENCE
Year Ended June, 30, 2011**

An exit conference for the Division of Vocational Rehabilitation was held on December 1, 2011. In attendance were:

DIVISION OF VOCATIONAL REHABILITATION

Paul Aguilar	Deputy Secretary of Education
Ralph Vigil	Acting Director (DVR)
Sherry Garcia	ASD Director (DVR)
Jessica Lucero	Chief Financial Officer (DVR)
Sandra Alva	General Ledger & Accounts Payable Manager (DVR)
Yvonne Herrera	CAFR Unit Manager
Maria Fidalgo	Audit and Accounting Manager (PED)
Larry Carmony	Partner

An exit conference for the Public Education Department was held on December 9, 2011. In attendance were:

PUBLIC EDUCATION DEPARTMENT

Hanna Skandera	Secretary of Education
Paul Aguilar	Deputy Secretary of Education
Pashella Forte	Acting ASD Director (PED)
Maria Fidalgo	Audit and Accounting Manager (PED)
Ralph Vigil	Acting Director (DVR)
Sandra Alva	General Ledger & Accounts Payable Manager (DVR)
Gilbert Kometa	CAFR Unit Accountant
Molly Saiz	Supervisor
Larry Carmony	Partner

PREPARATION OF FINANCIAL STATEMENTS

The financial statements presented in the report have been prepared with the assistance of the independent auditor.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011**

COMPONENT UNITS

The following are dependent state authorized chartered schools formed under NMSA 22-8A, and as such are presented here as discrete component units of New Mexico Public Education Department:

- Academy of Trades & Technology (ATT)
- ACE Leadership High School (ACE)*
- Albuquerque Institute of Math and Science (AIMS)
- Albuquerque School of Excellence (ASE)
- Aldo Leopold Charter School (ALCS)
- Alma d'Arte Charter High School (AACHS)
- Amy Biehl Charter High School (ABHS)
- Cesar Chavez Community School (CCCS)
- Cien Aguas International School (CAIS)
- Cottonwood Classical Preparatory School (CCPS)
- Creative Education Preparatory Institute #1 (CEPI1)
- East Mountain High School (EMHS)
- Gilbert L. Sena Charter High School (GLSCHS)
- Horizon Academy West (HAW)
- J. Paul Taylor Academy (JPTA)
- La Promesa Early Learning Center (LP)
- Media Arts Collaborative Charter School (MACCS)
- New Mexico International School (NMIS)
- New Mexico School for the Arts (NMSA)
- North Valley Academy (NVA)
- School of Dreams Academy (SODA)
- South Valley Preparatory School (SVP)
- Southwest Intermediate Learning Center (SILC)
- Southwest Primary Learning Center (SPLC)
- Southwest Secondary Learning Center (SSLC)
- Taos Academy (TA)
- Taos Integrated School of the Arts (TISA)
- The Albuquerque Sign Language Academy (ASLA)
- The ASK Academy (ASK)
- The Great Academy (GREAT)
- The International School at Mesa del Sol (ISMDS)
- The MASTERS Program (TMP)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011**

COMPONENT UNITS (CONTINUED)

- The Montessori Elementary (TMS)
- The New America School (NAS)
- Tierra Adentro (TANM)
- Village Academy (VA)

*The New Mexico School for Architecture, Construction, and Engineering (NMACE) changed their name to the ACE Leadership High School.

The state authorized chartered schools are presented as component units since their operating budgets and charters are annually presented and approved by PED. The New Mexico State Auditor has determined that state authorized chartered schools are major component units of PED. Refer to previous footnotes for significant policies of the state authorized chartered schools, as they are subject to the same State and Federal regulations and follow the same policies as PED. The following are summarized details of the state-chartered schools' balances and transactions as of June 30, 2011, and for the year then ended:

Cash and Cash Equivalents

State statutes authorize the investment of 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. All invested funds properly followed State investment requirements as of June 30, 2011.

State statutes authorize the investment of 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. All invested funds properly followed State investment requirements as of June 30, 2011.

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 schools. 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.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011**

COMPONENT UNITS (CONTINUED)

Cash and Cash Equivalents – (Continued)

The rate of interest on 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 pledged 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 (Negotiable Order of Withdrawal) accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate or unlimited amount if an institution participates in FDIC Transaction Account Guarantee

(TAG) Program. This program is in addition to and separate from the coverage available under the FDIC's general deposit insurance rules.

The FDIC's temporary Transaction Account Guarantee Program provides depositors with unlimited coverage for noninterest-bearing transaction accounts at participating FDIC-insured institutions.

Noninterest-bearing checking accounts include Demand Deposit Accounts (DDA) and any transaction account that has unlimited withdrawals and that cannot earn interest. Also included are low-interest NOW accounts (NOW accounts that cannot earn more than 0.5% interest) and IOLTA (Interest on Lawyer Trust Accounts) accounts. This unlimited insurance coverage is temporary and will remain in effect through June 30, 2011.

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NOTES TO THE COMPONENT UNITS
 June 30, 2011

COMPONENT UNITS (CONTINUED)

Deposits

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 Schools for at least one half of the amount on deposit with the institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits.

Cash and cash equivalents consists of the following at June 30, 2011:

<u>Deposits</u>	<u>Academy of Trade & Technology</u>	<u>Albuquerque Institute of Math and Science</u>	<u>Albuquerque School of Excellence</u>
Total amount of Deposits	\$ 272,337	749,757	207,309
FDIC coverage	<u>272,337</u>	<u>749,759</u>	<u>207,309</u>
Total uninsured public funds	-	-	-
Collateral requirement ¹	<u>-</u>	<u>-</u>	<u>-</u>
Pledged security	-	93,177	-
Total under (over) collateralized	<u>-</u>	<u>(93,177)</u>	<u>-</u>
Pledged collateral ²	<u>\$ -</u>	<u>93,177</u>	<u>-</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Deposits</u>	<u>The Albuquerque Sign Language Academy</u>	<u>Aldo Leopold Charter School</u>	<u>Alma d'Arte Charter High School</u>
Total amount of Deposits	\$ 41,083	227,361	126,891
FDIC coverage	<u>41,083</u>	<u>227,361</u>	<u>126,891</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>
<u>Deposits</u>	<u>Amy Biehl Charter High School</u>	<u>The ASK Academy</u>	<u>Cesar Chavez Community School</u>
Total amount of Deposits	\$ 558,661	160,666	385,352
FDIC coverage	<u>558,661</u>	<u>160,666</u>	<u>385,352</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>
<u>Deposits</u>	<u>Cien Aguas International School</u>	<u>Cottonwood Classical Preparatory School</u>	<u>Creative Education Preparatory Institute #1</u>
Total amount of Deposits	\$ 415,970	239,130	99,103
FDIC coverage	<u>415,970</u>	<u>239,130</u>	<u>250,000</u>
Total uninsured public funds	-	-	(150,897)
Collateral requirement ¹	<u>-</u>	<u>-</u>	<u>(75,448)</u>
Pledged security	-	-	87,495
Total under (over) collateralized	<u>-</u>	<u>-</u>	<u>(162,943)</u>
Pledged collateral ²	<u>\$ -</u>	<u>-</u>	<u>87,495</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Deposits</u>	<u>East Mountain High School</u>	<u>Gilbert L Sena Charter High School</u>	<u>The Great Academy</u>
Total amount of Deposits	\$ 597,596	580,320	77,077
FDIC coverage	<u>597,596</u>	<u>250,000</u>	<u>77,077</u>
Total uninsured public funds	-	330,320	-
Collateral requirement ¹	<u>-</u>	<u>165,160</u>	<u>-</u>
Pledged security	-	382,097	-
Total under (over) collateralized	<u>-</u>	<u>(216,937)</u>	<u>-</u>
Pledged collateral ²	<u>\$ -</u>	<u>382,097</u>	<u>-</u>

<u>Deposits</u>	<u>Horizon Academy West</u>	<u>The International School at Mesa del Sol</u>	<u>La Promesa Early Learning Center</u>
Total amount of Deposits	\$ 429,162	145,754	130,182
FDIC coverage	<u>429,162</u>	<u>145,754</u>	<u>130,182</u>
Total uninsured public funds	<u>\$ -</u>	<u>-</u>	<u>-</u>

<u>Deposits</u>	<u>The MASTERS Program</u>	<u>Media Arts Collaborative Charter School</u>	<u>The Montessori Elementary School</u>
Total amount of Deposits	\$ 381,207	357,057	458,173
FDIC coverage	<u>381,207</u>	<u>500,000</u>	<u>458,173</u>
Total uninsured public funds	-	(142,943)	-
Collateral requirement ¹	<u>-</u>	<u>(71,471)</u>	<u>-</u>
Pledged security	-	-	-
Total under (over) collateralized	<u>-</u>	<u>(71,471)</u>	<u>-</u>
Pledged collateral ²	<u>\$ -</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011**

COMPONENT UNITS (CONTINUED)

<u>Deposits</u>	The New America School	New Mexico International School	ACE Leadership High School
Total amount of Deposits	\$ 641,727	31,327	164,710
FDIC coverage	<u>641,727</u>	<u>31,327</u>	<u>250,000</u>
Total uninsured public funds	-	-	(85,290)
Collateral requirement ¹	<u>-</u>	<u>-</u>	<u>(42,645)</u>
Pledged security			
Total under (over) collateralized	<u>-</u>	<u>-</u>	<u>534,328</u>
Pledged collateral ²	<u>\$ -</u>	<u>-</u>	<u>(576,973)</u>

<u>Deposits</u>	New Mexico School or the Arts	North Valley Academy	J. Paul Taylor Academy
Total amount of Deposits	\$ 82,624	577,455	17,114
FDIC coverage	<u>82,624</u>	<u>577,455</u>	<u>17,114</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>

<u>Deposits</u>	School of Dreams Academy	South Valley Preparatory School	Southwest Intermediate Learning Center
Total amount of Deposits	\$ 454,875	178,909	312,756
FDIC coverage	<u>454,875</u>	<u>178,909</u>	<u>312,756</u>
Total uninsured public funds	<u>-</u>	<u>-</u>	<u>-</u>

<u>Deposits</u>	Southwest Primary Learning Center	Southwest Secondary Learning Center	Taos Academy
Total amount of Deposits	\$ 327,400	683,914	371,845
FDIC coverage	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
Total uninsured public funds	77,400	443,914	121,845
Collateral requirement ¹	<u>38,700</u>	<u>216,957</u>	<u>60,923</u>
Pledged security	3,000,000	3,000,000	142,562
Total under (over) collateralized	<u>(2,961,300)</u>	<u>(2,783,043)</u>	<u>(81,639)</u>
Pledged collateral ²	<u>\$ 3,000,000</u>	<u>3,000,000</u>	<u>142,562</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Deposits</u>	Taos Integrated School of the Arts	Tierra Adentro	Village Academy
Total amount of Deposits	\$ 91,980	126,597	165,501
FDIC coverage	<u>91,980</u>	<u>126,567</u>	<u>165,501</u>
Total uninsured public funds	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

Accounts Receivable

As of June 30, 2011, accounts receivable consists of the following:

<u>Accounts Receivable</u>	Academy of Trades & Technology	Albuquerque Institute of Math and Science	Albuquerque School of Excellence
Intergovernmental	\$ 200,370	221,665	41,576
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><u>200,370</u></u>	<u><u>221,655</u></u>	<u><u>41,576</u></u>

<u>Accounts Receivable</u>	The Albuquerque Sign Language Academy	Aldo Leopold Charter School	Alma d'Arte Charter High School
Intergovernmental	\$ 55,772	4,197	23,654
Other	<u>-</u>	<u>49,584</u>	<u>35,000</u>
Total	<u><u>55,772</u></u>	<u><u>53,781</u></u>	<u><u>58,654</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Accounts Receivable</u>	<u>The ASK Academy</u>	<u>Cesar Chavez Community School</u>	<u>Cien Aguas International School</u>
Intergovernmental	15,082	19,704	-
Other	-	-	24,352
Total	<u>15,082</u>	<u>19,704</u>	<u>24,352</u>

<u>Accounts Receivable</u>		<u>Cottonwood Classical Preparatory School</u>	<u>Creative Education Preparatory Institute # 1</u>
Intergovernmental	\$	27,054	283,730
Other		-	-
Total		<u>27,054</u>	<u>283,730</u>

<u>Accounts Receivable</u>		<u>East Mountain High School</u>	<u>The Great Academy</u>
Intergovernmental	\$	41,705	314,317
Other		7,184	-
Total		<u>48,889</u>	<u>314,317</u>

<u>Accounts Receivable</u>		<u>Horizon Academy West</u>	<u>The International School at Mesa Del Sol</u>	<u>La Promesa Early Learning Center</u>
Intergovernmental	\$	184,836	21,055	45,279
Other		-	-	-
Total		<u>184,836</u>	<u>21,055</u>	<u>45,279</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE COMPONENT UNITS
June 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Accounts Receivable</u>	<u>The MASTERS Program</u>	<u>Media Arts Collaborative Charter School</u>	<u>The Montessori Elementary School</u>
Intergovernmental	\$ 37,398	56,980	3,450
Other	<u>6,782</u>	<u>-</u>	<u>-</u>
Total	<u>44,180</u>	<u>56,980</u>	<u>3,450</u>

<u>Accounts Receivable</u>	<u>The New America School</u>	<u>ACE Leadership High School</u>
Intergovernmental	\$ 113,094	66,193
Other	<u>-</u>	<u>-</u>
Total	<u>113,094</u>	<u>66,193</u>

<u>Accounts Receivable</u>	<u>New Mexico School of the Arts</u>	<u>North Valley Academy</u>	<u>J. Paul Taylor Academy</u>
Intergovernmental	\$ -	103,968	24,918
Other	<u>50,000</u>	<u>-</u>	<u>-</u>
Total	<u>50,000</u>	<u>103,968</u>	<u>24,918</u>

<u>Accounts Receivable</u>	<u>School of Dreams Academy</u>	<u>South Valley Preparatory School</u>	<u>Southwest Intermediate Learning Center</u>
Intergovernmental	\$ 50,441	59,808	5,489
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>50,441</u>	<u>59,808</u>	<u>5,489</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

	Southwest Primary <u>Learning Center</u>	Southwest Secondary <u>Learning Center</u>	Taos <u>Academy</u>
<u>Accounts Receivable</u>			
Intergovernmental	\$ 5,555	56,165	25,140
Other	-	-	-
Total	<u>5,555</u>	<u>56,165</u>	<u>25,140</u>

	Taos Integrated School of the Arts	Tierra Adentro	Village <u>Academy</u>
<u>Accounts Receivable</u>			
Intergovernmental	\$ 97,900	26,406	2,394
Other	-	-	-
Total	<u>97,900</u>	<u>26,406</u>	<u>2,394</u>

Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2011 follows:

<u>Capital Assets</u>	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2011</u>
Academy of Trades & Technology					
Furniture, fixtures and equipment	\$ 382,550	-	-	-	382,550
Buildings and improvements	141,899	338,388	-	-	480,287
Less accumulated depreciation	(189,791)	(86,280)	-	-	(276,071)
Capital Assets	<u>\$ 334,658</u>	<u>252,108</u>	<u>-</u>	<u>-</u>	<u>586,766</u>
Albuquerque Institute of Math and Science					
Furniture, fixtures and equipment	\$ -	13,790	-	-	13,790
Less accumulated depreciation	-	(1,035)	-	-	(1,035)
Capital Assets	<u>\$ -</u>	<u>12,755</u>	<u>-</u>	<u>-</u>	<u>12,755</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Capital Assets</u>	Balance <u>June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	Balance <u>June 30, 2011</u>
Albuquerque School of Excellence					
Furniture, fixtures and equipment	\$ -	27,566	-	-	27,566
Less accumulated depreciation	-	(6,333)	-	-	(6,333)
Capital Assets	<u>\$ -</u>	<u>21,233</u>	<u>-</u>	<u>-</u>	<u>21,233</u>
The ABQ Sign Language Academy					
Furniture, fixtures and equipment	\$ -	10,527	-	-	10,527
Less accumulated depreciation	-	(1,755)	-	-	(1,755)
Capital Assets	<u>\$ -</u>	<u>8,772</u>	<u>-</u>	<u>-</u>	<u>8,772</u>
Aldo Leopold Charter School					
Furniture, fixtures and equipment	\$ 96,411	-	-	-	96,411
Less accumulated depreciation	(12,381)	(13,773)	-	-	(26,154)
Capital Assets	<u>\$ 84,030</u>	<u>(13,773)</u>	<u>-</u>	<u>-</u>	<u>70,257</u>
Alma d'Arte Charter High School					
Furniture, fixtures and equipment	\$ 134,722	-	-	-	134,722
Less accumulated depreciation	(116,820)	(5,939)	-	-	(122,759)
Capital Assets	<u>\$ 17,902</u>	<u>(5,939)</u>	<u>-</u>	<u>-</u>	<u>11,963</u>
Amy Biehl Charter High School					
Furniture, fixtures and equipment	\$ 87,008	31,676	-	-	118,683
Land Improvements	33,950	-	-	-	33,950
Buildings and improvements	3,884,880	57,459	-	-	3,942,339
Less accumulated depreciation	(625,052)	(106,320)	-	-	(731,372)
Capital Assets	<u>\$ 3,380,785</u>	<u>(17,185)</u>	<u>-</u>	<u>-</u>	<u>3,363,600</u>
The ASK Academy					
Furniture, fixtures and equipment	\$ -	6,416	-	-	6,416
Less accumulated depreciation	-	(963)	-	-	(963)
Capital Assets	<u>\$ -</u>	<u>5,453</u>	<u>-</u>	<u>-</u>	<u>5,453</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Capital Assets</u>	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2011</u>
Cesar Chavez Community School					
Furniture, fixtures and equipment	\$ 124,834	-	(41,280)	(1,873)	81,681
Buildings and improvements	21,397	-	-	1,873	23,270
Less accumulated depreciation	<u>(76,910)</u>	<u>(13,577)</u>	<u>6,841</u>	<u>-</u>	<u>(83,646)</u>
Capital Assets	<u>\$ 69,321</u>	<u>(13,577)</u>	<u>(34,439)</u>	<u>-</u>	<u>21,305</u>
Cien Aguas International School					
Furniture, fixtures and equipment	\$ 30,078	2,772	-	30,729	63,579
Buildings and improvements	30,729	-	-	(30,729)	-
Less accumulated depreciation	<u>(7,943)</u>	<u>(10,138)</u>	<u>-</u>	<u>-</u>	<u>(18,081)</u>
Capital Assets	<u>\$ 52,864</u>	<u>(7,366)</u>	<u>-</u>	<u>-</u>	<u>45,498</u>
East Mountain High School					
Furniture, fixtures and equipment	\$ 817,677	25,000	(14,900)	-	827,777
Buildings and improvements	28,228	-	-	-	28,228
Leasehold Improvements	4,023	-	-	-	4,023
Less accumulated depreciation	<u>(699,948)</u>	<u>(54,020)</u>	<u>11,757</u>	<u>-</u>	<u>(742,211)</u>
Capital Assets	<u>\$ 149,980</u>	<u>(29,020)</u>	<u>(3,143)</u>	<u>-</u>	<u>117,817</u>
Gilbert L. Sena Charter High School					
Furniture, fixtures and equipment	\$ 84,363	15,099	-	-	99,462
Less accumulated depreciation	<u>(45,293)</u>	<u>(6,901)</u>	<u>-</u>	<u>-</u>	<u>(52,194)</u>
Capital Assets	<u>\$ 39,070</u>	<u>8,198</u>	<u>-</u>	<u>-</u>	<u>47,268</u>
Horizon Academy West					
Furniture, fixtures and equipment	\$ 28,084	-	-	-	28,084
Less accumulated depreciation	<u>(24,267)</u>	<u>(3,817)</u>	<u>-</u>	<u>-</u>	<u>(28,084)</u>
Capital Assets	<u>\$ 3,817</u>	<u>(3,817)</u>	<u>-</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Capital Assets</u>	Balance June 30, 2010	Additions	Deletions	Reclass	Balance June 30, 2011
The International School at Mesa del Sol					
Furniture, fixtures and equipment	\$ 66,946	-	-	-	66,946
Buildings and improvements	-	117,836	-	-	117,836
Less accumulated depreciation	<u>(7,759)</u>	<u>(14,506)</u>	-	-	<u>(22,265)</u>
Capital Assets	<u>\$ 59,187</u>	<u>103,330</u>	-	-	<u>162,517</u>
La Promesa Early Learning Center					
Furniture, fixtures and equipment	\$ 37,959	-	-	-	37,959
Buildings and improvements	2,083,446	26,475	-	-	2,109,921
Less accumulated depreciation	<u>(239,279)</u>	<u>(109,829)</u>	-	-	<u>(349,108)</u>
Capital Assets	<u>\$ 1,882,126</u>	<u>(83,354)</u>	-	-	<u>1,798,772</u>
Media Arts Collaborative Charter School					
Furniture, fixtures and equipment	\$ 36,430	-	-	-	36,430
Buildings and improvements	1,588,532	-	-	-	1,588,532
Less accumulated depreciation	<u>(34,051)</u>	<u>(56,330)</u>	-	-	<u>(90,381)</u>
Capital Assets	<u>\$ 1,590,911</u>	<u>(56,330)</u>	-	-	<u>1,534,581</u>
The Montessori Elementary School					
Buildings and improvements	\$ 94,151	-	-	-	94,151
Less accumulated depreciation	<u>(11,548)</u>	<u>(6,967)</u>	-	-	<u>(18,515)</u>
Capital Assets	<u>\$ 82,603</u>	<u>(6,967)</u>	-	-	<u>75,636</u>
The New America School					
Furniture, fixtures and equipment	\$ 100,593	-	-	-	100,593
Buildings and improvements	21,449	6,647	-	-	28,096
Less accumulated depreciation	<u>(26,104)</u>	<u>(33,457)</u>	-	-	<u>(59,561)</u>
Capital Assets	<u>\$ 95,938</u>	<u>(26,810)</u>	-	-	<u>69,128</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Capital Assets</u>	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2011</u>
ACE Leadership High School					
Furniture, fixtures and equipment	\$ -	14,874	-	-	14,874
Less accumulated depreciation	-	(4,132)	-	-	(4,132)
Capital Assets	<u>\$ -</u>	<u>10,742</u>	<u>-</u>	<u>-</u>	<u>10,742</u>
New Mexico School for Arts					
Furniture, fixtures and equipment	\$ 51,758	38,440	-	-	90,198
Less accumulated depreciation	(975)	(13,339)	-	-	(14,314)
Capital Assets	<u>\$ 50,783</u>	<u>25,101</u>	<u>-</u>	<u>-</u>	<u>75,884</u>
North Valley Academy					
Furniture, fixtures and equipment	\$ 91,474	9,911	-	(91,474)	9,911
Buildings and improvements	-	-	-	91,474	91,474
Less accumulated depreciation	(61,735)	(13,720)	-	-	(75,455)
Capital Assets	<u>\$ 29,739</u>	<u>(3,809)</u>	<u>-</u>	<u>-</u>	<u>25,930</u>
School of Dream Academy					
Furniture, fixtures and equipment	\$ 202,984	-	-	-	202,984
Less accumulated depreciation	(63,616)	(12,309)	-	-	(75,925)
Capital Assets	<u>\$ 139,368</u>	<u>(12,309)</u>	<u>-</u>	<u>-</u>	<u>127,059</u>
Southwest Intermediate Learning Center					
Furniture, fixtures and equipment	\$ 163,754	6,173	-	(14,151)	155,776
Buildings improvements	-	-	-	14,151	14,151
Less accumulated depreciation	(132,482)	(7,311)	-	-	(139,793)
Capital Assets	<u>\$ 31,272</u>	<u>(1,138)</u>	<u>-</u>	<u>-</u>	<u>30,134</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Capital Assets</u>	<u>Balance June 30, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2011</u>
Southwest Primary Learning Center					
Furniture, fixtures and equipment	\$ 203,866	16,130	-	-	219,996
Buildings and improvements	13,536	-	-	-	13,536
Land and land improvements	2,800	-	-	-	2,800
Less accumulated depreciation	<u>(102,180)</u>	<u>(18,027)</u>	-	-	<u>(120,207)</u>
Capital Assets	<u>\$ 118,022</u>	<u>(1,897)</u>	<u>-</u>	<u>-</u>	<u>116,125</u>
Southwest Secondary Learning Center					
Furniture, fixtures and equipment	\$ 949,277	23,146	-	-	972,423
Buildings and improvements	42,662	-	-	-	42,662
Less accumulated depreciation	<u>(824,695)</u>	<u>(68,901)</u>	-	-	<u>(893,596)</u>
Capital Assets	<u>\$ 167,244</u>	<u>(45,755)</u>	<u>-</u>	<u>-</u>	<u>121,489</u>
Taos Academy					
Furniture, fixtures and equipment	\$ 12,344	-	-	-	12,344
Less accumulated depreciation	<u>(3,069)</u>	<u>(2,469)</u>	-	-	<u>(5,538)</u>
Capital Assets	<u>\$ 9,275</u>	<u>(2,469)</u>	<u>-</u>	<u>-</u>	<u>6,806</u>
Taos Integrated School of the Arts					
Furniture, fixtures and equipment	\$ -	10,915	-	-	10,915
Less accumulated depreciation	<u>-</u>	<u>(728)</u>	-	-	<u>(728)</u>
Capital Assets	<u>\$ -</u>	<u>10,187</u>	<u>-</u>	<u>-</u>	<u>10,187</u>
Tierra Adentro					
Furniture, fixtures and equipment	\$ -	31,179	-	-	31,179
Less accumulated depreciation	<u>-</u>	<u>(6,119)</u>	-	-	<u>(6,119)</u>
Capital Assets	<u>\$ -</u>	<u>25,060</u>	<u>-</u>	<u>-</u>	<u>25,060</u>
Village Academy					
Furniture, fixtures and equipment	\$ 23,881	-	-	-	23,881
Less accumulated depreciation	<u>(18,309)</u>	-	-	-	<u>(18,309)</u>
Capital Assets	<u>\$ 5,572</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,572</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Depreciation Expense for the year ended June 30, 2011 was changed to the following functions:

<u>Depreciation Expense</u>	<u>Academy of Trade & Technology</u>	<u>Albuquerque Institute of Math and Science</u>	<u>Albuquerque School of Excellence</u>
Instruction	\$ 9,234	-	2,687
Instructional Support	10,424	-	-
General Administration	-	1,035	-
Operations/Plant Maintenance	25,750	-	3,646
Student Transportation	9,872	-	-
Capital Outlay/Unallocated	<u>31,000</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 86,280</u>	<u>1,035</u>	<u>6,333</u>

<u>Depreciation Expense</u>	<u>The Albuquerque Sign Language Academy</u>	<u>Aldo Leopold Charter School</u>	<u>Alma d' Arte Charter High School</u>
Instruction	\$ 1,755	13,773	5,939
Total	<u>\$ 1,755</u>	<u>13,773</u>	<u>5,939</u>

<u>Depreciation Expense</u>	<u>Amy Biehl Charter High School</u>	<u>The ASK Academy</u>	<u>Cesar Chavez Community School</u>
Instruction	\$ 589	-	7,692
School Admin	-	963	550
Operations/Plant Maintenance	1,577	-	4,139
Capital Outlay/Unallocated	<u>104,154</u>	<u>-</u>	<u>1,196</u>
Total	<u>\$ 106,320</u>	<u>963</u>	<u>13,577</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

<u>Depreciation Expense</u>	<u>Cien Aguas International School</u>	<u>East Mountain High School</u>	<u>Gilbert L. Sena Charter High School</u>
Instruction	-	\$ 2,767	6,901
Support services	8,582	-	-
Operations/Plant Maintenance	1,556	6,935	-
Transportation Services	-	3,333	-
Capital Outlay/Unallocated	-	40,985	-
Total	<u>\$ 10,138</u>	<u>\$ 54,020</u>	<u>6,901</u>

<u>Depreciation Expense</u>	<u>Horizon West Academy</u>	<u>The International School at Mesa del Sol</u>	<u>La Promesa Early Learning Center</u>
Instruction	\$ -	2,462	1,413
Support Services	-	6,002	320
Instructional Support	-	-	475
Operations/Plant Maintenance	3,817	6,042	2,251
Food Services	-	-	1,239
Capital Outlay/Unallocated	-	-	104,131
Total	<u>\$ 3,817</u>	<u>14,506</u>	<u>109,829</u>

<u>Depreciation Expense</u>	<u>The Media Arts Collaborative Charter School</u>	<u>Montessori Elementary School</u>	<u>The New America School</u>
Instruction	2,036	1,930	22,917
Operations/Plant Maintenance	42,018	5,037	4,022
Capital Outlay/Unallocated	<u>12,276</u>	<u>-</u>	<u>6,519</u>
Total	<u>56,330</u>	<u>6,967</u>	<u>33,457</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

	ACE Leadership High School	New Mexico School for the Arts	North Valley Academy
<u>Depreciation Expense</u>			
Instruction	-	\$ 9,599	1,704
Support Services	-	-	10,000
Central services	4,132	-	-
Operations/Plant Maintenance	<u>-</u>	<u>3,740</u>	<u>2,016</u>
Total	<u>4,132</u>	<u>\$ 13,339</u>	<u>13,720</u>
	School of Dreams Academy		Southwest Intermediate Learning Center
<u>Depreciation Expense</u>			
Instruction	\$ 9,251		4,481
School Administration	1,557		-
Operations/Plant Maintenance	<u>1,502</u>		<u>2,830</u>
Total	<u>\$ 12,310</u>		<u>7,311</u>
	Southwest Primary Learning Center	Southwest Secondary Learning Center	Taos Academy
<u>Depreciation Expense</u>			
Instruction	\$ 3,675	7,164	-
Support Services	140	2,299	-
Operations/Plant Maintenance	-	6,768	-
Capital Outlay/Unallocated	<u>14,212</u>	<u>52,670</u>	<u>2,469</u>
Total	<u>\$ 18,027</u>	<u>68,901</u>	<u>2,469</u>
	Taos Integrated School of the Arts	Tierra Adentro	Village Academy
<u>Depreciation Expense</u>			
Operations/Plant Maintenance	<u>728</u>	<u>6,119</u>	<u>-</u>
Total	<u>\$ 728</u>	<u>6,119</u>	<u>-</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Commitments and Liabilities

Below are the details relating to operating leases, capital leases, and compensated absences balances maintained by each of the state authorized chartered schools as of June 30, 2011.

	2012	2013	2014	2015	2016	2017 & Thereafter
Academy of Trades & Technology	\$ 180,300	180,300	180,300	180,300	180,300	180,300

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$235,474.

The school had a compensated absences balance of \$29,622 at the beginning of the fiscal year. Deletions to the balance were \$11,456 which resulted in an ending balance of \$18,166. All of this balance is considered to be current.

Albuquerque Institute of Math and Science	\$ 229,676	19,202	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$221,489.

Albuquerque School of Excellence	\$ 379,960	455,952	517,952	577,952	97,992	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$308,780.

The Albuquerque Sign Language Academy	\$ 26,950	26,950	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011, was \$26,950.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
Aldo Leopold Charter School	\$ 72,000	72,000	72,000	72,000	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$79,867.

The school had a compensated absences balance of \$20,756 at the beginning of the fiscal year. Additions to the balance were \$3,844 which resulted in an ending balance of \$24,600. All of this balance is considered to be current.

Alma d'Arte Charter High School	\$ 125,000	125,000	125,000	125,000	125,000	125,000
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$116,933.

Amy Biehl Charter High School	\$ 4,340	1,985	1,200	1,200	1,200	1,200
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$4,417.

The ASK Academy	\$ 367,130	374,360	382,290	388,820	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$203,885.

Cesar Chavez Community School	\$ 391,105	401,055	411,303	421,858	432,728	443,925
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$356,885.

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COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
Cien Aguas International School	\$ 143,262	-	-	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$138,295.

The school had a compensated absences balance of \$0 at the beginning of the fiscal year. Additions to the balance were \$44,211 which resulted in an ending balance of \$44,211. All of this balance is considered to be current.

Cottonwood Classical Preparatory School	\$ 539,392	589,830	298,440	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$467,619.

Creative Education Preparatory Institute	\$ 168,187	173,317	177,346	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$170,725.

During the current year, the school changed their accounting policy for compensated absences to exclude all non-twelve month employees from leave pay-out. The school had a compensated absences balance of \$93,734 at the beginning of the fiscal year. Deletions to the balance were \$75,458 which resulted in an ending balance of \$18,276. All of this balance is considered to be current.

East Mountain High School	\$ 348,228	348,228	336,000	336,000	336,000	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011, was \$348,228.

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COMPONENT UNITS (CONTINUED)						2017 & Thereafter
	2012	2013	2014	2015	2016	

East Mountain High School (continued)

The school had a compensated absences balance of \$70,381 at the beginning of the fiscal year. Additions to the balance were \$6,100 which resulted in an ending balance of \$76,481. All of this balance is considered to be current.

Gilbert L. Sena

Charter High School	\$ 186,140	182,490	182,490	186,213	186,140	186,140
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011, was \$182,490.

The Great Academy	\$ 165,440	180,480	180,480	180,480	180,480	180,480
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$51,274.

Horizon

Academy West	\$ 469,716	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$527,534.

During the current year, the school changed their accounting policy for compensated absences. The school had a compensated absences balance of \$89,388 at the beginning of the fiscal year. Deletions to the balance were \$75,662 which resulted in an ending balance of \$13,726.

The International

School at Mesa del Sol	\$ 39,591	39,591	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$79,181.

STATE OF NEW MEXICO
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NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
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The International School at Mesa del Sol (continued)

The school has a lease-to-own capital lease with Rio Rancho Public Schools for 6 potables with total liability of \$79,183. Of this amount, \$79,183 is considered current.

La Promesa Early

Learning Center	\$ 89,887	89,887	89,887	89,887	70,000	70,000
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$33,833.

The MASTERS

Program	\$ 72,534	72,453	80,000	80,000	80,000	72,534
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was 72,533.

Media Arts Collaborative

Charter School	\$ 197,184	198,360	198,360	198,360	198,360	198,360
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$205,738.

Beginning November 2010, the school converted the operating lease for the building to a capital lease with the landlord, West Highland, LLC. The total of the transaction (principal) is \$1,463,555. The down payment of \$325,000 was paid by PSCOC and the remaining balance will be paid by the school with equal payments of \$15,354 over 108 monthly payments. The school has a bargain purchase option to purchase the building for \$1.00 at the end of the lease. The total remaining capital lease obligation is \$989,466 of which \$99,879 is considered current.

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NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
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**Media Arts Collaborative
Charter School (continued)**

Future capital lease payments are as follows:

\$	99,879	109,248	119,497	130,706	142,968	347,168
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**The Montessori
Elementary School**

\$	667,314	687,333	707,953	729,192	751,067	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$702,867.

**The New America
School**

\$	516,293	548,117	581,029	605,022	99,396	99,687
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$474,224.

**New Mexico
International School**

\$	129,600	129,600	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$32,400.

**ACE Leadership
High School**

\$	150,000	220,000	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$76,796.

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COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
New Mexico School for the Arts	\$ 150,000	150,000	150,000	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$150,000.

North Valley Academy	\$ 577,181	519,416	606,009	620,965	636,296	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$573,645.

The school had a compensated absences balance of \$4,032 at the beginning of the fiscal year. Additions to the balance were \$1,065 which resulted in an ending balance of \$5,097.

J. Paul Taylor Academy	\$ 109,000	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$9,083.

School of Dreams Academy	\$ 417,502	417,502	417,502	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$278,940.

South Valley Preparatory School	\$ 57,805	63,805	72,805	75,805	81,805	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$44,727.

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COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
Southwest Intermediate Learning Center	\$ 92,305	95,075	97,926	100,864	103,891	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$82,007.

The school had a compensated absences balance of \$13,535 at the beginning of the fiscal year. Additions to the balance were \$4,133 which resulted in an ending balance of \$17,668.

Southwest Primary Learning Center	\$ 88,292	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$83,224.

The school had a compensated absences balance of \$13,201 at the beginning of the fiscal year. Additions to the balance were \$3,693 which resulted in an ending balance of \$16,894. All of this balance is considered to be current.

Southwest Secondary Learning Center	\$ 538,486	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$538,486.

The school had a compensated absences balance of \$14,109 at the beginning of the fiscal year. Additions to the balance were \$4,885 which resulted in an ending balance of \$18,994. All of this balance is considered to be current.

Taos Academy	\$ 86,500	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year was \$84,251.

STATE OF NEW MEXICO
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 NOTES TO THE FINANCIAL STATEMENTS
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COMPONENT UNITS (CONTINUED)

	2012	2013	2014	2015	2016	2017 & Thereafter
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Taos Academy (continued)

The school had no compensated absences at the beginning of the fiscal year. Additions to the balance were \$22,079 which resulted in an ending balance of \$22,079. All of this balance is considered to be current.

Taos Integrated

School of the Arts	\$ 72,000	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$87,287.

Tierra Adentro	\$ 137,144	-	-	-	-	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$137,140.

Village Academy	\$ 52,800	52,800	52,800	52,800	52,800	-
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The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2011 was \$57,112.

Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA) Contributions

Academy of Trades & Technology — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$114,147, \$145,672, and \$140,634, respectively. Employee portions totaled \$93,584, \$108,383, and \$95,366 respectively. During fiscal year 2011, 2010 and 2009 \$17,057, \$17,460, and \$15,693 was remitted for RHC employer contributions and \$8,529, \$8,060, and \$7,847 was remitted for RHC employee contributions, respectively.

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COMPONENT UNITS (CONTINUED)

Albuquerque Institute of Math and Science — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$149,015, \$120,544 and \$113,490, respectively. Employee portions totaled \$105,067, 104,756 and \$76,959, respectively. During fiscal year 2011, 2010 and 2009 \$21,052, \$14,614 and \$11,571 was remitted for RHC employer contributions and \$10,526, \$7,307, and \$5786 was remitted for RHC employee contributions, respectively.

Albuquerque School of Excellence — Employer ERA contributions for the year ended June 30, 2011 totaled \$60,016. Employee portions totaled \$51,263. During fiscal year 2011 \$9,133 was remitted for RHC employer contributions and \$4,566 was remitted for RHC employee contributions. The school was not in operations for the year ended June 30, 2010 and June 30, 2009.

The Albuquerque Sign Language Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$49,090 and \$1,690, respectively. Employee portions totaled \$39,536 and \$1,457, respectively. During fiscal year 2011 and 2010, \$7,280 and \$202 was remitted for RHC employer contributions and \$3,640 and \$101 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

Aldo Leopold Charter School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$74,750, \$123,497 and \$119,043, respectively. Employee portions totaled \$64,463, \$56,744 and \$46,654. During fiscal year 2011, 2010 and 2009, \$11,446, \$12,193, and \$12,552 was remitted for RHC employer contributions and \$5,723, \$4,183 and \$4,154 was remitted for RHC employee contributions, respectively.

Alma d'Arte Charter High School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$118,061, \$140,192 and \$133,247, respectively. Employee portions totaled \$82,160, \$89,542 and \$74,959, respectively. During fiscal year 2011, 2010 and 2009, \$11,507, \$12,501 and \$16,757, was remitted for RHC employer contributions and \$7,373, \$6,251 and \$8,378 was remitted for RHC employee contributions, respectively.

Amy Biehl Charter High School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$185,436, \$187,371, and \$200,670, respectively. Employee portions totaled \$158,128, 160,545 and \$134,087, respectively. During fiscal year 2011, 2010 and 2009, \$28,196, \$22,280 and \$22,394 was remitted for RHC employer contributions and \$14,098, \$11,140 and \$11,196 was remitted for RHC employee contributions, respectively.

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COMPONENT UNITS (CONTINUED)

The ASK Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$70,436 and \$977, respectively. Employee portions totaled \$60,508 and \$842, respectively. During fiscal year 2011, and 2010 \$10,746 and \$116 was remitted for RHC employer contributions and \$5,373 and \$58 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

Cesar Chavez Community School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$107,370, \$127,831 and \$125,465, respectively. Employee portions totaled \$82,303, \$98,550 and \$80,435, respectively. During fiscal year 2011, 2010 and 2009, \$15,363, \$14,497 and \$14,008 was remitted for RHC employer contributions and \$7,783, \$7,249, and \$7,000 was remitted for RHC employee contributions, respectively.

Cien Aguas International School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$92,262, \$64,165 and \$2,141, respectively. Employee portions totaled \$78,164, \$53,960 and \$1,456, respectively. During fiscal year 2011, 2010 and 2009, \$13,982, \$7,565 and 240 was remitted for RHC employer contributions and \$6,993, \$3,782 and \$120 was remitted for RHC employee contributions, respectively.

Cottonwood Classical Preparatory School — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$183,130 and \$153,344, respectively. Employee portions totaled \$156,253 and \$129,392, respectively. During fiscal year 2011 and 2010, \$28,040 and \$18,354 was remitted for RHC employer contributions and \$13,995 and \$9,013 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

Creative Education Preparatory Institute #1 — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$124,148, \$129,513, and \$113,385, respectively. Employee portions totaled \$90,527, \$94,709 and \$69,708, respectively. During fiscal year 2011, 2010 and 2009 \$11,600, \$14,373 and \$12,742 was remitted for RHC employer contributions and \$8,806, \$7,186 and \$6,371 was remitted for RHC employee contributions, respectively.

East Mountain High School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$193,928, \$196,536 and \$194,682, respectively. Employee portions totaled \$166,171, \$166,819 and \$132,021, respectively. During fiscal year 2011, 2010 and 2009 \$30,044, \$22,240 and \$21,729 was remitted for RHC employer contributions and \$15,033, \$11,620 and \$10,863 was remitted for RHC employee contributions, respectively.

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COMPONENT UNITS (CONTINUED)

Gilbert L. Sena Charter High School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$104,584, \$118,982 and \$112,024, respectively. Employee portions totaled \$93,283, \$91,842 and \$71,023, respectively. During fiscal year 2011, 2010 and 2009 \$16,536, \$13,508 and \$12,417 was remitted for RHC employer contributions and \$8,269, \$6,754, and \$6,208 was remitted for RHC employee contributions, respectively.

The Great Academy — Employer ERA contributions for the year ended June 30, 2011 totaled \$827 and employee portions totaled \$713. During fiscal year 2011, \$126 was remitted for RHC employer contributions and \$63 was remitted for RHC employee contributions. The school was not in operations for the years ended June 30, 2010 and June 30, 2009.

Horizon Academy West — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$189,069, \$187,824 and \$208,857, respectively. Employee portions totaled \$161,733, \$158,722, and \$141,629 respectively. During fiscal year 2011, 2010 and 2009, \$28,790, \$22,254, and \$20,188 was remitted for RHC employer contributions and \$6,415, \$12,092 and \$10,094 was remitted for RHC employee contributions, respectively.

The International School at Mesa del Sol — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$50,589 and \$33,754, respectively. Employee portions totaled \$41,945 and \$28,887, respectively. During fiscal year 2011 and 2010, \$8,002 and \$4,189 was remitted for RHC employer contributions and \$3,766 and \$2,116 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

La Promesa Early Learning Center — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$130,493, \$116,498 and \$63,236, respectively. Employee portions totaled \$41,834, \$40,829 and \$31,303, respectively. During fiscal year 2011, 2010 and 2009 \$14,199, \$9,809 and \$7,124 was remitted for RHC employer contributions and \$7,072, \$4,946 and \$3,562 was remitted for RHC employee contributions, respectively.

The MASTERS Program — Employer ERA contributions for the year ended June 30, 2011 totaled \$61,130. Employee portions totaled \$52,428. During fiscal year 2011, \$9,333 was remitted for RHC employer contributions and \$4,664 was remitted for RHC employee contributions. The school was not in operations for the year ended June 30, 2010 and June 30, 2009.

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COMPONENT UNITS (CONTINUED)

Media Arts Collaborative Charter School — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$110,660 and \$96,080, respectively. Employee portions totaled \$95,026 and \$81,518, respectively. During fiscal year 2011 and 2010, \$16,870 and \$11,426 was remitted for RHC employer contributions and \$8,440 and \$5,713 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

The Montessori Elementary School — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$126,391, \$113,179 and \$115,001, respectively. Employee portions totaled \$102,942, \$91,729 and \$77,984, respectively. During fiscal year 2011, 2010 and 2009 \$18,862, \$13,372 and \$12,833 was remitted for RHC employer contributions and \$9,431, \$6,665 and \$6,416 was remitted for RHC employee contributions, respectively.

The New America School — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$139,803 and \$80,343, respectively. Employee portions totaled \$105,754 and \$59,102, respectively. During fiscal year 2011, and 2010 \$20,414 and \$9,016 was remitted for RHC employer contributions and \$10,228 and \$4,082 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

New Mexico School for the Arts— Employer ERA contributions for the year ended June 30, 2011 totaled \$118,149. Employee portions totaled \$76,029. During fiscal year 2011, \$15,944 was remitted for RHC employer contributions and \$7,960 for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010 and June 30, 2009.

ACE Leadership High School — Employer ERA contributions for the year ended June 30, 2011 totaled \$101,671. Employee portions totaled \$68,510. During fiscal year 2011, \$13,976 was remitted for RHC employer contributions and \$6,986 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010 and June 30, 2009.

North Valley Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010, and 2009 totaled \$193,399, \$160,450 and \$193,309, respectively. Employee portions totaled \$183,868, \$135,935 and \$130,991, respectively. During fiscal year 2011, 2010 and 2009, \$30,128, \$21,549, \$16,068 and was remitted for RHC employer contributions and \$16,361, \$11,164 and \$8,034 was remitted for RHC employee contributions, respectively.

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COMPONENT UNITS (CONTINUED)

School of Dreams Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$106,251 and \$51,007, respectively. Employee portions totaled \$29,270 and \$31,503, respectively. During fiscal year 2011 and 2010, \$11,138 and \$5,152 was remitted for RHC employer contributions and \$5,566 and \$2,576 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

South Valley Preparatory School — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$42,252 and \$1,968, respectively. Employee portions totaled \$33,883 and \$1,697, respectively. During fiscal year 2011 and 2010, \$6,251 and \$274 was remitted for RHC employer contributions and \$3,126 and \$137 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

Southwest Intermediate Learning Center — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$48,696, 47,286 and \$49,604, respectively. Employee portions totaled \$41,523, 40,309 and \$33,637. During fiscal year 2011, 2010 and 2009, \$7,404, \$5,609, \$5,535 was remitted for RHC employer contributions and \$3,702, 2,805 and 2,768 was remitted for RHC employee contributions, respectively.

Southwest Primary Learning Center — Employer ERA contributions for the year ended June 30, 2011, 2010 and 2009 totaled \$52,547, 51,018 and \$49,929, respectively. Employee portions totaled \$39,756, \$38,826, and \$31,785, respectively. During fiscal year 2011, 2010 and 2009, \$7,614, \$5,403, 5,230 was remitted for RHC employer contributions and \$3,788, \$5,056 and \$4,862 was remitted for RHC employee contributions, respectively.

Southwest Secondary Learning Center — Employer ERA contributions for the year ended June 30, 2011, 2010, and 2009 totaled \$108,726, \$105,437, and \$98,175, respectively. Employee portions totaled \$74,482, \$72,288 and \$59,097, respectively. During fiscal year 2011, 2010, 2009, \$15,036, \$10,112 and \$9,725 was remitted for RHC employer contributions and \$7,518, \$5,056 and \$4,862 was remitted for RHC employee contributions, respectively.

Taos Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$70,426 and \$52,461, respectively. Employee portions totaled \$39,804 and \$26,388. During fiscal year 2011 and 2010, \$9,046 and \$5,385 was remitted for RHC employer contributions and \$4,523 and \$2,627 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2009.

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COMPONENT UNITS (CONTINUED)

Taos Integrated School of the Arts — Employer ERA contributions for the year ended June 30, 2011 \$39,359 and employee portions totaled \$26,564. During fiscal year 2011, \$5,501 was remitted for RHC employer and \$2,696 was remitted for RHC employee contributions. The school was not in operations for the year ended June 30, 2010 and June 30, 2009.

Tierra Adentro — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$98,499 and \$2,453, respectively. Employee portions totaled \$62,401 and \$2,115, respectively. During fiscal year 2011 and 2010, \$13,275 and \$293 was remitted for RHC employer and \$6,638 and \$146 was remitted for RHC employee contributions. The school was not in operations for the year ended June 30, 2009.

Village Academy — Employer ERA contributions for the year ended June 30, 2011 and 2010 totaled \$33,487 and \$35,244 respectively. Employee portions totaled \$28,877 and \$30,394 respectively. During fiscal year 2011 and 2010, \$5,117 and \$4,089 was remitted for RHC employer and \$2,559 and \$2,045 was remitted for RHC employee contributions.

Pending Litigation Related to State Authorized Chartered Schools

The following school had pending litigation requiring disclosure:

Alma d'Arte Charter High School — As of June 30, 2011, the school had pending litigation from a former employee.

East Mountain High School — As of June 30, 2011, the school had pending litigation from a parent.

North Valley Academy — As of June 30, 2011, the school had pending litigation with a former employee.

Subsequent Events Related to State Authorized Chartered Schools

The following schools had subsequent events requiring disclosure:

The Great Academy — The school began its first year of operations on July 1, 2011.

Media Arts Collaborative Charter School — The School entered into a lease purchase agreement with West Highland, LLC, to acquire land on July 1, 2011. The purchase price is \$410,000.

New Mexico International School — The school began its first year of operations on July 1, 2011.

J. Paul Taylor Academy — The school began its first year of operations on July 1, 2011.

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COMPONENT UNITS (CONTINUED)

Subsequent Events Related to State Authorized Chartered Schools (continued)

The Montessori Elementary — The school entered into litigation on November 14, 2011 arising from failure to pay off golf tournament award.

La Resolana Leadership Academy, Ralph J. Bunche Academy, Red River Valley and the Learning Community Charter School transferred in from other school districts beginning July 1, 2011.

Related Party Transactions

The following schools had related party transactions requiring disclosure:

Academy of Trades & Technology - The school created a Foundation in the current year to purchase the building that the school resides in. The Foundation is considered a component unit of the School.

Albuquerque Institute of Math and Science - The school shared a counselor position with North Valley Academy. The Principal's spouse is the principal of North Valley Academy. Total amount received from North Valley Academy was \$30,586.

The Albuquerque Sign Language Academy - The Principals spouse works for a Company that the school does business with. Total payments made to vendor were \$6,635.

Aldo Leopold Charter School - The Business Manager's spouse was employed at the school. Total amount paid was \$1,197.

Alma d'Arte Charter High School - The Business Manager of this school is also the Business Manager of J. Paul Taylor Academy.

Amy Biehl Charter High School - The school has a Foundation that donates various funds to the school.

Cesar Chavez Community School - The Business Manager's spouse is the President of the Foundation Board.

Cottonwood Classical Preparatory School - The Business Manager's son is employed at the school. Total amount paid was \$22,080. The school also has a foundation which donates various funds to the school.

Creative Education Preparatory Institute #1 - The Business Administrative Support's spouse is employed as a teacher at the school.

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COMPONENT UNITS (CONTINUED)

East Mountain High School – The school has a Foundation which donates funds to the school and holds the lease for the building.

The Great Academy – The Executive Director’s spouse is employed as a consultant by the school. Total paid was \$51,503.

La Promesa Early Learning Center – The Executive Director’s daughter is an employee of the school.

The Montessori Elementary School – The school has a Foundation that has a lease to purchase for the building the school is in. Two board members of the school were married and resigned August 24, 2010. The Principal’s daughter works for school as a contractor. The Nepotism Act waived by governing council in FY 2009.

The New America School – The New America Consolidate is a non-profit management office that provides oversight services such as curriculum, budget and planning, marketing, recruitment, etc.

ACE Leadership – The school has a sublease with NM BEC, which is an education arm of AGC, who formed the school. Total payments to NM BEC were \$75,000.

New Mexico School for the Arts – The school has a related party, School for the Arts – NM, a non-profit organization. The non profit’s mission is to support an art related program all over the State of New Mexico and not limited to the assistance to the school. In the current year, the majority of the resources, both financial and human, of the non-profit were related to programs other than the school. The support provided to the school was to assist the school during the planning and start-up years.

North Valley Academy – The school shared a counselor position with Albuquerque Institute of Math and Science. The Principal’s spouse is the principal of Albuquerque Institute of Math and Science. Total amount paid to Albuquerque Institute of Math and Science was \$30,586.

The Principal’s son runs the Roadrunner after school program which leases space from the school. The company pays a lease is \$100 a month.

J. Paul Taylor Academy – The Business Manager of this school is also the Business Manager of Alma D’ Arte.

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COMPONENT UNITS (CONTINUED)

Southwest Intermediate Learning Center - The Founder and Director of the Southwest Intermediate Learning Center is related to the owners of ADI Productions, Inc and is on the board of the company. The Southwest Intermediate Learning Center utilizes the services of ADI for all school-sponsored events that require sound and lighting such as school dances, student performances, and graduation. The market cost to other high schools in the Albuquerque area ranges from \$300 - \$1,000 depending on the duration of the event and the equipment required. ADI does not charge the Southwest Intermediate Learning Center for services it provides to the school. In addition, the same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers.

Southwest Primary Learning Center - The Founder and Director of the Southwest Primary Learning Center is related to the owners of ADI Productions, Inc and is on the board of the company. The Southwest Primary Learning Center utilizes the services of ADI for all school-sponsored events that require sound and lighting such as school dances, student performances, and graduation. The market cost to other high schools in the Albuquerque area ranges from \$300 - \$1,000 depending on the duration of the event and the equipment required. ADI does not charge the Southwest Primary Learning Center for services it provides to the school. In addition, the same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers.

Southwest Secondary Learning Center - The Founder and Director of the Southwest Secondary Learning Center is related to the owners of ADI Productions, Inc and is on the board of the company. The Southwest Secondary Learning Center utilizes the services of ADI for all school-sponsored events that require sound and lighting such as school dances, student performances, and graduation. The market cost to other high schools in the Albuquerque area ranges from \$300 - \$1,000 depending on the duration of the event and the equipment required. ADI does not charge the Southwest Secondary Learning Center for services it provides to the school. In addition, the same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers.

Taos Academy - The Business Manager is also the Business Manager of Taos Integrated School of Arts, another state charter school.

Taos Integrated School of Arts- Beerymedia, LLC provided promotional videos for the school during the year. The owner is a cousin of the Director. The Business Manager is also the Business Manager of Taos Academy, another state charter school.

Tierra Adentro - The school's Curriculum Director is married to one of the school's teachers.

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
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COMPONENT UNITS (CONTINUED)

Component Units of State Authorized Chartered Schools

The following state-chartered schools maintained component units as follows:

Academy of Trades & Technology – Academy of Trades & Technology created a component unit during the year ended June 30, 2011, Academy of Trades & Technology Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose was to purchase the building that the school resides in.

The financial information of Academy of Trades & Technology is presented in a separate column from the School to emphasize the corporation is legally separate from the school.

Cash and Temporary Investments: At June 30, 2011, the book value of the corporation's deposits was \$25,901.

Long-Term Debt: The Corporation's long-term debt consists of a building mortgage. Balance at June 30, 2011 totaled \$1,273,420 of which \$47,473 was considered current. The future long-term debt payments are as follows:

	2012	2013	2014	2015	2016	2017 & Thereafter
	\$ 47,473	51,378	55,092	59,075	63,346	997,056

The government implemented GASB statement 39 of the Governmental Accounting Standards Board, which resulted in the inclusion of Significant Component Units in the Governmental Financial Statements.

Component Unit-Foundation

Net assets at June 30, 2011 \$40,383

Amy Biehl Charter High School – Amy Biehl Charter High School Foundation is a non-profit corporation established in 2004 to provide support to Amy Biehl Charter High School by conducting educational and training activities, community development, fund-raising assistance and academic research and dissemination to promote educational initiatives that serve the School as well as the local, regional, national and international educational community.

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COMPONENT UNITS (CONTINUED)

Amy Biehl Charter High School (continued)

The financial information of Amy Biehl Charter High School is presented in a separate column from the School to emphasize the corporation is legally separate from the school.

Cash and Temporary Investments: At June 30, 2011, the book value of the corporation's deposits was \$134,411.

The government implemented GASB statement 39 of the Governmental Accounting Standards Board, which resulted in the inclusion of Significant Component Units in the Governmental Financial Statements.

Component Unit-Foundation

Net assets at June 30, 2011 \$142,365

Cesar Chavez Community School - CCCS has a component unit, Cesar Chavez Community School Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to lease and eventually purchase the building that the school resides in.

The financial information of the Cesar Chavez Community Foundation is presented in a separate column to emphasize that the corporation is legally separate from the School.

The corporation has a fiscal year end of December 31; however, the component unit column presents financial statements as of and for the year ended June 30, 2011.

Cash and Temporary Investments: At June 30, 2011, the book value of the corporation's deposits was \$21,378.

The foundation approved a capital lease with the landlord on December 27, 2009. The total of the transaction (principal) was \$2,377,167. The down payment of \$312,000 was paid by PSCOC and the remaining balance will be paid by the school with equal payments of \$26,000 over 120 monthly payments. The foundation has a bargain purchase option to purchase the building at the end of the lease. As of June 30, 2011 the school had a remaining debt balance of \$2,166,094 of which \$229,287 is considered current. The future capital lease payments are as follows:

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COMPONENT UNITS (CONTINUED)

Cesar Chavez Community School (continued)

2012	2013	2014	2015	2016	2017 & Thereafter
\$ 229,287	248,675	269,175	290,844	313,742	814,371

For the year ended June 30, 2011, the government implemented GASB statement 39 of the Governmental Accounting Standards Board, which resulted in the inclusion of Significant Component Units in the Governmental Financial Statements.

Component Unit-Foundation

Net assets at June 30, 2011 \$21,378

Cien Aguas International School – Cien Aguas International School has a component unit, Cien Aguas Green School Project Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to provide support to Cien Aguas International School by conducting fund-raising activities and soliciting donations. Gross income for the year ended June 30, 2011 totaled \$10,729. The fund balance transferred out was \$1,921.

Cottonwood Classical Preparatory School - CCPS has a component unit, Cottonwood Classical Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to create and encourage an opportunity for private individuals and organizations to invest in the support of CCPS' (the school's) programs and services; manage private gifts and donations and ensure not to jeopardize CCPS's tax exempt status; and provide a medium for community leaders and CCPS alumni to participate in and contribute to the strengthening of CCPS through their participation in the solicitation, management and distribution of private gifts and donations. The school provides staff support; provides liabilities insurance for the director and officers, IT support, office space and pays for utilities; and provides other necessary business, financial, legal, public relations and consulting services. These services are provided at no cost for the period of the first three years of the organization. Gross income for the year ended June 30, 2011 totaled \$91,613. The fund balance transferred out was \$22,739.

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COMPONENT UNITS (CONTINUED)

East Mountain High School - East Mountain High School Foundation is a non-profit corporation established in 2000 to provide support to East Mountain Charter High School by (1) acquiring and holding real estate to construct a high school campus complete with buildings, furniture and fixtures and to operate a high school on the east side of Albuquerque and (2) to be empowered to function as a cultural center qualifying as a charitable activity.

The financial information of East Mountain High School Foundation is presented in a separate column to emphasize that the non-profit corporation is legally separate from the School.

Cash and Temporary Investments: At June 30, 2011, the book value of the corporation's deposits was \$352,804.

Fixed Assets: The Corporation records its land, buildings and equipment at cost and depreciates them over their estimated useful lives. Net capital assets at June 30, 2011 totaled \$3,037,124.

Long-Term Investments: The Corporation holds a 13 month Certificate of Deposit which totaled \$77,129.

Long-Term Debt: The Corporation's long-term debt consists of a building mortgage along with unsecured debt. Balance at June 30, 2011 totaled \$1,893,120 of which \$206,529 was considered current. The future long-term debt payments are as follows:

	2012	2013	2014	2015	2016	2017 & Thereafter
\$	206,529	213,342	220,379	227,649	235,159	790,062

The government implemented GASB statement 39 of the Governmental Accounting Standards Board, which resulted in the inclusion of Significant Component Units in the Governmental Financial Statements.

Component Unit-Foundation

Net assets at June 30, 2011 \$1,487,489

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COMPONENT UNITS (CONTINUED)

Media Arts Collaborative Charter School - Media Arts Collaborative Charter School has a component unit, The MACCS Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to provide support to Media Arts Collaborative Charter School by conducting fund-raising activities, tracking contributions, and soliciting donations. Gross income for the year ended June 30, 2011 totaled \$2,941. The fund balance transferred out was \$4,590.

The Montessori Elementary School - TME has a component unit, Montessori Elementary Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to lease and eventually purchase the building that the school resides in.

The financial information of the Montessori Elementary Foundation is presented in a separate column to emphasize that the corporation is legally separate from the School.

The corporation has a fiscal year end of December 31; however, the component unit column presents financial statements as of and for the year ended June 30, 2011.

Cash and Temporary Investments: At June 30, 2011, the book value of the corporation's deposits was \$42,077.

The foundation approved a capital lease with the landlord on March 5, 2008. The total of the transaction (principal) is \$4,336,122. The total will be paid by the school with equal payments of \$49,278 over 120 monthly payments. The payment increases 3% each year. The foundation has a bargain purchase option to purchase the building at the end of the lease. The remaining balance at June 30, 2011 is \$3,077,346 of which \$502,561 is considered current. The future capital lease payments are as follows:

	2012	2013	2014	2015	2016	2017 & Thereafter
	\$ 502,561	545,400	590,821	638,959	689,962	109,643

For the year ended June 30, 2011, the government implemented GASB statement 39 of the Governmental Accounting Standards Board, which resulted in the inclusion of Significant Component Units in the Governmental Financial Statements.

Component Unit-Foundation

Net assets at June 30, 2011 \$912,315

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COMPONENT UNITS (CONTINUED)

Taos Academy – Taos Academy School has a component unit, Taos Academy Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to provide support to Taos Academy by conducting fund-raising activities and soliciting donations. Gross income for the year ended June 30, 2011 totaled \$2,891, which is below the State Audit Rule and requirements under GASB 14.

Taos Integrated School of the Arts - Taos Integrated School of the Arts has a component unit, Friends of TISA Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose is to provide support to Taos Integrated School of the Arts by conducting fund-raising activities and soliciting donations. Gross income for the year ended June 30, 2011 totaled \$447, which is below the State Audit Rule and requirements under GASB 14.

Joint Powers Agreements of State Authorized Chartered Schools

The following schools had Joint Powers Agreements requiring disclosure:

Albuquerque Institute of Math and Science - The school has a Memorandum of Understanding with the Regents of the University of New Mexico. The Agreement enables the University to provide services and a facility for the school to use. The agreement was approved in 2005.

Albuquerque School of Excellence – Has a Joint Powers Agreement to establish an Educational Cooperative. The cooperative has been approved by DFA, and The School of Excellence signed the restated and amended joint powers agreement on November 13, 2010.

The Albuquerque Sign Language Academy - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on September 7, 2010.

The school has a Memorandum of Understanding with the Southwest Regional Education Center. The Agreement enables the center to complete the billings for the Medicaid covered services. The agreement was approved on July 6, 2010.

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COMPONENT UNITS (CONTINUED)

The Albuquerque Sign Language Academy (continued)

The school has a Memorandum of Understanding with the New Mexico School for the Blind and Visually Impaired. The Agreement enables the School to provide outreach services to students enrolled in the School District. The agreement was approved on October 4, 2010.

Amy Biehl Charter High School - The school has a Memorandum of Understanding with the U.S. General Services Administration for the lease of the building the school currently occupies. The agreement was approved on May 31, 2011.

Cesar Chavez Community School - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents.

Cien Aguas International School - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, Cien Aguas International School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on September 13, 2010.

The school has a Memorandum of Understanding with Cien Aguas Green School Project. The Agreement enables the schools and the non-profit to find a permanent location for the school. The agreement was approved on September 6, 2011.

East Mountain High School - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on October 4, 2010.

Has a Joint Use Agreement with the County of Bernalillo, New Mexico. As a state chartered school, the School is considered an LEA and functions as its own district. The purpose is to set forth the rights and obligations of the shared use and maintenance of the Fisher & Smith Memorial Gymnasium. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by the County on October 19, 2009.

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COMPONENT UNITS (CONTINUED)

The Great Academy - Has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by DFA on May 4, 2011.

La Promesa Early Learning Center - The school has a Memorandum of Understanding with the Southwest Regional Education Center. The Agreement enables the center to complete the billings for the Medicaid covered services. The agreement was approved on November 19, 2010.

J. Paul Taylor Academy - Has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on May 11, 2011.

Southwest Intermediate Learning Center - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on September 14, 2010.

The school has a Memorandum of Understanding with the Southwest Primary Learning Center and Southwest Secondary Learning Center. The Agreement enables the schools to achieve economies of scale related to bids, transportation services, and other services that directly impact the three schools collectively. The agreement was approved on August 3, 2010.

The school has a Memorandum of Understanding with the Southwest Secondary Learning Center. The Agreement allows Southwest Secondary to issue high school credit for courses taken by students enrolled in Southwest Intermediate that meet the State standards. The agreement was approved on August 3, 2010.

Southwest Primary Learning Center - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on September 23, 2010.

The school has a Memorandum of Understanding with the Southwest Intermediate Learning Center and Southwest Secondary Learning Center. The Agreement enables the schools to achieve economies of scale related to bids, transportation services, and other services that directly impact the three schools collectively. The agreement was approved on August 3, 2010.

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COMPONENT UNITS (CONTINUED)

Southwest Secondary Learning Center - Has a Joint Powers Agreement with the Public Schools Facility Authority. As a state chartered school, the School is considered an LEA and functions as its own district. Per the agreement, the District shall designate individuals who have been authorized to execute all subsequent contracts, Memorandums of Understandings and related documents. Agreement was approved by DFA on September 7, 2010.

The school has a Memorandum of Understanding with the Southwest Intermediate Learning Center and Southwest Primary Learning Center. The Agreement enables the schools to achieve economies of scale related to bids, transportation services, and other services that directly impact the three schools collectively. The agreement was approved on August 3, 2010.

The school has a Memorandum of Understanding with the Southwest Intermediate Learning Center. The Agreement allows Southwest Secondary to issue high school credit for courses taken by students enrolled in Southwest Intermediate that meet the State standards. The agreement was approved on August 3, 2010.

Taos Academy - The school has a component unit, a foundation. However, there were minimal activities during the year.

Taos Integrated School of the Arts - The school has a component unit, a foundation. However, there were minimal activities during the year.

Tierra Adentro - Has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on June 4, 2010 by DFA.

Budgets and Budgetary Accounting (Non-GAAP) of State Authorized Chartered Schools

As mentioned previously, the discretely presented component units use the Non-GAAP budgetary basis, which is cash basis.

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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures as part of the combined statements of certain information concerning individual funds, including:

- a. Excess of expenditures over appropriations.
- b. Receivables and payables from interfund transactions as of June 30, 2011, with funds in which interfund transactions were affected or created due to cash overdrafts represented.
- c. Deficit fund balance of individual funds.
- d. Operating transfers between individual funds.

Academy of Trades & Technology

- a. One fund exceeded approved budgetary authority for the year ended June 30, 2011.

SEG Federal Stimulus

Support Services \$23,699

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	Due to Other Funds	Due from Other Funds
Operational	\$ -	95,066
Food Services	9,956	-
Title I	4,837	-
IDEA B	6,313	-
SEG Federal Stimulus	29,740	-
Education Job Fund	7,137	-
Public School Capital Outlay	<u>37,083</u>	<u>-</u>
Total due to/from other funds	<u>\$ 95,066</u>	<u>95,066</u>

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COMPONENT UNITS (CONTINUED)

Academy of Trades & Technology (continued)

c. The following funds reported a deficit fund balance at June 30, 2011:

Food Services	\$ (9,380)
Total	<u>\$ (9,380)</u>

d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	188
Title I-IASA	<u>188</u>	<u>-</u>
Total transfers in/out	<u>\$ 188</u>	<u>188</u>

Albuquerque Institute of Math and Science

a. Three funds exceeded approved budgetary authority for the year ended June 30, 2011.

Education Jobs Fund	
Direct Instruction	\$ 62,285
Public School Capital Outlay	
Capital Outlay	\$ 153,746
Capital Improvements HB 33	
Capital Outlay	\$ 1,862

b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	221,665
SEG Federal Stimulus	159,380	-
Education Job Fund	<u>62,285</u>	<u>-</u>
Total due to/from other funds	<u>\$ 221,665</u>	<u>221,665</u>

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COMPONENT UNITS (CONTINUED)

Albuquerque Institute of Math and Science (Continued)

c. No funds reported a deficit fund balance at June 30, 2011.

d. No funds reported operating transfers for the year ended June 30, 2011.

Albuquerque School of Excellence

a. Two funds exceeded approved budgetary authority for the year ended June 30, 2011.

IDEA-B Entitlement		
Instruction	\$	77
Education Jobs Fund		
Instruction	\$	144

b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to</u> <u>Other Funds</u>	<u>Due from</u> <u>Other Funds</u>
Operational	\$ -	41,734
Food Services	6,672	-
Title I -IASA	20,474	-
IDEA - B Entitlement	6,609	-
Teacher/Principal Training	899	-
Education Job Fund	<u>7,080</u>	<u>-</u>
Total due to/from other funds	<u>\$ 41,734</u>	<u>41,734</u>

c. The following special revenue funds reported a deficit fund balance at June 30, 2011:

Instructional Support	\$ (11,335)
Food Services	<u>(3,225)</u>
Total	<u>\$ (14,560)</u>

d. No funds reported operating transfers for the year ended June 30, 2011.

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PUBLIC EDUCATION DEPARTMENT
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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

The Albuquerque Sign Language Academy

- a. No funds exceeded budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	47,320
Title I-IASA	7,539	-
IDEA-B Entitlement	1,775	-
Federal Charter Planning	23,669	-
Teacher Principal Training	305	-
Title XIX Medicaid	7,280	-
Education Job Fund	1,456	-
Public School Capital Outlay	<u>5,296</u>	<u>-</u>
Total due to/from other funds	<u>\$ 47,320</u>	<u>47,320</u>

- c. The following funds reported a deficit fund balance at June 30, 2011:

Teacher Principal Training	<u>\$ (305)</u>
Total	<u>\$ (305)</u>

- d. No funds reported operating transfers for the year ended June 30, 2011.

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 PUBLIC EDUCATION DEPARTMENT
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COMPONENT UNITS (CONTINUED)

Aldo Leopold Charter School

- a. No funds exceeded budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	53,781
Teacher/Principal Training	4,197	-
Youth Conservation Group	<u>49,584</u>	<u>-</u>
Total due to/from other funds	<u>\$ 53,781</u>	<u>53,781</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	20,203
Instructional Materials	<u>20,203</u>	<u>-</u>
Total transfers in/out	<u>\$ 20,203</u>	<u>20,203</u>

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COMPONENT UNITS (CONTINUED)

Alma d'Arte Charter High School

- a. No funds exceeded budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	52,268
Food Services	5,000	-
AmeriCorps	15,000	-
NM Community Foundation	20,000	-
SB 9 Capital Improvements	<u>12,268</u>	<u>-</u>
Total due to/from other funds	<u>\$ 52,268</u>	<u>52,268</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	3,243
GO Student Library Fund	<u>3,243</u>	<u>-</u>
Total transfers in/out	<u>\$ 3,243</u>	<u>3,243</u>

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 PUBLIC EDUCATION DEPARTMENT
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COMPONENT UNITS (CONTINUED)

Amy Biehl Charter High School

a. Four funds exceeded approved budgetary authority for the year ended June 30, 2011.

Food Services		
Non-Instructional	\$	4,910
Title I-IASA		
Support Services-Student		342
SEG Federal Stimulus		
Direct Instruction		4,476
APS Foundation		
Direct Instruction		55

b. Receivables and payables from interfund transactions as for June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to</u>	<u>Due from</u>
	<u>Other Funds</u>	<u>Other Funds</u>
Operational	\$ -	7,173
ABHS Foundation	<u>7,173</u>	<u>-</u>
Total	<u>\$ 7,173</u>	<u>7,173</u>

c. The following funds reported a deficit fund balance at June 30, 2011:

Unassigned, reported in
 ABHS Foundation (deficit)

ABHS Foundation	\$ <u>(7,173)</u>
Total	<u>\$ (7,173)</u>

d. No funds reported operating transfers for the year ended June 30, 2011.

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COMPONENT UNITS (CONTINUED)

The ASK Academy

- a. The following funds exceeded budgetary authority.

Title I		
Direct Instruction	\$	2,785
Charter Schools Federal		
Direct Instruction	\$	6,481
Teacher Principal Training		
Support services	\$	737

- b. Receivables and payables from interfund transactions as for June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	15,231
Food Service	294	-
Title I	7,153	-
Teacher Principal Training	737	-
Education Job Fund	<u>7,047</u>	<u>-</u>
Total	<u>\$ 15,231</u>	<u>15,231</u>

- c. The following funds reported a deficit fund balance at June 30, 2011

Instructional Support	\$ (24,423)
Food Services	(294)
Teacher Principal Training	<u>(737)</u>
Total	<u>\$ (25,454)</u>

- d. No funds reported operating transfers for the year ended June 30, 2011.

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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Cesar Chavez Community School

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as for June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	17,538
Instructional Materials	-	432
Agency funds	-	336
Title I	12,150	-
ID-B Risk Pool	18	-
Teacher Principal Training	2,545	-
City/County Grants	<u>3,593</u>	<u>-</u>
Total	<u>\$ 18,306</u>	<u>18,306</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

Cien Aguas International School

- a. No funds exceeded budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	24,352
Title I IASA	6,515	-
IDEA – B Entitlement	6,625	-
IDEA – B Risk Pool	222	-
Teacher/Principal Training	566	-
IDEA-B Federal Stimulus	684	-
Education Job Fund	<u>9,740</u>	<u>-</u>
Total due to/from other funds	<u>\$ 24,352</u>	<u>24,352</u>

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COMPONENT UNITS (CONTINUED)

Cien Aguas International School (Continued)

- c. No funds reported a deficit fund at June 30, 2011.
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Federal Charter School Planning	\$ -	2,697
Operational	<u>2,697</u>	<u>-</u>
Total transfers in/out	<u>\$ 2,697</u>	<u>2,697</u>

Cottonwood Classical Preparatory School

- a. The following funds exceeded budgetary authority for the year ended June 30, 2011.

Instructional Materials	
Direct Instruction	\$ 2,672
Non-Instructional Support	
Direct Instruction	\$ 12,969
SEG Federal Stimulus	
Support Services	\$ 3,825

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	24,821
IDEA-B Entitlement	7,489	-
IDEA-B Federal Stimulus	609	-
Education Jobs Fund	<u>16,723</u>	<u>-</u>
Total	<u>\$ 24,821</u>	<u>24,821</u>

- c. No funds reported a deficit fund at June 30, 2011.

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COMPONENT UNITS (CONTINUED)

Cottonwood Classical Preparatory School (Continued)

d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Non-Instructional Support	\$ -	22,403
State Charter Schools Planning	-	5,591
Operational	2,389	-
IDEA-B	403	-
IDEA- B Federal Stimulus	2,799	-
Total transfers in/out	<u>\$ 5,591</u>	<u>27,994</u>

Creative Education Preparatory Institute #1

a. One fund exceeded budgetary authority for the year ended June 30, 2011.

Public School Capital Outlay	
Capital Outlay	\$ 105,279

b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	281,469
Instructional Materials	-	1,036
Title I	36,019	-
IDEA-B Entitlement	34,941	-
Title I- Federal Stimulus	20,248	-
IDEA-B Federal Stimulus	43,604	-
SEG Federal Stimulus	74,472	-
Education Jobs Fund	46,902	-
Public School Capital Outlay	26,319	-
Total	<u>\$ 282,505</u>	<u>282,505</u>

c. No funds reported a deficit fund balance at June 30, 2011

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COMPONENT UNITS (CONTINUED)

Creative Education Preparatory Institute #1 (Continued)

d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	37,714
Title I	-	3,149
Public School Capital Outlay	<u>40,863</u>	<u>-</u>
Total transfers in/out	<u>\$ 40,863</u>	<u>40,863</u>

East Mountain High School

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	37,881
IDEA-B Entitlement	6,428	-
IDEA-B Risk Pool	714	-
Teacher Principal Training	9,254	-
Education Jobs Fund	10,551	-
SB 9 Capital Improvements	<u>10,934</u>	<u>-</u>
Total	<u>\$ 37,881</u>	<u>37,881</u>

- c. No funds reported a deficit balance at June 30, 2011.
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Private Direct Grants	\$ -	17,588
Operational	14,088	-
East Mountain HS Foundation	<u>3,500</u>	<u>-</u>
Total transfers in/out	<u>\$ 17,588</u>	<u>17,588</u>

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COMPONENT UNITS (CONTINUED)

Gilbert L. Sena Charter High School

- a. One fund exceeded approved budgetary authority for the year ended June 30, 2011.

Instructional Materials

Direct Instruction	\$ 18,572
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- b. There were not due to/from amounts at June 30, 2011.

- c. No funds reported a deficit fund balance at June 30, 2011.

- d. No funds reported operating transfers for the year ended June 30, 2011.

The Great Academy

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.

- b. There were no interfund transactions for the year ended June 30, 2011.

- c. No funds reported a deficit fund balance at June 30, 2011.

- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
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COMPONENT UNITS (CONTINUED)

Horizon Academy West

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	160,098
Title I	50,662	-
IBEA-B	7,289	-
Teacher/Principal Training & Recruiting	4,435	-
Safe & Drug Free School & Community	2,259	-
Title I Federal Stimulus	1,469	-
IBEA-B Federal Stimulus	209	-
Education Job Fund	5,178	-
Public School Capital Outlay	78,406	-
Elementary & Middle School Initiative	2,599	-
Capital Improvements SB-9	7,592	-
Total due to/from other funds	<u>\$ 160,098</u>	<u>160,098</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

The International School at Mesa del Sol

- a. The following funds exceeded budgetary authority.

Food Services	
Food services	\$ 4,163
Keeping NM Beautiful	
Support Services	\$ 758

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COMPONENT UNITS (CONTINUED)

The International School at Mesa del Sol (Continued)

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	17,046
Title I-IASA	1,639	-
IDEA-B Early Intervention Services	1,000	-
IDEA-B Risk Pool	140	-
Title IV Safe & Drug Free	268	-
IDEA-B Entitlement Federal Stimulus	3,864	-
Keep NM Beautiful	758	-
Public Schools Capital Outlay	<u>9,377</u>	<u>-</u>
Total	<u>\$ 17,046</u>	<u>17,046</u>

- c. No funds reported a deficit fund balance at June 30, 2011.

- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Non-Instructional Support	\$ -	4,097
Total transfers in/out	<u>\$ -</u>	<u>4,097</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

La Promesa Early Learning Center

- a. One fund exceeded budgetary authority for the year ended June 30, 2011:

SEG Federal Stimulus		
Direct Instruction	\$	150

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to</u> <u>Other Funds</u>	<u>Due from</u> <u>Other Funds</u>
Operational	\$ -	44,701
English Language Acquisition	35,000	-
Teacher/Principal Training & Recruiting	1,123	-
Medicaid	3,474	-
EMSI	2,469	-
SB 9 Capital Improvements	<u>2,635</u>	<u>-</u>
Total	<u>\$ 44,701</u>	<u>44,701</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

The MASTERS Program

- a. One fund exceeded budgetary authority.

McCune Grant		
1000 Instruction	\$	2,116

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	36,220
IDEA-B Entitlement	6,202	-
Teacher/Principal Training & Recruiting	2,662	-
SEG Federal Stimulus	1,464	-
Education Job Fund	9,091	-
Public School Capital Outlay	<u>16,801</u>	<u>-</u>
Total	<u>\$ 36,220</u>	<u>36,220</u>

- c. No funds reported a deficit fund balance at June 30, 2011.

- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	8,898
McCune Grant	<u>8,898</u>	<u>-</u>
Total transfers in/out	<u>\$ 8,898</u>	<u>8,898</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Media Arts Collaborative Charter High School

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ 2,501	50,790
Food Services	-	2,501
Title I	10,000	-
IDEA –B “Risk Pool”	24,561	-
Teacher/Principal Training & Recruiting	1,743	-
IDEA –B Federal Stimulus	9,155	-
Education Jobs Fund	<u>5,331</u>	<u>-</u>
Total	<u>\$ 53,291</u>	<u>53,291</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

The Montessori Elementary School

- a. The following funds exceeded budgetary authority:

Operating fund	
Support Services	\$ 52,695
Public School Capital Outlay	
Capital Outlay	\$ 234,588
HB 33 Funds	
Support Services	\$ 2,244

- b. There were no receivables and payables from interfund transactions as of June 30, 2011.
- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
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COMPONENT UNITS (CONTINUED)

The New America School

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	74,261
Food Services	2,714	-
Title I	23,957	-
IDEA- B	18,705	-
English Language Acquisition	14,518	-
Teacher Principal Training	9,541	-
Education Jobs Fund	4,826	-
Total due to/from other funds	<u>\$ 74,261</u>	<u>74,261</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

New Mexico International School

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. There were not due to/from amounts at June 30, 2011.
- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

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COMPONENT UNITS (CONTINUED)

Ace Leadership High School

- a. The following funds exceeded budgetary authority for the year ended June 30, 2011:

Food Services		
Food Services	\$	1,236
Federal Charter School Planning		
Support Services	\$	67,310

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	37,743
Food Services	1,563	-
Title I	2,574	-
IDEA- B	875	-
Federal Charter School Planning	19,994	-
Teacher Principal Training	4,750	-
SEG Federal Stimulus	987	-
Education Jobs Fund	<u>7,000</u>	<u>-</u>
Total due to/from other funds	<u>\$ 37,743</u>	<u>37,743</u>

- c. No funds reported a deficit fund balance for the year ended June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

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COMPONENT UNITS (CONTINUED)

New Mexico School for the Arts

- a. One fund exceeded budgetary authority for the year ended June 30, 2011:

Food Services	
Food Services	\$ 1,354

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	-	125
Teacher Principal Training	<u>125</u>	<u>-</u>
Total due to/from other funds	<u>\$ 125</u>	<u>125</u>

- c. The following funds reported a deficit fund balance at June 30, 2011

Teacher Principal Training	<u>(125)</u>
Total	<u>\$ (125)</u>

- d. No funds reported operating transfers for the year ended June 30, 2011.

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PUBLIC EDUCATION DEPARTMENT
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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

North Valley Academy

- a. One fund exceeded budgetary authority.

Student Activity Fund	
Direct Instruction	\$ 23,538

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	52,570
IDEA-B	10,802	-
Training & Recruiting	1,056	-
Title I- Federal Stimulus	2,175	-
IDEA-B Federal Stimulus	31,478	-
Pre-K Initiative	4,459	-
Private Grants	<u>2,600</u>	<u>-</u>
Total due to/from other funds	<u>\$ 52,570</u>	<u>52,570</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	76,080
Beginning Teacher Mentoring	-	28,373
Pre-K Planning	-	8,975
Library Book Fund	-	1,310
Private Direct Grants	-	1,297
Title I	9,614	-
IDEA-B	7,036	-
Teacher/Principal Training	36,143	-
Title I- Federal Stimulus	2,529	-
IDEA- B Federal Stimulus	5,428	-
Technology for Ed	2,869	-
Pre-K Initiative	<u>52,416</u>	<u>-</u>
Total transfers in/out	<u>\$ 116,035</u>	<u>116,035</u>

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Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

J. Paul Taylor Academy

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. There were not due to/from amounts at June 30, 2011.
- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

School of Dreams Academy

- a. The School has the following funds where actual expenditures exceeded budgetary authority.

Operating Fund		
Support Services	\$	25,815
SEG Federal Stimulus		
Direct Instruction	\$	2,068
Support Services	\$	350

- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to</u> <u>Other Funds</u>	<u>Due from</u> <u>Other Funds</u>
Operational	\$ -	42,235
Instructional Materials	1,572	-
Title I-IASA	2,376	-
IDEA-B	4,263	-
Teacher Principal Training	3,966	-
Title I Federal Stimulus	7,267	-
Education Job Fund	<u>22,791</u>	-
Total due to/from other funds	<u>\$ 42,235</u>	<u>42,235</u>

- c. No funds reported a deficit fund balance at June 30, 2011.

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PUBLIC EDUCATION DEPARTMENT
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COMPONENT UNITS (CONTINUED)

School of Dreams Academy (Continued)

d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	2,034
IDEA-B	260	-
Title I- Federal Stimulus	<u>1,774</u>	<u>-</u>
Total transfers in/out	<u>\$ 2,034</u>	<u>2,034</u>

South Valley Preparatory School

a. The following fund exceeded approved budgetary authority for the year ended June 30, 2011:

Student Activities	
Direct Instruction	\$ 1,054

b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	12,897
Federal Charter School Planning	4,119	-
Teacher Principal Training	1,552	-
Education Job Fund	<u>7,226</u>	<u>-</u>
Total due to/from other funds	<u>\$ 12,897</u>	<u>12,897</u>

c. The following fund reported a deficit fund balance at June 30, 2011.

Teacher Principal Training	\$ (1,552)
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d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
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COMPONENT UNITS (CONTINUED)

Southwest Intermediate Learning Center

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	5,489
Title I	334	-
Teacher/Principal Training	2,995	-
EMSI	<u>2,160</u>	<u>-</u>
Total due to/from other funds	<u>\$ 5,489</u>	<u>5,489</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

Southwest Primary Learning Center

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	5,555
IDEA-B, Entitlement	169	-
Teacher/Principal Training	3,350	-
EMSI	<u>2,036</u>	<u>-</u>
Total due to/from other funds	<u>\$ 5,555</u>	<u>5,555</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
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COMPONENT UNITS (CONTINUED)

Southwest Secondary Learning Center

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	35,036
Title I	1,415	-
EMSI	2,238	-
Dual Credit Instruction	25,908	-
City/County Grants	5,475	-
Total due to/from other funds	<u>\$ 35,036</u>	<u>35,036</u>

- c. No funds reported a deficit fund balance at June 30, 2011.
- d. No funds reported operating transfers for the year ended June 30, 2011.

Taos Academy

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	23,963
Title I-IASA	342	-
IDEA -B, Entitlement	3,856	-
Teacher/Principal Training	1,020	-
Safe & Drug Free School	356	-
Title I Federal Stimulus	42	-
Education Job Fund	12,178	-
Dual Credit	1,026	-
Library GO Bonds	2,972	-
SB 9 Capital Improvements	2,171	-
Total due to/from other funds	<u>\$ 23,963</u>	<u>23,963</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Taos Academy (Continued)

- c. The following fund reported a deficit fund balance at June 30, 2011

Library GO Bond	\$ (508)
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- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	300
Rural Revitalization	<u>300</u>	<u>-</u>
Total transfers in/out	<u>\$ 300</u>	<u>300</u>

Taos Integrated School of the Arts

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	121,655
IDEA -B Entitlement	2,070	-
Education Jobs Fund	3,670	-
Charter School Planning	101,118	-
Public School Capital Outlay	<u>14,797</u>	<u>-</u>
Total due to/from other funds	<u>\$ 121,655</u>	<u>121,655</u>

- c. The following funds reported a deficit fund balance at June 30, 2011:

Title I	<u>\$ (8,941)</u>
Total	<u>\$ (8,941)</u>

- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Tierra Adentro

- a. One fund exceeded approved budgetary authority for the year ended June 30, 2011.

Teacher Principal Training -Instructional	\$ 1,902
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- b. Receivables and payables from interfund transactions as for June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	31,648
Title I	12,176	-
IDEA B	11,523	-
Teacher Principal Training	<u>7,949</u>	<u>-</u>
Total	<u>\$ 31,648</u>	<u>31,648</u>

- c. The following funds reported a deficit fund balance at June 30, 2011:

Instructional Materials	\$ (39,632)
Title I	<u>(5,242)</u>
Total	<u>\$ (44,874)</u>

- d. No funds reported operating transfers for the year ended June 30, 2011.

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NOTES TO THE FINANCIAL STATEMENTS
 Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Village Academy

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2011.
- b. Receivables and payables from interfund transactions as of June 30, 2011 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	-	2,411
Title I-IASA	765	-
Teacher/Principal Training	400	-
Indian Ed Title VII	17	-
SB 9 Capital Outlay	<u>1,229</u>	<u>-</u>
Total due to/from other funds	<u>\$ 2,411</u>	<u>2,411</u>

- c. No funds reported a deficit fund balance at June 30, 2011
- d. The following funds reported operating transfers for the year ended June 30, 2011:

	<u>Transfer In</u>	<u>Transfer Out</u>
Indian Ed Title VII	\$ -	133
Operational	133	-
Beginning Teacher Mentoring	<u>-</u>	<u>6,148</u>
Total transfers in/out	<u>\$ 133</u>	<u>6,281</u>

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NOTES TO THE FINANCIAL STATEMENTS
 Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Fund Balance – Component Units-Transfer In

Component units beginning fund balances follow:

The following schools were authorized as state charter schools beginning July 1, 2010. The following fund balances were transferred in from other districts.

	Net Assets June 30, 2010
Academy of Trades & Technology	\$ 710,663
Albuquerque Institute of Math and Science	347,949
Aldo Leopold Charter School	179,871
Amy Biehl Charter High School	3,753,911
Amy Biehl Charter High School Foundation	122,168
East Mountain High School	446,055
East Mountain High School Foundation	1,326,755
La Promesa Early Learning Center	1,965,309
The Montessori Elementary	191,308
The Montessori Elementary Foundation	552,554
Southwest Intermediate	195,880
Southwest Primary	313,426
Southwest Secondary	743,595
Village Academy	<u>154,083</u>
Total all schools transferred in FY2011	<u>\$ 11,003,527</u>

The following schools had component units that transferred out that did not meet the requirements under State Audit Rule.

Cien Aguas Charter	(1,921)
Cottonwood Classical Charter	(22,739)
Media Arts Collaborative Charter	<u>(4,590)</u>
Total all component units transferred out FY2011	<u>\$ (29,250)</u>
Net Transfer In/Out of Component Units	<u><u>10,974,277</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011

COMPONENT UNITS (CONTINUED)

Fund Balance Reporting

In March 2009, GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* which is effective for financial statements for periods beginning after June 15, 2010. Accordingly the Academy of Trades and Technology, ACE Leadership High School, Albuquerque Institute for Math and Science, Albuquerque School of Excellence, Alma D' Arte Charter School, Amy Biehl High School, Cesar Chavez, Cien Aguas International, East Mountain High School, Horizon Academy West, J. Paul Taylor Academy, Media Arts Collaborative School, North Valley Academy, Southwest Intermediate Learning Center, Southwest Primary Learning Center, Southwest Secondary Learning Center, Albuquerque Sign Language, The International at Mesa Del Sol, Tierra Adentro, Aldo Leopold Charter School, Taos Academy and Taos Integrated School has adopted effective with the 2010-2011 fiscal year. Statement 54 is intended to improve the usefulness of information provided to financial report users about fund balance by providing clearer, more structured fund balance classifications, and by clarifying the definitions of existing governmental fund types.

Fund balance—the difference between assets and liabilities in the governmental fund financial statements—is among the most widely and frequently used information in state and local government financial reports. The GASB developed Statement 54 to address the diversity of practice and the resulting lack of consistency that had evolved in fund balance reporting. To reduce confusion, the new standards establish a hierarchy of fund balance classifications based primarily on the extent to which a government is bound to observe spending constraints imposed upon how resources reported in governmental funds may be used.

Statement 54 distinguishes fund balances based on the relative strength of the constraints that control the purposes for which specific amounts can be spent. Beginning with the most binding constraints, fund balance amounts are reported in the following classifications:

- *Nonspendable*—portion of net resources that cannot be spent because of their form or because they must remain intact such as fund balances associated with inventories or are legally or contractually required to remain intact.
- *Restricted*—amounts constrained by external parties, constitutional provision, or enabling legislation.
- *Committed*—amounts constrained by a government using its highest level of decision-making authority.
- *Assigned*—amounts a government intends to use for a particular purpose. The governing council has designated the responsibility to assign fund balance to its Business and Finance Director.
- *Unassigned*—amounts that are not constrained at all will be reported in the general fund.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June, 30, 2011**

COMPONENT UNITS (CONTINUED)

The new standards also clarify the definitions of individual governmental fund types. It interprets certain terms within the definition of special revenue fund types, while further clarifying the debt service and capital projects fund type definitions. The final standard also specifies how economic stabilization or “rainy-day” amounts should be reported.

COMBINING STATEMENTS OF COMPONENT UNITS

Per New Mexico State Auditor Rule 2.2.2.12C. (5)(c), all charter schools for the Department are presented as major component units on a full accrual basis in the notes to the basic financial statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Academy of Trades & Technology	ACE Leadership High School	Albuquerque Institute for Math & Science	Albuquerque School of Excellence
CURRENT ASSETS:				
Cash and cash equivalents	\$ 228,214	103,230	637,472	\$ 79,954
Receivables				
Due from other governments	200,370	66,193	221,665	41,576
Other	-	-	-	-
Prepaid expenses	26,500	6,250	17,500	5,800
Other Assets	-	-	-	-
TOTAL CURRENT ASSETS	455,084	175,673	876,637	127,330
NON-CURRENT ASSETS:				
Capital assets:				
Furniture, fixtures and equipment	382,550	14,874	13,790	27,566
Building and improvements	480,287	-	-	-
Land Improvements	-	-	-	-
Less: accumulated depreciation	(276,071)	(4,132)	(1,035)	(6,333)
Investment	-	-	-	-
TOTAL NON-CURRENT ASSETS	586,766	10,742	12,755	21,233
TOTAL ASSETS	1,041,850	186,415	889,392	148,563
LIABILITIES AND NET ASSETS:				
CURRENT LIABILITIES:				
Accounts payable	2,086	7,065	-	-
Accrued expenses	9,629	22,331	64,183	45,373
Due to government	-	-	648	25,753
Deferred revenue	126,109	8,536	121,102	34,844
Compensated absences, current	18,166	-	-	-
Funds held for others	-	-	-	-
Other current liabilities - due within one year	-	-	-	-
TOTAL CURRENT LIABILITIES	155,990	37,932	185,933	105,970
NON-CURRENT LIABILITIES:				
Other non-current liabilities due in more than one year	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	-	-	-	-
TOTAL LIABILITIES	155,990	37,932	185,933	105,970
NET ASSETS:				
Invested in capital assets, net of related debt	586,766	10,742	12,755	21,233
Restricted	37,840	110,939	20,794	-
Unrestricted	261,254	26,802	669,910	21,360
TOTAL NET ASSETS	885,860	148,483	703,459	42,593
TOTAL LIABILITIES AND NET ASSETS	1,041,850	186,415	889,392	148,563

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Aldo Leopold Charter School	Alma d'Arte Charter High School	Amy Biehl Charter High School	Cesar Chavez Community School	Cien Aguas International School	Cottonwood Classical Preparatory School
CURRENT ASSETS:						
Cash and cash equivalents	\$ 200,530	\$ 105,085	\$ 481,963	\$ 376,371	396,091	148,117
Receivables						
Due from other governments	4,197	23,654	-	19,704	-	27,054
Other	49,584	35,000	-	-	24,352	-
Prepaid expenses	-	-	-	13,000	-	6,621
Other Assets	-	-	-	-	-	6,677
TOTAL CURRENT ASSETS	254,311	163,739	481,963	409,075	420,443	188,469
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	96,411	134,722	118,683	81,681	63,579	-
Building and improvements	-	-	3,942,339	23,270	-	-
Land Improvements	-	-	33,950	-	-	-
Less: accumulated depreciation	(26,154)	(122,759)	(731,372)	(83,646)	(18,081)	-
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	70,257	11,963	3,363,600	21,305	45,498	-
TOTAL ASSETS	324,568	175,702	3,845,563	430,380	465,941	188,469
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	-	-	-	3,235	-	-
Accrued expenses	129,534	36,562	363	35,626	119,385	166,641
Due to government	-	1,386	715	516	5,943	-
Deferred revenue	-	-	120,835	-	59,159	-
Compensated absences, current	24,600	-	-	-	44,211	-
Funds held for others	-	-	-	336	-	-
Other current liabilities - due within one year	-	-	-	-	-	-
TOTAL CURRENT LIABILITIES	154,134	37,948	121,913	39,713	228,698	166,641
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	-	-	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	-	-	-	-	-	-
TOTAL LIABILITIES	154,134	37,948	121,913	39,713	228,698	166,641
NET ASSETS:						
Invested in capital assets, net of related debt	70,257	11,963	3,363,600	21,305	45,498	-
Restricted	16,259	15,008	15,303	17,691	43,630	15,562
Unrestricted	83,918	110,783	344,747	351,671	148,115	6,266
TOTAL NET ASSETS	170,434	137,754	3,723,650	390,667	237,243	21,828
TOTAL LIABILITIES AND NET ASSETS	324,568	175,702	3,845,563	430,380	465,941	188,469

See Independent Auditors' Report and Notes to Financial Statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Creative Education Preparatory Institute #1	East Mountain High School	Gilbert L. Sena Charter High School	Horizon Academy West	J. Paul Taylor Academy	La Promesa Early Learning Center
CURRENT ASSETS:						
Cash and cash equivalents	7,562	532,685	475,226	398,077	17,144	182,320
Receivables						
Due from other governments	283,730	41,705	-	184,836	24,918	45,279
Other	-	7,184	-	-	-	-
Prepaid expenses	-	12,400	-	-	-	-
Other Assets	-	-	-	-	-	-
TOTAL CURRENT ASSETS	291,292	593,974	475,226	582,913	42,062	227,599
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	-	827,777	99,462	28,084	-	37,959
Building and improvements	-	32,251	-	-	-	2,109,921
Land Improvements	-	-	-	-	-	-
Less: accumulated depreciation	-	(742,211)	(52,194)	(28,084)	-	(349,108)
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	-	117,817	47,268	-	-	1,798,772
TOTAL ASSETS	291,292	711,791	522,494	582,913	42,062	2,026,371
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	-	700	325	-	42,062	-
Accrued expenses	92,447	94,196	9,042	206,342	-	103,227
Due to government	-	-	-	-	-	7,263
Deferred revenue	-	186,626	-	585	-	42,990
Compensated absences, current	18,276	76,481	-	13,726	-	-
Funds held for others	-	-	-	-	-	-
Other current liabilities - due within one year	-	-	-	-	-	-
TOTAL CURRENT LIABILITIES	110,723	358,003	9,367	220,653	42,062	153,480
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	-	-	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	-	-	-	-	-	-
TOTAL LIABILITIES	110,723	358,003	9,367	220,653	42,062	153,480
NET ASSETS:						
Invested in capital assets, net of related debt	-	117,817	47,268	-	-	1,798,772
Restricted	8,627	49,419	20,599	45,367	-	29,603
Unrestricted	171,942	186,552	445,260	316,893	-	44,516
TOTAL NET ASSETS	180,569	353,788	513,127	362,260	-	1,872,891
TOTAL LIABILITIES AND NET ASSETS	291,292	711,791	522,494	582,913	42,062	2,026,371

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Media Arts Collaborative Charter School	New Mexico International School	New Mexico School for The Arts	North Valley Academy	School of Dreams Academy	South Valley Preparatory School
CURRENT ASSETS:						
Cash and cash equivalents	337,343	29,827	42,759	556,224	458,643	133,642
Receivables						
Due from other governments	56,980	-	50,000	103,968	50,441	59,808
Other	-	-	-	-	-	-
Prepaid expenses	-	23,493	-	-	-	41,301
Other Assets	-	-	25,000	-	-	-
TOTAL CURRENT ASSETS	394,323	53,320	117,759	660,192	509,084	234,751
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	36,431	-	90,198	9,911	202,984	-
Building and improvements	1,588,531	-	-	91,474	-	-
Land Improvements	-	-	-	-	-	-
Less: accumulated depreciation	(90,381)	-	(14,314)	(75,455)	(75,925)	-
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	1,534,581	-	75,884	25,930	127,059	-
TOTAL ASSETS	1,928,904	53,320	193,643	686,122	636,143	234,751
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	-	20,583	-	52,048	-	5,754
Accrued expenses	100,198	-	84,830	354,840	151,122	34,122
Due to government	-	-	-	-	3,728	37
Deferred revenue	-	-	-	-	-	58,354
Compensated absences, current	-	-	-	5,097	-	-
Funds held for others	-	-	-	-	-	-
Other current liabilities - due within one year	99,879	-	-	-	-	-
TOTAL CURRENT LIABILITIES	200,077	20,583	84,830	411,985	154,850	98,267
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	889,587	-	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	889,587	-	-	-	-	-
TOTAL LIABILITIES	1,089,664	20,583	84,830	411,985	154,850	98,267
NET ASSETS:						
Invested in capital assets, net of related debt	545,115	-	75,884	25,930	139,368	-
Restricted	20,252	32,737	28,152	75,699	6,022	42,552
Unrestricted	273,873	-	4,777	172,508	335,903	93,932
TOTAL NET ASSETS	839,240	32,737	108,813	274,137	481,293	136,484
TOTAL LIABILITIES AND NET ASSETS	1,928,904	53,320	193,643	686,122	636,143	234,751

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Southwest Intermediate Learning Center	Southwest Primary Learning Center	Southwest Secondary Learning Center	Taos Academy	Taos Integrated School of The Arts	The Albuquerque Sign Language Academy
CURRENT ASSETS:						
Cash and cash equivalents	298,421	322,128	656,276	305,446	53,708	\$ 38,484
Receivables						
Due from other governments	5,489	5,555	56,165	25,140	97,900	55,772
Other	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	47,243	20,344
Other Assets	-	-	-	4,000	6,000	-
TOTAL CURRENT ASSETS	303,910	327,683	712,441	334,586	204,851	114,600
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	155,776	219,996	972,423	12,344	10,915	10,527
Building and improvements	14,151	13,536	42,662	-	-	-
Land Improvements	-	2,800	-	-	-	-
Less: accumulated depreciation	(139,793)	(120,207)	(893,596)	(5,538)	(728)	(1,755)
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	30,134	116,125	121,489	6,806	10,187	8,772
TOTAL ASSETS	334,044	443,808	833,930	341,392	215,038	123,372
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	59,547	-	-	-	8,941	16,149
Accrued expenses	-	-	-	94,239	32,113	55,613
Due to government	-	-	34,621	3,002	20,198	1,922
Deferred revenue	-	59,547	151,574	-	-	8,718
Compensated absences, current	17,668	16,894	18,994	22,079	-	-
Funds held for others	-	-	-	-	-	-
Other current liabilities - due within one year	-	-	-	-	-	-
TOTAL CURRENT LIABILITIES	77,215	76,441	205,189	119,320	61,252	82,402
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	-	-	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	-	-	-	-	-	-
TOTAL LIABILITIES	77,215	76,441	205,189	119,320	61,252	82,402
NET ASSETS:						
Invested in capital assets, net of related debt	30,134	116,125	121,489	6,806	10,187	8,772
Restricted	12,808	5,312	74,927	4,294	32,741	23,178
Unrestricted	213,887	245,930	432,325	210,972	110,858	9,020
TOTAL NET ASSETS	256,829	367,367	628,741	222,072	153,786	40,970
TOTAL LIABILITIES AND NET ASSETS	334,044	443,808	833,930	341,392	215,038	123,372

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	The ASK Academy	The Great Academy	The International School at Mesa del Sol	The MASTERS Program	The Montessori Elementary	The New America School
CURRENT ASSETS:						
Cash and cash equivalents	\$ 121,186	\$ 7,756	122,384	321,132	416,847	571,244
Receivables						
Due from other governments	15,082	314,317	21,055	37,398	3,450	113,094
Other	-	-	-	6,782	-	6,524
Prepaid expenses	20,000	45,000	-	-	54,990	-
Other Assets	-	-	-	-	-	-
TOTAL CURRENT ASSETS	156,268	367,073	143,439	365,312	475,287	690,862
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	6,416	-	66,946	-	-	100,593
Building and improvements	-	-	117,836	-	94,151	28,096
Land Improvements	-	-	-	-	-	-
Less: accumulated depreciation	(963)	-	(22,265)	-	(18,515)	(59,561)
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	5,453	-	162,517	-	75,636	69,128
TOTAL ASSETS	161,721	367,073	305,956	365,312	550,923	759,990
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	69,958	99,997	-	-	-	-
Accrued expenses	14,942	5,298	64,126	53,994	145,629	181,465
Due to government	-	-	-	26,597	4,271	-
Deferred revenue	46,970	-	23	-	173,305	-
Compensated absences, current	-	-	-	-	-	-
Funds held for others	-	-	-	-	-	-
Other current liabilities - due within one year	-	-	39,590	-	-	-
TOTAL CURRENT LIABILITIES	131,870	105,295	103,739	80,591	323,205	181,465
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	-	-	39,593	-	-	-
TOTAL NON-CURRENT LIABILITIES	-	-	39,593	-	-	-
TOTAL LIABILITIES	131,870	105,295	143,332	80,591	323,205	181,465
NET ASSETS:						
Invested in capital assets, net of related debt	5,453	-	83,334	-	75,636	69,128
Restricted	35,493	187,831	40,354	11,782	91,964	27,284
Unrestricted	(11,095)	73,947	38,936	272,939	60,118	482,113
TOTAL NET ASSETS	29,851	261,778	162,624	284,721	227,718	578,525
TOTAL LIABILITIES AND NET ASSETS	161,721	367,073	305,956	365,312	550,923	759,990

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	Tierra Adentro	Village Academy	Sub-Total Charters	Academy of Trades & Technology Foundation	Amy Biehl Charter High School Foundation	Cesar Chavez Community School Foundation
CURRENT ASSETS:						
Cash and cash equivalents	120,408	143,537	9,427,436	25,901	134,411	21,378
Receivables						
Due from other governments	26,406	2,394	2,235,295	-	-	-
Other	-	-	179,426	-	15,001	-
Prepaid expenses	11,428	-	351,870	120	-	-
Other Assets	-	-	41,677	23,893	-	-
TOTAL CURRENT ASSETS	158,242	145,931	12,235,704	49,914	149,412	21,378
NON-CURRENT ASSETS:						
Capital assets:						
Furniture, fixtures and equipment	31,179	23,881	3,877,658	-	-	-
Building and improvements	-	-	8,578,505	1,300,000	-	2,377,167
Land Improvements	-	-	36,750	-	-	-
Less: accumulated depreciation	(6,119)	(18,309)	(3,984,604)	(11,111)	-	(60,953)
Investment	-	-	-	-	-	-
TOTAL NON-CURRENT ASSETS	25,060	5,572	8,508,309	1,288,889	-	2,316,214
TOTAL ASSETS	183,302	151,503	20,744,013	1,338,803	149,412	2,337,592
LIABILITIES AND NET ASSETS:						
CURRENT LIABILITIES:						
Accounts payable	3,297	-	391,747	25,000	7,047	-
Accrued expenses	48,760	2,836	2,559,008	-	-	-
Due to government	-	13,586	150,186	-	-	-
Deferred revenue	56,038	-	1,255,315	-	-	-
Compensated absences, current	-	-	276,192	-	-	-
Funds held for others	-	-	336	-	-	-
Other current liabilities - due within one year	-	-	139,469	47,473	-	229,287
TOTAL CURRENT LIABILITIES	108,095	16,422	4,772,253	72,473	7,047	229,287
NON-CURRENT LIABILITIES:						
Other non-current liabilities due in more than one year	-	-	929,180	1,225,947	-	1,936,807
TOTAL NON-CURRENT LIABILITIES	-	-	929,180	1,225,947	-	1,936,807
TOTAL LIABILITIES	108,095	16,422	5,701,433	1,298,420	7,047	2,166,094
NET ASSETS:						
Invested in capital assets, net of related debt	25,060	5,572	7,451,969	15,469	-	150,120
Restricted	15,391	17,083	1,232,497	-	-	21,378
Unrestricted	34,756	112,426	6,358,114	24,914	142,365	-
TOTAL NET ASSETS	75,207	135,081	15,042,580	40,383	142,365	171,498
TOTAL LIABILITIES AND NET ASSETS	183,302	151,503	20,744,013	1,338,803	149,412	2,337,592

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ASSETS -
CHARTER SCHOOLS
As of June 30, 2011

	East Mountain High School Foundation	The Montessori Elementary Foundation	Total
CURRENT ASSETS:			
Cash and cash equivalents	352,804	42,077	10,004,007
Receivables			
Due from other governments	-		2,235,295
Other	-	-	194,427
Prepaid expenses	-	-	351,990
Other Assets	-	-	65,570
TOTAL CURRENT ASSETS	352,804	42,077	12,851,289
NON-CURRENT ASSETS:			
Capital assets:			
Furniture, fixtures and equipment	-	-	3,877,658
Building and improvements	3,854,981	4,336,122	20,446,775
Land Improvements	-	-	36,750
Less: accumulated depreciation	(817,857)	(333,548)	(5,208,073)
Investment	77,129	-	77,129
TOTAL NON-CURRENT ASSETS	3,114,253	4,002,574	19,230,239
TOTAL ASSETS	3,467,057	4,044,651	32,081,528
LIABILITIES AND NET ASSETS:			
CURRENT LIABILITIES:			
Accounts payable	23,770	-	447,564
Accrued expenses	-	-	2,559,008
Due to government	-	-	150,186
Deferred revenue	-	54,990	1,310,305
Compensated absences, current	-	-	276,192
Funds held for others	62,678	-	63,014
Other current liabilities - due within one year	206,529	502,561	1,125,319
TOTAL CURRENT LIABILITIES	292,977	557,551	5,931,588
NON-CURRENT LIABILITIES:			
Other non-current liabilities due in more than one year	1,686,591	2,574,785	8,353,310
TOTAL NON-CURRENT LIABILITIES	1,686,591	2,574,785	8,353,310
TOTAL LIABILITIES	1,979,568	3,132,336	14,284,898
NET ASSETS:			
Invested in capital assets, net of related debt	1,144,004	925,228	9,686,790
Restricted	-	-	1,253,875
Unrestricted	343,485	(12,913)	6,855,965
TOTAL NET ASSETS	1,487,489	912,315	17,796,630
TOTAL LIABILITIES AND NET ASSETS	3,467,057	4,044,651	32,081,528

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	Academy of Trades & Technology	ACE Leadership High School	Albuquerque Institute for Math & Science	Albuquerque School of Excellence	Aldo Leopold Charter School	Alma d'Arte Charter School
PROGRAM EXPENSES:						
School activities	2,130,686	1,862,474	2,176,735	1,701,513	1,271,640	1,836,245
PROGRAM REVENUES:						
Charges for services	728	2,185	4,709	12,053	22,303	23,795
Operating grants and contributions	196,501	710,388	73,180	354,569	147,145	196,934
Capital grants and contributions	148,332	67,418	153,746	151,580	62,076	129,201
TOTAL PROGRAM REVENUES	345,561	779,991	231,635	518,202	231,524	349,930
NET PROGRAM (EXPENSE) REVENUES	(1,785,125)	(1,082,483)	(1,945,100)	(1,183,311)	(1,040,116)	(1,486,315)
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	1,960,322	1,072,526	2,298,746	1,112,680	1,030,296	1,559,457
Property taxes	-	-	1,862	-	-	-
Interest Income	-	-	2	-	383	-
Miscellaneous	-	117,201	-	35	-	11,323
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
Transfers in / out	-	-	-	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	1,960,322	1,189,727	2,300,610	1,112,715	1,030,679	1,570,780
CHANGE IN NET ASSETS	175,197	107,244	355,510	(70,596)	(9,437)	84,465
NET ASSETS, BEGINNING (DEFICIT)	-	41,239	-	113,189	-	53,289
Transfer in (out) of Component Unit	710,663	-	347,949	-	179,871	-
NET ASSETS, ENDING	885,860	148,483	703,459	42,593	170,434	137,754

See Independent Auditors' Report and Notes to Financial Statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	Amy Biehl Charter High School	Cesar Chavez Community School	Cien Aguas International School	Cottonwood Classical Preparatory School	Creative Education Preparatory Institute #1	East Mountain High School
PROGRAM EXPENSES:						
School activities	2,907,929	2,095,928	1,679,943	2,952,758	1,822,946	3,214,114
PROGRAM REVENUES:						
Charges for services	12,859	1,697	7,226	6,999	2,300	-
Operating grants and contributions	247,463	221,641	87,893	171,051	221,948	163,781
Capital grants and contributions	26,139	123,477	90,587	178,648	131,724	251,658
TOTAL PROGRAM REVENUES	286,461	346,815	185,706	356,698	355,972	415,439
NET PROGRAM (EXPENSE) REVENUES	(2,621,468)	(1,749,113)	(1,494,237)	(2,596,060)	(1,466,974)	(2,798,675)
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	2,487,545	1,895,510	1,406,937	2,695,463	1,701,429	2,418,669
Property taxes	43,207	-	-	-	-	5,381
Interest Income	-	-	-	-	-	-
Miscellaneous	60,455	1,799	27,502	-	2,901	282,358
Gain (Loss) on the disposal of assets	-	(34,439)	-	-	-	-
Transfers in / out	-	-	-	(22,403)	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	2,591,207	1,862,870	1,434,439	2,673,060	1,704,330	2,706,408
CHANGE IN NET ASSETS	(30,261)	113,757	(59,798)	77,000	237,356	(92,267)
NET ASSETS, BEGINNING (DEFICIT)	-	276,910	298,962	(32,433)	(56,787)	-
Transfer in (out) of Component Unit	3,753,911	-	(1,921)	(22,739)	-	446,055
NET ASSETS, ENDING	3,723,650	390,667	237,243	21,828	180,569	353,788

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	Gilbert L. Sena Charter High School	Horizon Academy West	J. Paul Taylor Academy	La Promesa Early Learning Center	Media Arts Collaborative Charter School	New Mexico International School
PROGRAM EXPENSES:						
School activities	2,018,115	3,404,189	66,007	2,146,959	1,970,469	105,698
	-					
PROGRAM REVENUES:						
Charges for services	1,464	82,491	-	9,494	10,285	-
Operating grants and contributions	191,894	613,223	66,007	447,447	177,937	138,435
Capital grants and contributions	174,479	321,218	-	18,968	132,452	-
TOTAL PROGRAM REVENUES	367,837	1,016,932	66,007	475,909	320,674	138,435
NET PROGRAM (EXPENSE) REVENUES	(1,650,278)	(2,387,257)	-	(1,671,050)	(1,649,795)	32,737
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	1,743,228	2,543,121	-	1,488,909	1,693,765	-
Property taxes	-	-	-	37,648	-	-
Interest Income	87	-	-	-	373	-
Miscellaneous	500	7,123	-	52,075	11,778	-
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
Transfers in / out	-	-	-	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	1,743,815	2,550,244	-	1,578,632	1,705,916	-
CHANGE IN NET ASSETS	93,537	162,987	-	(92,418)	56,121	32,737
NET ASSETS, BEGINNING (DEFICIT)	419,590	199,273	-	-	787,709	-
Transfer in (out) of Component Unit	-	-	-	1,965,309	(4,590)	-
NET ASSETS, ENDING	513,127	362,260	-	1,872,891	839,240	32,737

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	New Mexico School for The Arts	North Valley Academy	School of Dreams Academy	South Valley Preparatory School	Southwest Intermediate Learning Center	Southwest Primary Learning Center
PROGRAM EXPENSES:						
School activities	1,979,508	3,622,032	2,020,243	1,160,599	962,002	1,059,176
PROGRAM REVENUES:						
Charges for services	37,298	44,808	-	4,544	2,731	-
Operating grants and contributions	97,858	708,737	160,535	275,542	69,159	243,487
Capital grants and contributions	95,279	353,400	106,467	44,575	80,843	75,790
TOTAL PROGRAM REVENUES	230,435	1,106,945	267,002	324,661	152,733	319,277
NET PROGRAM (EXPENSE) REVENUES	(1,749,073)	(2,515,087)	(1,753,241)	(835,938)	(809,269)	(739,899)
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	1,207,415	2,708,585	1,912,483	663,756	869,410	792,988
Property taxes	-	-	-	-	-	-
Interest Income	-	-	-	-	808	852
Miscellaneous	602,756	2,518	291	-	-	-
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
Transfers in / out	-	-	-	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	1,810,171	2,711,103	1,912,774	663,756	870,218	793,840
CHANGE IN NET ASSETS	61,098	196,016	159,533	(172,182)	60,949	53,941
NET ASSETS, BEGINNING (DEFICIT)	47,715	78,121	321,760	308,666	-	-
Transfer in (out) of Component Unit	-	-	-	-	195,880	313,426
NET ASSETS, ENDING	108,813	274,137	481,293	136,484	256,829	367,367

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	Southwest Secondary Learning Center	Taos Academy	Taos Integrated School of The Arts	The Albuquerque Sign Language Academy	The ASK Academy	The Great Academy
PROGRAM EXPENSES:						
School activities	2,682,383	1,439,839	951,349	1,150,649	1,624,090	395,546
PROGRAM REVENUES:						
Charges for services	-	2,350	6,799	1,494	4,620	-
Operating grants and contributions	274,373	108,224	287,408	407,754	455,528	568,027
Capital grants and contributions	198,498	70,021	63,519	26,950	79,399	-
TOTAL PROGRAM REVENUES	472,871	180,595	357,726	436,198	539,547	568,027
NET PROGRAM (EXPENSE) REVENUES	(2,209,512)	(1,259,244)	(593,623)	(714,451)	(1,084,543)	172,481
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	2,070,404	1,330,478	692,188	657,230	1,104,962	89,297
Property taxes	-	-	-	-	-	-
Interest Income	2,227	362	-	-	-	-
Miscellaneous	22,027	-	-	23,513	-	-
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
Transfers in / out	-	-	-	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	2,094,658	1,330,840	692,188	680,743	1,104,962	89,297
CHANGE IN NET ASSETS	(114,854)	71,596	98,565	(33,708)	20,419	261,778
NET ASSETS, BEGINNING (DEFICIT)	-	150,476	55,221	74,678	9,432	-
Transfer in (out) of Component Unit	743,595	-	-	-	-	-
NET ASSETS, ENDING	628,741	222,072	153,786	40,970	29,851	261,778

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	The International School at Mesa del Sol	The MASTERS Program	The Montessori Elementary	The New America School	Tierra Adentro	Village Academy
PROGRAM EXPENSES:						
School activities	1,127,014	1,261,416	2,586,559	2,929,252	1,992,587	678,646
PROGRAM REVENUES:						
Charges for services	10,858	-	1,619	229	246	4,748
Operating grants and contributions	104,960	199,379	139,596	361,010	461,088	59,374
Capital grants and contributions	38,984	69,998	234,588	160,603	113,324	39,846
TOTAL PROGRAM REVENUES	154,802	269,377	375,803	521,842	574,658	103,968
NET PROGRAM (EXPENSE) REVENUES	(972,212)	(992,039)	(2,210,756)	(2,407,410)	(1,417,929)	(574,678)
GENERAL REVENUES AND TRANSFERS:						
State equalization guarantee	894,432	1,186,165	1,973,911	2,584,467	1,437,335	553,743
Property taxes			2,244		-	-
Interest Income	5	-	-	-	-	-
Miscellaneous	146,902	5,635	271,011	-	200	8,081
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
Transfers in / out	(4,097)	-	-	-	-	(6,148)
TOTAL GENERAL REVENUES AND TRANSFERS	1,037,242	1,191,800	2,247,166	2,584,467	1,437,535	555,676
CHANGE IN NET ASSETS	65,030	199,761	36,410	177,057	19,606	(19,002)
NET ASSETS, BEGINNING (DEFICIT)	97,594	84,960	-	401,468	55,601	-
Transfer in (out) of Component Unit	-	-	191,308	-	-	154,083
NET ASSETS, ENDING	162,624	284,721	227,718	578,525	75,207	135,081

See Independent Auditors' Report and Notes to Financials

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COMBINING STATEMENT OF NET ACTIVITIES -
CHARTER SCHOOLS
As of June 30, 2011

	Sub-Total Charters	Academy of Trades & Technology Foundation	Amy Biehl Charter School Foundation	Cesar Chavez Community School Foundation	East Mountain High School Foundation	The Montessori Elementary Foundation	Total
PROGRAM EXPENSES:							
School activities	64,987,238	140,367	116,971	171,562	333,667	314,656	66,064,461
PROGRAM REVENUES:							
Charges for services	322,932	-	-	-	-	-	322,932
Operating grants and contributions	9,409,476	-	-	-	493,966	-	9,903,442
Capital grants and contributions	4,013,787	-	-	-	-	-	4,013,787
TOTAL PROGRAM REVENUES	13,746,195	-	-	-	493,966	-	14,240,161
NET PROGRAM (EXPENSE) REVENUES	(51,241,043)	(140,367)	(116,971)	(171,562)	160,299	(314,656)	(51,824,300)
GENERAL REVENUES AND TRANSFERS:							
State equalization guarantee	51,837,852	-	-	-	-	-	51,837,852
Property taxes	90,342	-	-	-	-	-	90,342
Interest Income	5,099	-	-	-	435	-	5,534
Miscellaneous	1,657,984	180,750	137,168	343,060	-	674,417	2,993,379
Gain (Loss) on the disposal of assets	(34,439)	-	-	-	-	-	(34,439)
Transfers in / out	(32,648)	-	-	-	-	-	(32,648)
TOTAL GENERAL REVENUES AND TRANSFERS	53,524,190	180,750	137,168	343,060	435	674,417	54,860,020
CHANGE IN NET ASSETS	2,283,147	40,383	20,197	171,498	160,734	359,761	3,035,720
NET ASSETS, BEGINNING (DEFICIT)	3,786,633	-	-	-	-	-	3,786,633
Transfer in (out) of Component Unit	8,972,800	-	122,168	-	1,326,755	552,554	10,974,277
NET ASSETS, ENDING	15,042,580	40,383	142,365	171,498	1,487,489	912,315	17,796,630

See Independent Auditors' Report and Notes to Financials

**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME IV

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities	Component Unit
ASSETS		
Cash and cash equivalents	228,214	25,901
Receivables		
Due from other governments	200,370	-
Other	-	23,893
Prepaid	26,500	120
Total current assets	455,084	49,914
Capital assets		
Building and Leasehold improvements	480,287	1,300,000
Furniture, fixtures and equipment	382,550	-
Less: accumulated depreciation	(276,071)	(11,111)
Total noncurrent assets	586,766	1,288,889
Total assets	\$ 1,041,850	\$ 1,338,803
LIABILITIES AND NET ASSETS		
Accounts payable	2,086	25,000
Accrued salaries	9,629	-
Deferred revenue	126,109	-
Current portion of long-term debt	-	47,473
Current portion of compensated absences	18,166	-
Total current liabilities	155,990	72,473
Noncurrent liabilities:		
Due in more than one year	-	1,225,947
Total liabilities	155,990	1,298,420
Invested in capital assets, net of related debt	586,766	15,469
Restricted for:		
Other	37,840	-
Unrestricted	261,254	24,914
Total net assets	885,860	40,383
Total liabilities and net assets	\$ 1,041,850	\$ 1,338,803

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 88,679	\$ 7,746	\$ -	\$ -
Accounts receivable				
Due from other governments	114,000	-	576	5,176
Due from other funds	95,066	-	-	-
Prepaid Expenses	26,500	-	-	-
<i>Total assets</i>	<u>324,245</u>	<u>7,746</u>	<u>576</u>	<u>5,176</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	2,086	-	-
Accrued expenses	8,945	-	-	339
Due to other funds	-	-	9,956	4,837
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>8,945</u>	<u>2,086</u>	<u>9,956</u>	<u>5,176</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	26,500	-	-	-
Restricted	-	5,660	-	-
Assigned	220,000	-	-	-
Unassigned (deficit)	68,800	-	(9,380)	-
<i>Total fund balance (deficit)</i>	<u>315,300</u>	<u>5,660</u>	<u>(9,380)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 324,245</u>	<u>\$ 7,746</u>	<u>\$ 576</u>	<u>\$ 5,176</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	SEG Federal Stimulus 25250	Education Job Fund 25255	Family & Youth Program 27140	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102
\$ -	\$ -	\$ -	\$ 675	\$ 5,857	\$ 750
6,331	29,740	7,464	-	-	-
-	-	-	-	-	-
<u>6,331</u>	<u>29,740</u>	<u>7,464</u>	<u>675</u>	<u>5,857</u>	<u>750</u>
-	-	-	-	-	-
18	-	327	-	-	-
6,313	29,740	7,137	-	-	-
-	-	-	-	1,602	-
<u>6,331</u>	<u>29,740</u>	<u>7,464</u>	<u>-</u>	<u>1,602</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	675	4,255	750
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>675</u>	<u>4,255</u>	<u>750</u>
<u>\$ 6,331</u>	<u>\$ 29,740</u>	<u>\$ 7,464</u>	<u>\$ 675</u>	<u>\$ 5,857</u>	<u>\$ 750</u>

Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ 124,507	\$ 228,214
37,083	-	200,370
-	-	95,066
-	-	26,500
<u>37,083</u>	<u>124,507</u>	<u>550,150</u>
-	-	2,086
-	-	9,629
37,083	-	95,066
-	124,507	126,109
<u>37,083</u>	<u>124,507</u>	<u>232,890</u>
-	-	26,500
-	-	11,340
-	-	220,000
-	-	59,420
-	-	317,260
<u>\$ 37,083</u>	<u>\$ 124,507</u>	<u>\$ 550,150</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 317,260
Compensated Absences	(18,166)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>586,766</u>
Net Assets-total Governmental Activities	<u><u>\$ 885,860</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 3,817	\$ -	\$ -	\$ -
State grant	1,892,453	6,288	-	-
Federal grant	-	-	20,702	70,810
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,896,270</u>	<u>6,288</u>	<u>20,702</u>	<u>70,810</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	671,034	61,098	-	70,371
Support Services				
Students	109,733	-	-	-
Instruction	-	-	-	-
General Administration	25,476	-	-	-
School Administration	396,859	-	-	-
Central Services	134,580	-	-	-
Operation & Maintenance of Plant	235,416	-	-	-
Student Transportation	8,920	-	-	-
Community Services Operations	1,219	-	-	251
Food Services Operations	-	-	30,127	-
Capital outlay	334,753	-	-	-
<i>Total expenditures</i>	<u>1,917,990</u>	<u>61,098</u>	<u>30,127</u>	<u>70,622</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(21,720)</u>	<u>(54,810)</u>	<u>(9,425)</u>	<u>188</u>
<i>Other financing sources (uses):</i>				
Operating transfers	188	-	-	(188)
<i>Total other financing sources (uses)</i>	<u>188</u>	<u>-</u>	<u>-</u>	<u>(188)</u>
<i>Net changes in fund balances</i>	<u>(21,532)</u>	<u>(54,810)</u>	<u>(9,425)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>336,832</u>	<u>60,470</u>	<u>45</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 315,300</u>	<u>\$ 5,660</u>	<u>\$ (9,380)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	SEG Federal Stimulus 25250	Education Job Fund 25255	Family & Youth Program 27140	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 750
-	-	-	-	-	-
39,735	67,869	55,127	-	-	-
-	-	-	-	-	-
<u>39,735</u>	<u>67,869</u>	<u>55,127</u>	<u>-</u>	<u>-</u>	<u>750</u>
39,735	-	55,127	-	-	750
-	-	-	-	-	-
-	-	-	-	2,600	-
-	-	-	-	-	-
-	-	-	-	-	-
-	67,869	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>39,735</u>	<u>67,869</u>	<u>55,127</u>	<u>-</u>	<u>2,600</u>	<u>750</u>
-	-	-	-	(2,600)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	(2,600)	-
-	-	-	675	6,855	750
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 675</u>	<u>\$ 4,255</u>	<u>\$ 750</u>

The accompanying notes are an integral part of these financial statements

Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ -	\$ 4,567
148,332	-	2,047,073
-	-	254,243
-	-	-
<u>148,332</u>	<u>-</u>	<u>2,305,883</u>
-	-	898,115
-	-	109,733
-	-	2,600
-	-	25,476
-	-	396,859
-	-	134,580
-	-	303,285
-	-	8,920
-	-	1,470
-	-	30,127
<u>148,332</u>	<u>-</u>	<u>483,085</u>
<u>148,332</u>	<u>-</u>	<u>2,394,250</u>
-	-	(88,367)
-	-	-
-	-	-
-	-	(88,367)
-	-	405,627
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 317,260</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (88,367)
Change in Compensated Absences	11,456
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	(86,280)
Capital Outlays	338,388
	252,108
Change in Net Assets-total Governmental Activities	\$ 175,197

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 3,817	\$ 3,817
State grants	1,946,705	1,892,453	1,892,453	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,946,705</u>	<u>1,892,453</u>	<u>1,896,270</u>	<u>3,817</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	946,098	852,558	726,102	126,456
Support Services				
Students	153,306	153,306	109,733	43,573
Instruction	-	-	-	-
General Administration	41,500	41,500	25,476	16,024
School Administration	466,576	429,566	396,859	32,707
Central Services	161,801	154,530	134,580	19,950
Operation & Maintenance of Plant	316,415	286,474	235,416	51,058
Student Transportation	16,900	13,950	8,920	5,030
Food Services Operations	17,500	-	-	-
Community Services Operations	9,000	6,000	1,219	4,781
Capital outlay	187,609	359,559	334,753	24,806
<i>Total expenditures</i>	<u>2,316,705</u>	<u>2,297,443</u>	<u>1,973,058</u>	<u>324,385</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(370,000)</u>	<u>(404,990)</u>	<u>(76,788)</u>	<u>328,202</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(22,246)	(22,246)
Designated Cash	370,000	404,990	-	(404,990)
<i>Total other financing sources (uses)</i>	<u>370,000</u>	<u>404,990</u>	<u>(22,246)</u>	<u>(427,236)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(99,034)</u>	<u>(99,034)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>427,419</u>	<u>427,419</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 328,385</u>	<u>\$ 328,385</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>77,502</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (21,532)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	7,736	7,736	8,374	638
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	7,736	7,736	8,374	638
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	47,736	68,206	61,098	7,108
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	47,736	68,206	61,098	7,108
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(40,000)	(60,470)	(52,724)	7,746
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	40,000	60,470	-	(60,470)
<i>Total other financing sources (uses)</i>	40,000	60,470	-	(60,470)
<i>Net changes in fund balances</i>	-	-	(52,724)	(52,724)
<i>Cash or fund balance, beginning of year</i>	-	-	60,470	60,470
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 7,746	\$ 7,746
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,086)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (54,810)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	32,500	32,500	20,126	(12,374)
Interest	-	-	-	-
<i>Total revenues</i>	32,500	32,500	20,126	(12,374)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	32,500	32,500	30,127	2,373
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	32,500	32,500	30,127	2,373
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(10,001)	(10,001)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(10,001)	(10,001)
<i>Cash or fund balance, beginning of year</i>	-	-	45	45
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (9,956)	\$ (9,956)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			576	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (9,425)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	98,818	71,359	65,634	(5,725)
Interest	-	-	-	-
<i>Total revenues</i>	98,818	71,359	65,634	(5,725)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	98,818	70,559	70,559	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	800	63	737
Capital outlay	-	-	-	-
<i>Total expenditures</i>	98,818	71,359	70,622	737
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(4,988)	(4,988)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(188)	(188)
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(188)	(188)
<i>Net changes in fund balances</i>	-	-	(5,176)	(5,176)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (5,176)	\$ (5,176)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,176	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	39,735	39,735	48,802	9,067
Interest	-	-	-	-
<i>Total revenues</i>	39,735	39,735	48,802	9,067
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	39,735	39,735	39,735	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	39,735	39,735	39,735	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	9,067	9,067
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	9,067	9,067
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(15,398)	(15,398)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (6,331)	\$ (6,331)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(9,067)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	19,972	20,460	148,425	127,965
Interest	-	-	-	-
<i>Total revenues</i>	19,972	20,460	148,425	127,965
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	19,972	44,780	68,479	(23,699)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	19,972	44,780	68,479	(23,699)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(24,320)	79,946	104,266
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	24,320	-	(24,320)
<i>Total other financing sources (uses)</i>	-	24,320	-	(24,320)
<i>Net changes in fund balances</i>	-	-	79,946	79,946
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(109,686)	(109,686)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (29,740)	\$ (29,740)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(80,556)	
Adjustments to expenditures			610	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	55,127	47,663	(7,464)
Interest	-	-	-	-
<i>Total revenues</i>	-	55,127	47,663	(7,464)
<i>Expenditures:</i>				
Current:				
Instruction	-	55,127	55,127	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	55,127	55,127	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(7,464)	(7,464)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(7,464)	(7,464)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,464)	\$ (7,464)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,464	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
FAMILY & YOUTH PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>675</u>	<u>675</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 675</u>	<u>\$ 675</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
BEGINNING TEACHER MENTORING PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	8,457	2,600	5,857
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>8,457</u>	<u>2,600</u>	<u>5,857</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(8,457)</u>	<u>(2,600)</u>	<u>5,857</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	8,457	-	(8,457)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>8,457</u>	<u>-</u>	<u>(8,457)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,600)</u>	<u>(2,600)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,457</u>	<u>8,457</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,857</u>	<u>\$ 5,857</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (2,600)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
PRIVATE DIR. GRANTS (CATEGORICAL)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 750	\$ 750	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>750</u>	<u>750</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	750	750	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>750</u>	<u>750</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>750</u>	<u>750</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 750</u>	<u>\$ 750</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	148,332	111,249	(37,083)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>148,332</u>	<u>111,249</u>	<u>(37,083)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	148,332	148,332	-
<i>Total expenditures</i>	<u>-</u>	<u>148,332</u>	<u>148,332</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(37,083)</u>	<u>(37,083)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(37,083)</u>	<u>(37,083)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,083)</u>	<u>\$ (37,083)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			37,083	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ 137,595	\$ 124,507	\$ (13,088)
Local and county grants	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	137,595	124,507	(13,088)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	137,595	-	137,595
<i>Total expenditures</i>	-	137,595	-	137,595
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	124,507	124,507
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	124,507	124,507
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 124,507	\$ 124,507
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(124,507)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 9,688</u>
<i>Total assets</i>	<u><u>9,688</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>9,688</u>
<i>Total liabilities</i>	<u><u>\$ 9,688</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 6,431	12,185	8,928	\$ 9,688
Total assets	\$ 6,431	\$ 12,185	\$ 8,928	\$ 9,688
LIABILITIES				
Deposits held for others	\$ 6,431	12,185	8,928	\$ 9,688
Total liabilities	\$ 6,431	\$ 12,185	\$ 8,928	\$ 9,688

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES AND TECHNOLOGY
SCHEDULE OF DEPOSITS AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u></u>
Checking - Operational	<u>\$ 272,337</u>
Total On Deposit	272,337
Reconciling Items	<u>(34,435)</u>
Reconciled Balance June 30, 2011	<u><u>237,902</u></u>
Less Agency Funds:	<u>9,688</u>
Per Exhibit A-1	<u><u>\$ 228,214</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACADEMY OF TRADES & TECHNOLOGY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ 264,456 *	\$ 60,470	\$ 45	\$ 6,431	\$ - *
Add:					
2010-11 revenues	1,896,270	8,374	20,126	12,185	145,170
Loans from other funds	-	-	-	-	-
Total cash available	2,160,726	68,844	20,171	18,616	145,170
Less:					
2010-11 expenditures	(1,973,060)	(61,098)	(30,127)	(8,928)	(110,545)
Permanent Cash Transfer	(24,090)	-	11,000	-	13,090
Prior year outstanding loans	162,963	-	-	-	(54,946)
Receivables/Payables	(238,903)	-	-	-	7,231
Cash, June 30, 2011	87,636 **	7,746	1,044	9,688	- **
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(83,878)	-	(1,044)	-	10,962
Unallocated Difference	84,921	-	-	-	(10,962)
Cash per Books	88,679	7,746	-	9,688	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	142,743	(2,086)	(10,424)	-	10,962
Unallocated Difference	84,921	-	-	-	(10,962)
Fund Balance, Modified Accrual Bas	315,300	5,660	(9,380)	9,688	-

* Balance does not agree to the prior financial statements cash balance

** Balance does not agree to General Ledger

Federal Direct Fund 25000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total
\$ -	\$ 9,864 *	\$ 750	\$ -	\$ -	\$ 342,016
196,087	-	750	111,249	124,507	2,514,718
-	-	-	-	-	-
196,087	9,864	1,500	111,249	124,507	2,856,734
(123,605)	(2,600)	(750)	(148,332)	-	(2,459,045)
-	-	-	-	-	-
(108,017)	-	-	-	-	-
35,535	(732)	-	37,083	-	(159,786)
-	** 6,532	750	-	124,507	237,903
36,877	-	-	-	-	(37,083)
(36,877)	-	-	-	-	37,082
-	6,532	750	-	124,507	\$ 237,902
				Less Activity Fund	\$ 9,688
				Exhibit B-1	\$ 228,214
36,877	-	-	-	(124,507)	53,565
(36,877)	(1,602)	-	-	-	35,480
-	4,930	750	-	-	326,948
				Less Activity Fund	9,688
				Exhibit B-1	\$ 317,260

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	103,230
Receivables	
Due from other governments	66,193
Prepays	6,250
Total current assets	175,673
Capital assets	
Furniture, fixtures and equipment	14,874
Less: accumulated depreciation	(4,132)
Total noncurrent assets	10,742
Total assets	\$ 186,415
LIABILITIES AND NET ASSETS	
Accounts Payable	7,065
Accrued expenses	22,331
Deferred revenues	8,536
Total current liabilities	37,932
Total liabilities	37,932
Invested in capital assets	10,742
Restricted for:	
Other	110,939
Unrestricted	26,802
Total net assets	148,483
Total liabilities and net assets	\$ 186,415

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 672,473	\$ -	\$ 686,424	\$ -	\$ 13,951
Support services:					
Students	246,033	-	-	-	(246,033)
Instruction	368,222	-	-	-	(368,222)
General Administration	75,439	-	-	-	(75,439)
School Administration	180,481	-	-	-	(180,481)
Central Services	164,364	-	-	-	(164,364)
Operation & Maintenance of Plant	65,387	-	-	-	(65,387)
Food Services Operation	22,635	2,185	23,964	-	3,514
Community Services Operations	22	-	-	-	(22)
Facilities Materials, Supplies & Other Services	67,418	-	-	67,418	-
Total governmental activities	\$ 1,862,474	\$ 2,185	\$ 710,388	\$ 67,418	(1,082,483)
			General Revenues:		
					1,072,526
					117,201
					<u>1,189,727</u>
					107,244
					41,239
					<u>\$ 148,483</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 7,827	\$ 8,536	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	5,126	2,574
Due from other funds	37,743	-	-	-
Prepaid Expenses	-	-	-	-
<i>Total assets</i>	45,570	8,536	5,126	2,574
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts Payable	-	-	-	-
Accrued expenses	22,331	-	-	-
Due to other funds	-	-	1,563	2,574
Deferred revenue - other	-	8,536	-	-
<i>Total liabilities</i>	22,331	8,536	1,563	2,574
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	20,508	-	-	-
Unassigned	2,731	-	3,563	-
<i>Total fund balance</i>	23,239	-	3,563	-
<i>Total liabilities and fund balance</i>	\$ 45,570	\$ 8,536	\$ 5,126	\$ 2,574

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	Daniel's Fund 26141	State Planning 27112
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 54,272	\$ -
875	44,881	4,750	987	7,000	-	-
-	6,250	-	-	-	-	-
<u>875</u>	<u>51,131</u>	<u>4,750</u>	<u>987</u>	<u>7,000</u>	<u>54,272</u>	<u>-</u>
-	-	-	-	-	7,065	-
-	-	-	-	-	-	-
875	19,994	4,750	987	7,000	-	-
-	-	-	-	-	-	-
<u>875</u>	<u>19,994</u>	<u>4,750</u>	<u>987</u>	<u>7,000</u>	<u>7,065</u>	<u>-</u>
-	6,250	-	-	-	-	-
-	24,887	-	-	-	47,207	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	<u>31,137</u>	-	-	-	<u>47,207</u>	-
<u>\$ 875</u>	<u>\$ 51,131</u>	<u>\$ 4,750</u>	<u>\$ 987</u>	<u>\$ 7,000</u>	<u>\$ 54,272</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ 12,595	\$ 20,000	\$ -	\$ 103,230
-	-	-	66,193
-	-	-	37,743
-	-	-	6,250
<u>12,595</u>	<u>20,000</u>	<u>-</u>	<u>213,416</u>
-	-	-	7,065
-	-	-	22,331
-	-	-	37,743
-	-	-	8,536
<u>-</u>	<u>-</u>	<u>-</u>	<u>75,675</u>
-	-	-	6,250
12,595	20,000	-	104,689
-	-	-	20,508
-	-	-	6,294
<u>12,595</u>	<u>20,000</u>	<u>-</u>	<u>137,741</u>
<u>\$ 12,595</u>	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 213,416</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 137,741
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>10,742</u>
Net Assets-total Governmental Activities	<u>\$ 148,483</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 117,201	\$ -	\$ 2,185	\$ -
State grant	1,061,054	20,509	-	-
Federal grant	-	-	23,964	32,176
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,178,255</u>	<u>20,509</u>	<u>26,149</u>	<u>32,176</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	439,564	20,509	-	32,176
Support Services				
Students	195,212	-	-	-
Instruction	158,072	-	-	-
General Administration	73,494	-	-	-
School Administration	140,632	-	-	-
Central Services	98,946	-	-	-
Operation & Maintenance of Plant	49,046	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	50	-	22,586	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,155,016</u>	<u>20,509</u>	<u>22,586</u>	<u>32,176</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>23,239</u>	<u>-</u>	<u>3,563</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>23,239</u>	<u>-</u>	<u>3,563</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 23,239</u>	<u>\$ -</u>	<u>\$ 3,563</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	Daniels Fund 26141	State Planning 27112
\$ -	\$ 25	\$ -	\$ -	\$ -	\$ 60,000	\$ -
-	-	-	-	-	-	-
24,142	468,906	4,750	11,472	30,908	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>24,142</u>	<u>468,931</u>	<u>4,750</u>	<u>11,472</u>	<u>30,908</u>	<u>60,000</u>	<u>-</u>
3,675	167,752	4,750	932	-	974	-
1,012	15,032	-	-	30,908	2,317	-
19,455	173,022	-	-	-	12,573	3,407
-	1,285	-	-	-	-	-
-	37,334	-	583	-	819	-
-	59,678	-	9,037	-	5,750	-
-	11,523	-	920	-	338	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	22	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>24,142</u>	<u>465,626</u>	<u>4,750</u>	<u>11,472</u>	<u>30,908</u>	<u>22,793</u>	<u>3,407</u>
-	3,305	-	-	-	37,207	(3,407)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	3,305	-	-	-	37,207	(3,407)
-	27,832	-	-	-	10,000	3,407
<u>\$ -</u>	<u>\$ 31,137</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,207</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ 25,008	\$ 20,000	\$ -	\$ 224,419
-	-	67,418	1,148,981
-	-	-	596,318
-	-	-	-
-	-	-	-
<u>25,008</u>	<u>20,000</u>	<u>67,418</u>	<u>1,969,718</u>
2,140	-	-	672,472
1,552	-	-	246,033
1,693	-	-	368,222
660	-	-	75,439
1,113	-	-	180,481
1,695	-	-	175,106
3,560	-	-	65,387
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	22
-	-	-	22,636
-	-	67,418	67,418
<u>12,413</u>	<u>-</u>	<u>67,418</u>	<u>1,873,216</u>
<u>12,595</u>	<u>20,000</u>	<u>-</u>	<u>96,502</u>
-	-	-	-
-	-	-	-
<u>12,595</u>	<u>20,000</u>	<u>-</u>	<u>96,502</u>
-	-	-	41,239
<u>\$ 12,595</u>	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 137,741</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 96,502
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	(4,132)
Capital Outlays	14,874
	10,742
Change in Net Assets-total Governmental Activities	\$ 107,244

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 100,000	\$ 100,000	\$ 117,201	\$ 17,201
State grants	1,022,036	1,061,054	1,061,054	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,122,036</u>	<u>1,161,054</u>	<u>1,178,255</u>	<u>17,201</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	408,528	442,978	439,559	3,419
Support Services				
Students	184,814	197,089	195,212	1,877
Instruction	202,693	163,516	158,072	5,444
General Administration	26,300	72,432	73,494	(1,062)
School Administration	176,693	140,699	140,632	67
Central Services	88,222	98,936	98,946	(10)
Operation & Maintenance of Plant	34,786	45,354	49,046	(3,692)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	50	50	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,122,036</u>	<u>1,161,054</u>	<u>1,155,011</u>	<u>6,043</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>23,244</u>	<u>23,244</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>23,244</u>	<u>23,244</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,244</u>	<u>\$ 23,244</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			346	
NET CHANGE TO FUND BALANCE			<u>\$ 23,590</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	26,852	26,852	29,044	2,192
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,852</u>	<u>26,852</u>	<u>29,044</u>	<u>2,192</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	26,852	26,852	20,508	6,344
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,852</u>	<u>26,852</u>	<u>20,508</u>	<u>6,344</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,536</u>	<u>8,536</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>8,536</u>	<u>8,536</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,536</u>	<u>\$ 8,536</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(8,535)	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ 1</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,850	\$ 2,185	\$ 335
State grants	-	-	-	-
Federal grants	-	19,500	23,964	4,464
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>21,350</u>	<u>26,149</u>	<u>4,799</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	21,350	22,586	(1,236)
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>21,350</u>	<u>22,586</u>	<u>(1,236)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,563</u>	<u>3,563</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,563</u>	<u>3,563</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,563</u>	<u>\$ 3,563</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ 3,563</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	31,309	33,496	29,602	(3,894)
Interest	-	-	-	-
<i>Total revenues</i>	<u>31,309</u>	<u>33,496</u>	<u>29,602</u>	<u>(3,894)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	31,309	33,496	32,176	1,320
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>31,309</u>	<u>33,496</u>	<u>32,176</u>	<u>1,320</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,574)</u>	<u>(2,574)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,574)</u>	<u>(2,574)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,574)</u>	<u>\$ (2,574)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,574	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	24,142	23,267	(875)
Interest	-	-	-	-
<i>Total revenues</i>	-	24,142	23,267	(875)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,675	3,675	-
Support Services				
Students	-	1,012	1,012	-
Instruction	-	19,455	19,455	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	24,142	24,142	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(875)	(875)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(875)	(875)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (875)	\$ (875)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			875	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 25	\$ 25
State grants	-	-	-	-
Federal grants	358,853	466,853	444,019	(22,834)
Interest	-	-	-	-
<i>Total revenues</i>	<u>358,853</u>	<u>466,853</u>	<u>444,044</u>	<u>(22,809)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	176,601	243,601	178,973	64,628
Support Services				
Students	3,200	14,700	15,032	(332)
Instruction	106,021	123,507	173,022	(49,515)
General Administration	35,695	-	1,285	(1,285)
School Administration	28,939	21,022	37,334	(16,312)
Central Services	7,738	50,164	48,457	1,707
Operation & Maintenance of Plant	3,000	16,200	17,773	(1,573)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>361,194</u>	<u>469,194</u>	<u>471,876</u>	<u>(2,682)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,341)</u>	<u>(2,341)</u>	<u>(27,832)</u>	<u>(25,491)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	2,341	2,341	-	(2,341)
<i>Total other financing sources (uses)</i>	<u>2,341</u>	<u>2,341</u>	<u>-</u>	<u>(2,341)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(27,832)</u>	<u>(27,832)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>27,832</u>	<u>27,832</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			24,887	
Adjustments to expenditures			<u>6,250</u>	
NET CHANGE TO FUND BALANCE			<u>\$ 3,305</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
TEACHER/PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,310	5,310	-	(5,310)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,310</u>	<u>5,310</u>	<u>-</u>	<u>(5,310)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,310	5,310	4,750	560
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,310</u>	<u>5,310</u>	<u>4,750</u>	<u>560</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,750)</u>	<u>(4,750)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,750)</u>	<u>(4,750)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,750)</u>	<u>\$ (4,750)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			4,750	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,485	11,472	10,485	(987)
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,485</u>	<u>11,472</u>	<u>10,485</u>	<u>(987)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	932	932	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	583	(583)
Central Services	10,485	10,540	9,037	1,503
Operation & Maintenance of Plant	-	-	920	(920)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,485</u>	<u>11,472</u>	<u>11,472</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(987)</u>	<u>(987)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(987)</u>	<u>(987)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (987)</u>	<u>\$ (987)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			987	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	30,908	23,908	(7,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>30,908</u>	<u>23,908</u>	<u>(7,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	30,908	30,908	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>30,908</u>	<u>30,908</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,000)</u>	<u>(7,000)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,000)</u>	<u>(7,000)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,000)</u>	<u>\$ (7,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,000	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
DANIELS FUND

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	60,000	60,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>60,000</u>	<u>60,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,000	974	26
Support Services				
Students	-	1,000	2,317	(1,317)
Instruction	-	60,000	5,508	54,492
General Administration	-	-	-	-
School Administration	-	1,000	819	181
Central Services	-	6,000	5,750	250
Operation & Maintenance of Plant	-	500	338	162
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	500	22	478
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>70,000</u>	<u>15,728</u>	<u>54,272</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,000)</u>	<u>44,272</u>	<u>54,272</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	10,000	-	(10,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>44,272</u>	<u>44,272</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,272</u>	<u>\$ 54,272</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(7,065)</u>	
NET CHANGE TO FUND BALANCE			<u>\$ 37,207</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
STATE PLANNING

Exhibit C-11

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	-	(3,407)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,407</u>	<u>-</u>	<u>(3,407)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,407	3,407	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,407</u>	<u>3,407</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ (3,407)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP HIGH SCHOOL
PRIVATE DIR. GRANTS (CATEGORICAL)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 25,000	\$ 25,008	\$ 8
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,000</u>	<u>25,008</u>	<u>8</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	2,140	2,860
Support Services				
Students	-	2,000	1,552	448
Instruction	-	2,500	1,693	807
General Administration	-	1,250	660	590
School Administration	-	1,250	1,113	137
Central Services	-	6,000	1,695	4,305
Operation & Maintenance of Plant	-	7,000	3,560	3,440
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>25,000</u>	<u>12,413</u>	<u>12,587</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>12,595</u>	<u>12,595</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>12,595</u>	<u>12,595</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,595</u>	<u>\$ 12,595</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ 12,595</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ACE LEADERSHIP HIGH SCHOOL
 McCUNE CHARITABLE FOUNDATION
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 20,000	\$ 20,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	-	5,000
Support Services				
Students	-	5,000	-	5,000
Instruction	-	5,000	-	5,000
General Administration	-	-	-	-
School Administration	-	5,000	-	5,000
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ 20,000</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ACE LEADERSHIP HIGH SCHOOL
 PUBLIC SCHOOLS CAPITAL OUTLAY
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	67,418	67,418	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>67,418</u>	<u>67,418</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	67,418	67,418	-
<i>Total expenditures</i>	<u>-</u>	<u>67,418</u>	<u>67,418</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE TO FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ACE LEADERSHIP HIGH SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	271	271	\$ -
Total assets	\$ -	\$ 271	\$ 271	\$ -
LIABILITIES				
Deposits held for others	\$ -	271	271	\$ -
Total liabilities	\$ -	\$ 271	\$ 271	\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ACE LEADERSHIP HIGH SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	New Mexico Bank and Trust
Checking - Operational	\$ 163,441
Checking - Food Service	\$ 1,169
Petty Cash	<u>\$ 100</u>
Total On Deposit	164,710
Reconciling Items	<u>(61,480)</u>
Reconciled Balance June 30, 2011	<u><u>\$ 103,230</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ACE LEADERSHIP ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ 27,832
Add:					
2010-11 revenues	1,178,256	29,044	26,149	271	564,417 *
Total cash available	1,178,256	29,044	26,149	271	592,249
Less:					
2010-11 expenditures	(1,154,666)	(20,508)	(22,586)	-	(549,328) *
Receivables/Payables	-	-	(2,262)	-	(48,333)
Cash, June 30, 2011	23,590	8,536	1,301	271 *	(5,412)
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(15,763)	-	(1,301)	(271)	5,412
Cash per Books	7,827	8,536	-	-	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	15,417	(8,536)	3,563	-	36,549
Fund Balance, Modified Accrual Bas	23,239	-	3,563	-	31,137

*Amounts do not agree to the general ledger.

Federal Direct Account 25000	Local Grants Account 26000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ 10,000	\$ 3,407	\$ -	\$ -	\$ 41,239
42,380	60,000	-	45,008	67,418	2,012,943
42,380	70,000	3,407	45,008	67,418	2,054,182
(42,380)	(15,728)	(3,407)	(12,413)	(67,418)	(1,888,434)
(7,987)	-	-	-	-	(58,582)
<u>(7,987)</u>	<u>54,272</u>	<u>-</u>	<u>32,595</u>	<u>-</u>	<u>107,166</u>
7,987	-	-	-	-	(3,936)
<u>-</u>	<u>54,272</u>	<u>-</u>	<u>32,595</u>	<u>-</u>	<u>\$ 103,230</u>
-	(7,065)	-	-	-	39,928
<u>-</u>	<u>47,207</u>	<u>-</u>	<u>32,595</u>	<u>-</u>	<u>137,741</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government
	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	637,472
Receivables	
Due from government	221,665
Prepays	17,500
Total current assets	<u>\$ 876,637</u>
Capital assets	
Furniture, fixtures and equipment	13,790
Less: accumulated depreciation	<u>(1,035)</u>
Total noncurrent assets	<u>12,755</u>
Total assets	<u><u>\$ 889,392</u></u>
 LIABILITIES AND NET ASSETS	
Accrued liabilities	64,183
Due to government	648
Deferred revenue	121,102
Total liabilities	<u>185,933</u>
Invested in capital assets	12,755
Restricted for:	
Other	20,794
Unrestricted	<u>669,910</u>
Total net assets	<u>703,459</u>
Total liabilities and net assets	<u><u>\$ 889,392</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Food Services 21000	SEG Federal Stimulus 25250
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 426,834	\$ 85,594	\$ 1,288	\$ -
Accounts receivable				
Due from other governments	-	-	-	159,380
Due from other funds	221,665	-	-	-
Prepaid Expenses	17,500	-	-	-
<i>Total assets</i>	<u>\$ 665,999</u>	<u>\$ 85,594</u>	<u>\$ 1,288</u>	<u>\$ 159,380</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	64,183	-	-	-
Due to government	-	-	-	-
Due to other funds	-	-	-	159,380
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>64,183</u>	<u>-</u>	<u>-</u>	<u>159,380</u>
<i>Fund balances</i>				
<i>Fund Balance:</i>				
Nonspendable	17,500	-	-	-
Restricted	-	-	1,288	-
Assigned	520,764	-	-	-
Unassigned	63,552	85,594	-	-
<i>Total fund balance</i>	<u>601,816</u>	<u>85,594</u>	<u>1,288</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 665,999</u>	<u>\$ 85,594</u>	<u>\$ 1,288</u>	<u>\$ 159,380</u>

Educational Jobs Fund 25255	Beginning Teacher Mentoring Program 27154	2008 Library Funds 27549	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ 2,006	\$ 648	\$ -	\$ 121,102	\$ 637,472
62,285	-	-	-	-	221,665
-	-	-	-	-	221,665
-	-	-	-	-	17,500
<u>\$ 62,285</u>	<u>\$ 2,006</u>	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ 121,102</u>	<u>\$ 1,098,302</u>
-	-	-	-	-	64,183
-	-	648	-	-	648
62,285	-	-	-	-	221,665
-	-	-	-	121,102	121,102
<u>62,285</u>	<u>-</u>	<u>648</u>	<u>-</u>	<u>121,102</u>	<u>407,598</u>
-	-	-	-	-	17,500
-	2,006	-	-	-	3,294
-	-	-	-	-	520,764
-	-	-	-	-	149,146
-	2,006	-	-	-	690,704
<u>\$ 62,285</u>	<u>\$ 2,006</u>	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ 121,102</u>	<u>\$ 1,098,302</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 3 of 3)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 690,704
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>12,755</u>
Net Assets-total Governmental Activities	<u>\$ 703,459</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
Page 1 of 3)

	General 11000	Instructional Materials 14000	Food Services 21000	SEG Federal Stimulus 25250
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local and county sources	4,709	-	-	-
State sources	2,138,209	10,895	-	-
Federal sources	-	-	-	160,537
Interest	2	-	-	-
<i>Total revenues</i>	<u>2,142,920</u>	<u>10,895</u>	<u>-</u>	<u>160,537</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	912,146	-	-	160,537
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	132,039	-	-	-
General Administration	63,475	-	-	-
School Administration	388,022	-	-	-
Central Services	177,855	-	-	-
Operation & Maintenance of Plant	132,067	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	5,456	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,811,060</u>	<u>-</u>	<u>-</u>	<u>160,537</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>331,860</u>	<u>10,895</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>331,860</u>	<u>10,895</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>269,956</u>	<u>74,699</u>	<u>1,288</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 601,816</u>	<u>\$ 85,594</u>	<u>\$ 1,288</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Educational Jobs Fund 25255	Beginning Teacher Mentoring Program 27154	2008 Library Funds 27549	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 1,862	\$ 1,862
-	-	-	-	-	4,709
-	-	-	153,746	-	2,302,850
62,285	-	-	-	-	222,822
-	-	-	-	-	2
<u>62,285</u>	<u>-</u>	<u>-</u>	<u>153,746</u>	<u>1,862</u>	<u>2,532,245</u>
62,285	-	-	-	-	1,134,968
-	-	-	-	-	-
-	-	-	-	-	132,039
-	-	-	-	-	63,475
-	-	-	-	-	388,022
-	-	-	-	-	177,855
-	-	-	-	-	132,067
-	-	-	-	-	-
-	-	-	-	-	5,456
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	153,746	1,862	155,608
<u>62,285</u>	<u>-</u>	<u>-</u>	<u>153,746</u>	<u>1,862</u>	<u>2,189,490</u>
-	-	-	-	-	342,755
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	342,755
-	2,006	-	-	-	347,949
<u>\$ -</u>	<u>\$ 2,006</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 690,704</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
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, 2011

Exhibit B-2
(Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 342,755
<p>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.</p>	
Depreciation expense	(1,035)
Capital Outlays	<u>13,790</u>
Change in Net Assets of governmental activities:	<u><u>\$ 355,510</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
GENERAL FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ 4,000	\$ 4,000	\$ 4,709	\$ 709
State sources	1,854,074	2,138,209	2,138,209	-
Federal sources	-	-	-	-
Interest	1,500	1,500	2	(1,498)
<i>Total revenues</i>	<u>1,859,574</u>	<u>2,143,709</u>	<u>2,142,920</u>	<u>(789)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,262,651	1,310,475	912,146	398,329
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	171,414	171,414	132,039	39,375
General Administration	81,508	81,508	80,975	533
School Administration	244,784	440,095	395,363	44,732
Central Services	179,116	193,116	177,855	15,261
Operation & Maintenance of Plant	285,189	307,189	132,067	175,122
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	7,500	5,456	2,044
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,224,662</u>	<u>2,511,297</u>	<u>1,835,901</u>	<u>675,396</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(365,088)</u>	<u>(367,588)</u>	<u>307,019</u>	<u>674,607</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	365,088	367,588	-	(367,588)
<i>Total other financing sources (uses)</i>	<u>365,088</u>	<u>367,588</u>	<u>-</u>	<u>(367,588)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>307,019</u>	<u>307,019</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>277,297</u>	<u>277,297</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 584,316</u>	<u>\$ 584,316</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>24,841</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ 331,860</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	10,895	10,895
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	10,895	10,895
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	10,895	10,895
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	10,895	10,895
<i>Cash or fund balance, beginning of year</i>	-	-	74,699	74,699
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 85,594	\$ 85,594
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 10,895</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
FOOD SERVICE

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	1,288	1,288	-	1,288
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1,288	1,288	-	1,288
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(1,288)	(1,288)	-	1,288
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,288	1,288	-	(1,288)
<i>Total other financing sources (uses)</i>	1,288	1,288	-	(1,288)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	1,288	1,288
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 1,288	\$ 1,288
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-4

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	19,021	191,331	1,157	(190,174)
Interest	-	-	-	-
<i>Total revenues</i>	<u>19,021</u>	<u>191,331</u>	<u>1,157</u>	<u>(190,174)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,021	191,331	160,537	30,794
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>19,021</u>	<u>191,331</u>	<u>160,537</u>	<u>30,794</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(159,380)</u>	<u>(159,380)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(159,380)</u>	<u>(159,380)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (159,380)</u>	<u>\$ (159,380)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			159,380	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
EDUCATION JOB FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	62,285	(62,285)
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>62,285</u>	<u>(62,285)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(62,285)</u>	<u>(62,285)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(62,285)</u>	<u>(62,285)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (62,285)</u>	<u>\$ (62,285)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			62,285	
Adjustments to revenues			-	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
TEACHER MENTORING PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,006</u>	<u>2,006</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,006</u>	<u>\$ 2,006</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
2008 LIBRARY FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	648	648
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 648	\$ 648
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	153,746	153,746	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	153,746	153,746	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	153,746	-	153,746
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	153,746	(153,746)
<i>Total expenditures</i>	-	153,746	153,746	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	<u>Budgeted Amounts</u>		<u>Actual</u> Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property Taxes	\$ -	\$ -	\$ 122,964	\$ 122,964
Local and county sources	-	-	-	-
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>122,964</u>	<u>122,964</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	1,862	(1,862)
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>1,862</u>	<u>(1,862)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>121,102</u>	<u>121,102</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>121,102</u>	<u>121,102</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,102</u>	<u>\$ 121,102</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(121,102)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>10,127</u>
Total Assets	<u><u>\$ 10,127</u></u>
LIABILITIES	
Deposits held for others	<u>10,127</u>
Total Liabilities	<u><u>\$ 10,127</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 8,523	12,511	10,907	\$ 10,127
Total assets	\$ 8,523	\$ 12,511	\$ 10,907	\$ 10,127
LIABILITIES				
Deposits held for others	\$ 8,523	12,511	10,907	\$ 10,127
Total liabilities	\$ 8,523	\$ 12,511	\$ 10,907	\$ 10,127

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALBUQUERQUE INSTITUTE OF MATH & SCIENCE
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
 FOR PUBLIC FUNDS
 June 30, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2011
Compass Bank	CUSIP 31282SBZ4 FHLMC CPN 4.5% Matures 1/1/2012	\$ 49,766
Compass Bank	CUSIP 31371LF53 FNMA CPN 4.0% Matures 11/1/2013	\$ 12,407
Compass Bank	CUSIP 31395MUC1 FHLMC CPN 5.0% Matures 7/15/2023	\$ 17,274
Compass Bank	CUSIP 31388YEU2 FNMA CPN 6.5% Matures 11/1/2031	\$ 4,656
Compass Bank	CUSIP 31388YEA6 FNMA CPN 2.529% Matures 11/1/2031	\$ 9,074
		<u>\$ 93,177</u>

The accompanying notes are and integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALBUQUERQUE INSTITUTE OF MATH & SCIENCE
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>COMPASS Bank</u>	<u>NM BANK & TRUST</u>	<u>Total</u>
Checking - Operating	\$ 639	\$ 725,336	\$ 725,975
Checking - Activities	\$ 8,692	\$ 14,990	\$ 23,682
Checking - Federal	\$ 100	\$ -	\$ 100
Total On Deposit	9,431	740,326	749,757
Reconciling Items	-	(102,158)	(102,158)
Reconciled Balance June 30, 2011	<u>\$ 9,431</u>	<u>\$ 638,168</u>	<u>\$ 647,599</u>
Less Agency Funds	-	10,127	10,127
Total Cash	<u>\$ 9,431</u>	<u>\$ 628,041</u>	<u>\$ 637,472</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE INSTITUTE OF MATH & SCIENCE
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Food Service Account 21000	Federal Direct Account 25000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improve. HB 33 31600	Total
Cash, June 30, 2010	\$ 277,297	\$ 74,699	\$ 1,288	\$ -	\$ 2,654	\$ -	\$ -	\$ 355,938
Add:								
2010-11 revenues	2,142,919	12,052	-	-	-	153,746	122,964	2,431,681
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	2,420,216	86,751	1,288	-	2,654	153,746	122,964	2,787,619
Less:								
2010-11 expenditures	(1,865,612)	-	-	(173,460)	-	(153,746)	(1,862)	(2,194,680)
Receivable/Payable	-	-	-	-	-	-	-	-
Cash, June 30, 2011	<u>554,604</u> **	<u>86,751</u>	<u>1,288</u>	<u>(173,460)</u>	<u>2,654</u>	<u>-</u>	<u>121,102</u>	<u>592,939</u>
Cash Reconciliation to GAAP Basis:								
Unallocated difference	(18,899)	-	-	-	-	-	-	(18,899)
Audit reclassifications to cash	(108,871)	(1,157)	-	173,460	-	-	-	63,432
Cash per books	<u>426,834</u>	<u>85,594</u>	<u>1,288</u>	<u>-</u>	<u>2,654</u>	<u>-</u>	<u>121,102</u>	<u>\$ 637,472</u>
Fund Balance Reconciliation to GAAP Basis:								
Unallocated difference	(18,899)	-	-	-	-	-	-	(18,899)
Modified Accrual Adjustments	66,111	(1,157)	-	173,460	(648)	-	(121,102)	116,664
Fund Balance, Modified Accrual Basis	<u>601,816</u>	<u>85,594</u>	<u>1,288</u>	<u>-</u>	<u>2,006</u>	<u>-</u>	<u>-</u>	<u>690,704</u>

** Balance did not agree to the General Ledger

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	79,954
Receivables	
Due from other governments	41,576
Total current assets	121,530
Prepays	5,800
Capital assets	
Furniture, fixtures and equipment	27,566
Less: accumulated depreciation	(6,333)
Total noncurrent assets	21,233
Total assets	\$ 148,563
LIABILITIES AND NET ASSETS	
Due to government	25,753
Accrued Salaries	45,373
Deferred Revenue	34,844
Total current liabilities	105,970
Total liabilities	105,970
Invested in capital assets	21,233
Unrestricted	21,360
Total net assets	42,593
Total liabilities and net assets	\$ 148,563

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 889,751	\$ 105	\$ 326,367	\$ -	\$ (563,279)
Support services:					
Students	67,190	-	-	-	(67,190)
Instruction	1,788	-	-	-	(1,788)
General Administration	43,280	-	-	-	(43,280)
School Administration	165,368	-	-	-	(165,368)
Central Services	80,463	-	-	-	(80,463)
Operation & Maintenance of Plant	258,306	-	-	-	(258,306)
Operation of Non-Instructional Service:	24	-	-	-	(24)
Food Services Operation	43,763	11,948	28,202	-	(3,613)
Facilities Materials, Supplies & Other Services	151,580	-	-	151,580	-
Total governmental activities	\$ 1,701,513	\$ 12,053	\$ 354,569	\$ 151,580	(1,183,311)
			General Revenues:		
			State Equalization Guarantee		1,112,680
			Miscellaneous		35
			Total general revenues		1,112,715
			Change in net assets		(70,596)
			Net assets - beginning		113,189
			Net assets - ending		\$ 42,593

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 36,492	\$ 14,418	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	3,447	20,474
Due from other funds	41,734	-	-	-
Prepaid Expenses	-	-	-	-
<i>Total assets</i>	78,226	14,418	3,447	20,474
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	42,306	-	-	-
Due to government	-	25,753	-	-
Due to other funds	-	-	6,672	20,474
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	42,306	25,753	6,672	20,474
<i>Fund balances</i>				
Nonspendable				
Restricted	-	-	-	-
Committed				
Assigned	-	-	-	-
Unassigned (deficit)	35,920	(11,335)	(3,225)	-
<i>Total fund balance (deficit)</i>	35,920	(11,335)	(3,225)	-
<i>Total liabilities and fund balance</i>	\$ 78,226	\$ 14,418	\$ 3,447	\$ 20,474

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Charter Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ 29,044	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 79,954
8,486	-	899	-	8,270	-	-	41,576
-	5,800	-	-	-	-	-	41,734
-	-	-	-	-	-	-	5,800
<u>8,486</u>	<u>34,844</u>	<u>899</u>	<u>-</u>	<u>8,270</u>	<u>-</u>	<u>-</u>	<u>169,064</u>
1,877	-	-	-	1,190	-	-	45,373
-	-	-	-	-	-	-	25,753
6,609	-	899	-	7,080	-	-	41,734
-	34,844	-	-	-	-	-	34,844
<u>8,486</u>	<u>34,844</u>	<u>899</u>	<u>-</u>	<u>8,270</u>	<u>-</u>	<u>-</u>	<u>147,704</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	21,360
-	-	-	-	-	-	-	21,360
<u>\$ 8,486</u>	<u>\$ 34,844</u>	<u>\$ 899</u>	<u>\$ -</u>	<u>\$ 8,270</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 169,064</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 21,360
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>21,233</u>
Net Assets-total Governmental Activities	<u>\$ 42,593</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 35	\$ -	\$ 11,948	\$ -
State grant	1,100,779	8,571	-	-
Federal grant	-	-	28,202	20,474
Miscellaneous income	105	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,100,919</u>	<u>8,571</u>	<u>40,150</u>	<u>20,474</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	550,179	19,906	-	20,474
Support Services				
Students	27,386	-	-	-
Instruction	-	-	-	-
General Administration	24,519	-	-	-
School Administration	150,964	-	-	-
Central Services	71,637	-	-	-
Operation & Maintenance of Plant	239,945	-	-	-
Student Transportation	-	-	-	-
Other Support Services	24	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	388	-	43,375	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,065,042</u>	<u>19,906</u>	<u>43,375</u>	<u>20,474</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>35,877</u>	<u>(11,335)</u>	<u>(3,225)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>35,877</u>	<u>(11,335)</u>	<u>(3,225)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>43</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 35,920</u>	<u>\$ (11,335)</u>	<u>\$ (3,225)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Charter Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	-	-	\$ -	\$ 11,983
-	-	-	-	-	-	151,580	1,260,930
85,196	167,713	12,348	11,901	32,065	-	-	357,899
-	-	-	-	-	-	-	105
-	-	-	-	-	-	-	-
<u>85,196</u>	<u>167,713</u>	<u>12,348</u>	<u>11,901</u>	<u>32,065</u>	<u>-</u>	<u>151,580</u>	<u>1,630,917</u>
45,392	223,324	11,848	-	32,065	-	-	903,188
39,804	-	-	-	-	-	-	67,190
-	1,788	-	-	-	-	-	1,788
-	15,354	-	-	-	3,407	-	43,280
-	13,904	500	-	-	-	-	165,368
-	8,826	-	-	-	-	-	80,463
-	14,256	-	11,901	-	-	-	266,102
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	24
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	43,763
-	-	-	-	-	-	151,580	151,580
<u>85,196</u>	<u>277,452</u>	<u>12,348</u>	<u>11,901</u>	<u>32,065</u>	<u>3,407</u>	<u>151,580</u>	<u>1,722,746</u>
-	(109,739)	-	-	-	(3,407)	-	(91,829)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(109,739)	-	-	-	(3,407)	-	(91,829)
-	109,739	-	-	-	3,407	-	113,189
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,360</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
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, 2011

Exhibit B-2
 (Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (91,829)
<p>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.</p>	
Depreciation expense	(6,333)
Capital Outlays	27,566
	21,233
Change in Net Assets-total Governmental Activities	\$ (70,596)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 35	\$ 35
State grants	1,218,204	1,100,779	1,100,779	-
Federal grants	-	-	-	-
Miscellaneous	-	-	105	105
<i>Total revenues</i>	<u>1,218,204</u>	<u>1,100,779</u>	<u>1,100,919</u>	<u>140</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	698,300	551,181	535,943	15,238
Support Services				
Students	54,120	27,816	27,386	430
Instruction	-	-	-	-
General Administration	22,650	29,464	24,519	4,945
School Administration	214,600	157,915	150,964	6,951
Central Services	60,000	78,318	71,637	6,681
Operation & Maintenance of Plant	168,534	249,035	239,945	9,090
Student Transportation	-	-	-	-
Other Support Services	-	50	24	26
Food Services Operations	-	7,000	388	6,612
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,218,204</u>	<u>1,100,779</u>	<u>1,050,806</u>	<u>49,973</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>50,113</u>	<u>50,113</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>50,113</u>	<u>50,113</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>43</u>	<u>43</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,156</u>	<u>\$ 50,156</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(14,236)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 35,877</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	31,734	31,734	34,324	2,590
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>31,734</u>	<u>31,734</u>	<u>34,324</u>	<u>2,590</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	31,734	31,734	19,906	11,828
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>31,734</u>	<u>31,734</u>	<u>19,906</u>	<u>11,828</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>14,418</u>	<u>14,418</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>14,418</u>	<u>14,418</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,418</u>	<u>\$ 14,418</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(25,753)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (11,335)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 44,500	\$ 11,948	\$ (32,552)
State grants	-	-	-	-
Federal grants	-	-	24,755	24,755
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>44,500</u>	<u>36,703</u>	<u>(7,797)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	44,500	43,375	1,125
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>44,500</u>	<u>43,375</u>	<u>1,125</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,672)</u>	<u>(6,672)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,672)</u>	<u>(6,672)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,672)</u>	<u>\$ (6,672)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			3,447	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (3,225)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
TITLE I - IASA

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	43,293	-	(43,293)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>43,293</u>	<u>-</u>	<u>(43,293)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	43,293	20,474	22,819
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>43,293</u>	<u>20,474</u>	<u>22,819</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(20,474)</u>	<u>(20,474)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,474)</u>	<u>(20,474)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,474)</u>	<u>\$ (20,474)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			20,474	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	85,196	76,710	(8,486)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>85,196</u>	<u>76,710</u>	<u>(8,486)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	45,392	45,392	-
Support Services				
Students	-	39,804	39,804	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>85,196</u>	<u>85,196</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,486)</u>	<u>(8,486)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,486)</u>	<u>(8,486)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,486)</u>	<u>\$ (8,486)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			8,486	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	379,577	487,577	202,556	(285,021)
Interest	-	-	-	-
<i>Total revenues</i>	<u>379,577</u>	<u>487,577</u>	<u>202,556</u>	<u>(285,021)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	242,045	334,499	223,323	111,176
Support Services				
Students	-	-	-	-
Instruction	-	14,168	1,788	12,380
General Administration	31,555	58,245	15,354	42,891
School Administration	14,977	17,405	13,904	3,501
Central Services	16,000	31,034	8,826	22,208
Operation & Maintenance of Plant	75,000	32,226	20,056	12,170
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>379,577</u>	<u>487,577</u>	<u>283,251</u>	<u>204,326</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(80,695)</u>	<u>(80,695)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(80,695)</u>	<u>(80,695)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>109,739</u>	<u>109,739</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,044</u>	<u>\$ 29,044</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(34,844)	
Adjustments to expenditures			5,800	
NET CHANGE IN FUND BALANCE			<u>\$ (109,739)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
TEACHER/PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	12,348	12,348	11,449	(899)
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,348</u>	<u>12,348</u>	<u>11,449</u>	<u>(899)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,848	11,848	11,848	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	2,500	500	500	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>12,348</u>	<u>12,348</u>	<u>12,348</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(899)</u>	<u>(899)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(899)</u>	<u>(899)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (899)</u>	<u>\$ (899)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			899	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	12,498	11,901	11,901	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,498</u>	<u>11,901</u>	<u>11,901</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	12,498	11,901	11,901	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>12,498</u>	<u>11,901</u>	<u>11,901</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	32,065	23,795	(8,270)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>32,065</u>	<u>23,795</u>	<u>(8,270)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	32,065	30,875	1,190
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>32,065</u>	<u>30,875</u>	<u>1,190</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,080)</u>	<u>(7,080)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,080)</u>	<u>(7,080)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,080)</u>	<u>\$ (7,080)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			8,270	
Adjustments to expenditures			(1,190)	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
STATE PLANNING

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	-	(3,407)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,407</u>	<u>-</u>	<u>(3,407)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	3,407	3,407	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,407</u>	<u>3,407</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,407)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	151,580	151,580	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>151,580</u>	<u>151,580</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	151,580	151,580	-
<i>Total expenditures</i>	<u>-</u>	<u>151,580</u>	<u>151,580</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 9,848</u>
<i>Total assets</i>	<u><u>9,848</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>9,848</u>
<i>Total liabilities</i>	<u><u>\$ 9,848</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALBUQUERQUE SCHOOL OF EXCELLENCE
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	18,595	8,747	\$ 9,848
Total assets	\$ -	\$ 18,595	\$ 8,747	\$ 9,848
LIABILITIES				
Deposits held for others	\$ -	18,595	8,747	\$ 9,848
Total liabilities	\$ -	\$ 18,595	\$ 8,747	\$ 9,848

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 ALBUQUERQUE SCHOOL OF EXCELLENCE
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 207,309
Petty Cash	-
Total On Deposit	207,309
Held Checks	27,992
Reconciling Items	(145,499)
Reconciled Balance June 30, 2011	\$ 89,802
Less Agency Funds	9,848
Total Cash	\$ 79,954

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALBUQUERQUE SCHOOL OF EXCELLENCE
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add:						
2010-11 revenues	1,100,918	34,324	36,702	18,595	290,714	35,696
Total cash available	1,100,918	34,324	36,702	18,595	290,714	35,696
Less:						
2010-11 expenditures	(1,064,886)	(19,906)	(43,374)	(8,747)	(401,346)	(44,045)
Loans to other funds	(13,752)		6,672			7,080
Receivables/Payables	14,279				111,616	1,269
Cash, June 30, 2011	<u>36,559</u>	<u>14,418</u>	<u>-</u>	<u>9,848</u>	<u>984</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	(67)	-	-	-	28,060	
Cash per Books	<u>36,492</u>	<u>14,418</u>	<u>-</u>	<u>9,848</u>	<u>29,044</u>	<u>-</u>

Fund Balance Reconciliation to GAAP Basis:

Audit adjustments to income statement

 that closed to fund balance

Modified Accrual Adjustments

Fund Balance, Modified Accrual Basis

-	-	-	-	-	-
-	-	-	-	28,060	
<u>35,920</u>	<u>(11,335)</u>	<u>(3,225)</u>	<u>9,848</u>	<u>-</u>	

The accompanying notes are an integral part of these financial statements

State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ -	\$ -
-	-	151,580	1,668,529
-	-	151,580	1,668,529
(3,407)		(151,580)	(1,737,291)
3,407			130,571
-	-	-	61,809
			27,993
-	-	-	\$ 89,802
		Less Student Activity Funds	\$ 9,848
		Per Exhibit B-1	\$ 79,954
-	-	-	-
-	-	-	28,060
-	-	-	31,208
		Less Student Activity Funds	9,848
		Per Exhibit B-1	\$ 21,360

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	200,530
Receivables	
Due from other governments	4,197
Other	49,584
Total current assets	254,311
Capital assets	
Furniture, fixtures and equipment	96,411
Less: accumulated depreciation	(26,154)
Total noncurrent assets	70,257
Total assets	\$ 324,568
LIABILITIES AND NET ASSETS	
Accrued Salaries	129,534
Current portion of compensated absences	24,600
Total current liabilities	154,134
Total liabilities	154,134
Invested in capital assets	70,257
Restricted	16,259
Unrestricted	83,918
Total net assets	170,434
Total liabilities and net assets	\$ 324,568

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 643,450	22,303	147,145	-	\$ (474,002)
Support services:					
Students	194,110	-	-	-	(194,110)
Instruction	959	-	-	-	(959)
General Administration	18,174	-	-	-	(18,174)
School Administration	218,724	-	-	-	(218,724)
Central Services	65,283	-	-	-	(65,283)
Operation & Maintenance of Plant	64,030	-	-	-	(64,030)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	4,834	-	-	-	(4,834)
Facilities Materials, Supplies & Other Services	62,076	-	-	62,076	-
Total governmental activities	\$ 1,271,640	\$ 22,303	\$ 147,145	\$ 62,076	(1,040,116)
General Revenues:					
State Equalization Guarantee					1,030,296
Interest					383
Total general revenues					1,030,679
Change in net assets					(9,437)
Net assets - beginning					179,871
Net assets - ending					\$ 170,434

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 3)

	Operational 11000	Instructional Support 14000	IDEA-B Entitlement 24106
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 184,271	\$ 16,259	\$ -
Accounts receivable			
Due from other governments	-	-	-
Other	-	-	-
Due from other funds	53,781	-	-
<i>Total assets</i>	238,052	16,259	-
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accrued expenses	129,534	-	-
Due to other funds	-	-	-
<i>Total liabilities</i>	129,534	-	-
<i>Fund balances</i>			
Fund Balance:			
Restricted	-	16,259	-
Assigned	108,518	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	108,518	16,259	-
<i>Total liabilities and fund balance</i>	\$ 238,052	\$ 16,259	\$ -

The accompanying notes are an integral part of these financial statements

Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	2009 Dual Credit 27103	Youth Conservation Corp 28133	Public Schools Capital Outlay 31200	Total Primary Government
-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,530
4,197	-	-	-	-	-	4,197
-	-	-	-	49,584	-	49,584
-	-	-	-	-	-	53,781
<u>4,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,584</u>	<u>-</u>	<u>308,092</u>
-	-	-	-	-	-	129,534
<u>4,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,584</u>	<u>-</u>	<u>53,781</u>
<u>4,197</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,584</u>	<u>-</u>	<u>183,315</u>
-	-	-	-	-	-	16,259
-	-	-	-	-	-	108,518
-	-	-	-	-	-	-
-	-	-	-	-	-	124,777
<u>\$ 4,197</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,584</u>	<u>\$ -</u>	<u>\$ 308,092</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 124,777
Compensated Absences	(24,600)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>70,257</u>
Net Assets-total Governmental Activities	<u>\$ 170,434</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	IDEA-B Entitlement 24106
<i>Revenues:</i>			
Local and county grant	\$ 22,303	\$ -	\$ -
State grant	1,019,298	4,005	-
Federal grant	-	-	20,872
Miscellaneous income	-	-	-
Interest	355	28	-
<i>Total revenues</i>	1,041,956	4,033	20,872
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	554,715	7,019	16,872
Support Services			
Students	108,906	-	4,000
Instruction	-	958	-
General Administration	18,174	-	-
School Administration	218,724	-	-
Central Services	65,283	-	-
Operation & Maintenance of Plant	64,030	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-Instructional Service	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	1,029,832	7,977	20,872
<i>Excess (deficiency) of revenues over (under) expenditures</i>	12,124	(3,944)	-
<i>Other financing sources (uses):</i>			
Operating transfers	(20,203)	20,203	-
<i>Total other financing sources (uses)</i>	(20,203)	20,203	-
<i>Net changes in fund balances</i>	(8,079)	16,259	-
<i>Fund balances - beginning of year</i>	116,597	-	-
<i>Fund balances - end of year</i>	\$ 108,518	\$ 16,259	\$ -

The accompanying notes are an integral part of these financial statements

Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	2009 Dual Credit 27103	Youth Conservation Corp 28133	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	-	-	86,038	\$ -	\$ 108,341
-	-	-	2,400	-	62,076	1,087,779
4,197	10,998	29,633	-	-	-	65,700
-	-	-	-	-	-	-
-	-	-	-	-	-	383
<u>4,197</u>	<u>10,998</u>	<u>29,633</u>	<u>2,400</u>	<u>86,038</u>	<u>62,076</u>	<u>1,262,203</u>
4,197	10,998	29,633	2,400	-	-	625,834
-	-	-	-	81,204	-	194,110
-	-	-	-	-	-	958
-	-	-	-	-	-	18,174
-	-	-	-	-	-	218,724
-	-	-	-	-	-	65,283
-	-	-	-	-	-	64,030
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	4,834	-	4,834
-	-	-	-	-	-	-
-	-	-	-	-	62,076	62,076
<u>4,197</u>	<u>10,998</u>	<u>29,633</u>	<u>2,400</u>	<u>86,038</u>	<u>62,076</u>	<u>1,254,023</u>
-	-	-	-	-	-	8,180
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	8,180
-	-	-	-	-	-	116,597
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 124,777</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
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, 2011

Exhibit B-2
 (Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 8,180
Change in Compensated Absences	(3,844)
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	(13,773)
Capital Outlays	-
	(13,773)
Change in Net Assets-total Governmental Activities	\$ (9,437)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 22,303	\$ 22,303
State grants	997,620	1,017,283	1,019,298	2,015
Federal grants	-	-	-	-
Miscellaneous	-	-	355	355
<i>Total revenues</i>	997,620	1,017,283	1,041,956	24,673
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	552,276	572,689	558,091	14,598
Support Services				
Students	109,532	109,532	109,866	(334)
Instruction	-	-	-	-
General Administration	28,750	28,900	18,174	10,726
School Administration	214,041	214,541	220,074	(5,533)
Central Services	81,732	81,732	65,763	15,969
Operation & Maintenance of Plant	117,462	117,962	64,030	53,932
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1,103,793	1,125,356	1,035,998	89,358
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(106,173)	(108,073)	5,958	114,031
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(20,203)	(20,203)
Designated Cash	106,173	108,073	-	(108,073)
<i>Total other financing sources (uses)</i>	106,173	108,073	(20,203)	(128,276)
<i>Net changes in fund balances</i>	-	-	(14,245)	(14,245)
<i>Fund balances - beginning of year</i>	-	-	118,573	118,573
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 104,328	\$ 104,328
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			6,166	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			\$ (8,079)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,206	4,003	4,005	2
Federal grants	-	-	-	-
Interest	-	-	28	28
<i>Total revenues</i>	<u>3,206</u>	<u>4,003</u>	<u>4,033</u>	<u>30</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	18,643	23,141	7,019	16,122
Support Services				
Students	-	-	-	-
Instruction	-	1,065	958	107
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>18,643</u>	<u>24,206</u>	<u>7,977</u>	<u>16,229</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(15,437)</u>	<u>(20,203)</u>	<u>(3,944)</u>	<u>16,259</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	15,437	20,203	20,203	-
<i>Total other financing sources (uses)</i>	<u>15,437</u>	<u>20,203</u>	<u>20,203</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>16,259</u>	<u>16,259</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,259</u>	<u>\$ 16,259</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ 16,259</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	20,872	20,872	20,872	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,872</u>	<u>20,872</u>	<u>20,872</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,872	16,872	16,872	-
Support Services				
Students	4,000	4,000	4,000	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,872</u>	<u>20,872</u>	<u>20,872</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	4,197	-	(4,197)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,197</u>	<u>-</u>	<u>(4,197)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,197	4,197	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,197</u>	<u>4,197</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,197)</u>	<u>(4,197)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,197)</u>	<u>(4,197)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,197)</u>	<u>\$ (4,197)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,197	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,235	10,998	10,998	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,235</u>	<u>10,998</u>	<u>10,998</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	10,235	10,998	10,998	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,235</u>	<u>10,998</u>	<u>10,998</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	29,633	29,633	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>29,633</u>	<u>29,633</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	29,633	29,633	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>29,633</u>	<u>29,633</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
DUAL CREDIT INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,400	2,400	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,400</u>	<u>2,400</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,400	2,400	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,400</u>	<u>2,400</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
YOUTH CONSERVATION CORP
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	105,240	64,994	(40,246)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>105,240</u>	<u>64,994</u>	<u>(40,246)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	98,114	81,204	16,910
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	7,126	4,834	2,292
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>105,240</u>	<u>86,038</u>	<u>19,202</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(21,044)</u>	<u>(21,044)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(21,044)</u>	<u>(21,044)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(28,540)</u>	<u>(28,540)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (49,584)</u>	<u>\$ (49,584)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			21,044	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	62,076	62,076	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>62,076</u>	<u>62,076</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	62,076	62,076	-
<i>Total expenditures</i>	<u>-</u>	<u>62,076</u>	<u>62,076</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
ALDO LEOPOLD CHARTER SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 5,386</u>
<i>Total assets</i>	<u><u>5,386</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>5,386</u>
<i>Total liabilities</i>	<u><u>\$ 5,386</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALDO LEOPOLD CHARTER SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 2,157	37,376	34,147	\$ 5,386
Total assets	\$ 2,157	\$ 37,376	\$ 34,147	\$ 5,386
LIABILITIES				
Deposits held for others	\$ 2,157	37,376	34,147	\$ 5,386
Total liabilities	\$ 2,157	\$ 37,376	\$ 34,147	\$ 5,386

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 ALDO LEOPOLD CHARTER SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Am Bank
Checking - Federal Funds	\$ 223,170
Checking - State Funds	\$ 4,191
Total On Deposit	227,361
Reconciling Items	<u>(21,445)</u>
Reconciled Balance June 30, 2011	<u>\$ 205,916</u>
Less Agency Funds	5,386
Total Cash per exhibit A-1	<u>\$ 200,530</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALDO LEOPOLD CHARTER SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000		Instructional Materials 14000		Activity Account 23000		Federal Projects Account 24000		Federal Direct Fund 25000		State Flow Through Fund 27000
Cash, June 30, 2010	\$ 98,343	**	\$ 20,204	\$	57	**	\$ -	\$		(3,137)	
Add:											
2010-11 revenues	1,042,132		4,034		-		20,872		40,632	5,537	
Loans from other funds	-		-		-		-		-	-	
Total cash available	1,140,475		24,238		57		20,872		40,632	2,400	
Less:											
2010-11 expenditures	(1,032,477)		(7,979)		-		(25,069)		(40,632)	(2,400)	
Loans to other funds	(53,781)		-		-		4,197		-	-	
Cash, June 30, 2011	54,217	*	16,259		57	*	-		-	-	
Fund Balance Reconciliation to GAAP Basis:											
Unreconciled difference	(3,670)				5,329		-				
Audit reclassifications to cash	133,724		-		-		-		-	-	
Cash per Books	184,271		16,259		5,386		-		-	-	

Fund Balance Reconciliation to GAAP Basis:

Unreconciled difference	(3,670)	-	5,329	-	-	-
Modified Accrual Adjustments	(75,753)	-	-	-	-	-
Fund Balance, Modified Accrual Basis	108,518	16,259	5,386	-	-	-

*Does not agree to ending GL balance.

**Does not agree to prior year audited cash

State Direct Fund 28000	Public School Capital Outlay 31200	Deferred Sick Level Fund 42000	Total
\$ (28,540)	\$ -	\$ -	\$ 86,927
64,994	62,076	4,190	1,244,467
-	-	-	-
36,454	62,076	4,190	1,331,394
(86,038)	(62,076)	-	(1,256,671)
49,584	-	-	-
-	-	4,190	74,723
-	-	(4,190)	1,659
-	-	-	129,534
-	-	-	\$ 205,916
-	-	-	Less Activity Fund \$ 5,386
-	-	-	Exhibit B-1 \$ 200,530
-	-	-	1,659
-	-	-	(75,753)
-	-	-	130,163
-	-	-	Less Activity Fund 5,386
-	-	-	Exhibit B-1 \$ 124,777

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
STATE OF NEW MEXICO
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 105,085
Receivables	
Due from other governments	23,654
Other	35,000
Total current assets	<u>163,739</u>
Capital assets	
Furniture, fixtures and equipment	134,722
Less: accumulated depreciation	<u>(122,759)</u>
Total noncurrent assets	<u>11,963</u>
Total assets	<u>\$ 175,702</u>
LIABILITIES AND NET ASSETS	
Due to government	\$ 1,386
Accrued Salaries	<u>36,562</u>
Total current liabilities	<u>37,948</u>
Total liabilities	<u>37,948</u>
Invested in capital assets	11,963
Restricted for:	
Other	15,008
Unrestricted	<u>110,783</u>
Total net assets	<u>137,754</u>
Total liabilities and net assets	<u>\$ 175,702</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 991,551	\$ -	156,104	\$ -	\$ (835,447)
Support services:					
Students	1,500	-	-	-	(1,500)
Instruction	3,013	-	-	-	(3,013)
General Administration	30,634	-	-	-	(30,634)
School Administration	268,662	-	-	-	(268,662)
Central Services	147,931	-	-	-	(147,931)
Operation & Maintenance of Plant	197,555	-	-	-	(197,555)
Food Services Operation	66,198	23,795	40,830	-	(1,573)
Facilities Materials, Supplies & Other Services	129,201	-	-	129,201	-
Total governmental activities	\$ 1,836,245	\$ 23,795	\$ 196,934	\$ 129,201	(1,486,315)
			General Revenues:		
					1,559,457
					11,323
					<u>1,570,780</u>
					84,465
					53,289
					<u>\$ 137,754</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 95,077	\$ 3,346	\$ 1,125	\$ -
Accounts receivable				
Due from other governments	-	-	11,386	-
Other				
Due from other funds	52,268	-	-	-
<i>Total assets</i>	147,345	3,346	12,511	-
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	36,562	-	-	-
Due to other funds	-	-	5,000	-
Due to government	-	-	-	-
<i>Total liabilities</i>	36,562	-	5,000	-
<i>Fund balances</i>				
Fund Balance:				
Nonspendable				
Restricted	-	3,346	7,511	-
Committed	-	-	-	-
Assigned	110,783	-	-	-
Unassigned	-	-	-	-
<i>Total fund balance</i>	110,783	3,346	7,511	-
<i>Total liabilities and fund balance</i>	\$ 147,345	\$ 3,346	\$ 12,511	\$ -

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher Principal Training 24154	Americorps 25232	SEG Federal Stimulus 25250	Education Job Fund 25255	NM Community Foundation 26176	GO Student Library Fund 27105
\$ -	\$ -	\$ -	\$ 318	\$ -	\$ -	\$ -
-	-	15,000	-	-	20,000	-
-	-	-	-	-	-	-
-	-	15,000	318	-	20,000	-
-	-	-	-	-	-	-
-	-	15,000	-	-	20,000	-
-	-	-	318	-	-	-
-	-	15,000	318	-	20,000	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ -	\$ -	\$ 15,000	\$ 318	\$ -	\$ 20,000	\$ -

The accompanying notes are an integral part of these financial statements

Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
\$ 2,071	\$ 3,148	\$ -	\$ -	\$ -	\$ 105,085
-	-	-	-	12,268	23,654
-	-	-	-	-	35,000
2,071	3,148	-	-	12,268	52,268
					216,007
-	-	-	-	-	36,562
-	-	-	-	12,268	52,268
1,068	-	-	-	-	1,386
1,068	-	-	-	12,268	90,216
1,003	3,148	-	-	-	15,008
-	-	-	-	-	-
-	-	-	-	-	110,783
1,003	3,148	-	-	-	-
					125,791
\$ 2,071	\$ 3,148	\$ -	\$ -	\$ 12,268	\$ 216,007

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 125,791
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>11,963</u>
Net Assets-total Governmental Activities	<u>\$ 137,754</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 5,143	\$ -	\$ 23,795	\$ -
State grant	1,542,777	7,049	-	-
Federal grant	-	-	40,830	40,182
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,547,920</u>	<u>7,049</u>	<u>64,625</u>	<u>40,182</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	817,370	5,750	-	40,182
Support Services				
Students	1,500	-	-	-
Instruction	3,013	-	-	-
General Administration	30,634	-	-	-
School Administration	268,662	-	-	-
Central Services	147,931	-	-	-
Operation & Maintenance of Plant	197,555	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	9,091	-	57,107	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,475,756</u>	<u>5,750</u>	<u>57,107</u>	<u>40,182</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>72,164</u>	<u>1,299</u>	<u>7,518</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	(3,243)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(3,243)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>68,921</u>	<u>1,299</u>	<u>7,518</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>41,862</u>	<u>2,047</u>	<u>(7)</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 110,783</u>	<u>\$ 3,346</u>	<u>\$ 7,511</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher/Principal Training 24154	Americorps 25232	SEG Federal Stimulus 25250	Education Job Fund 25255	NM Community Foundation 26176	GO Student Library Fund 27105
\$ -	\$ -	\$ 15,000	\$ -	\$ -	\$ 20,000	-
-	-	-	-	-	-	-
23,849	5,401	-	16,362	44,941	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>23,849</u>	<u>5,401</u>	<u>15,000</u>	<u>16,362</u>	<u>44,941</u>	<u>20,000</u>	<u>-</u>
36,506	5,401	-	16,362	44,941	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>36,506</u>	<u>5,401</u>	<u>-</u>	<u>16,362</u>	<u>44,941</u>	<u>-</u>	<u>-</u>
<u>(12,657)</u>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>-</u>
-	-	-	-	-	-	3,243
-	-	-	-	-	-	<u>3,243</u>
<u>(12,657)</u>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>3,243</u>
<u>12,657</u>	<u>-</u>	<u>(15,000)</u>	<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>(3,243)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
-	\$ 6,180	\$ -	\$ -	\$ -	\$ 70,118
-	-	-	116,933	12,268	1,679,027
-	-	-	-	-	171,565
-	-	-	-	-	-
-	-	-	-	-	-
-	6,180	-	116,933	12,268	1,920,710
1,068	3,032	15,000	-	-	985,612
-	-	-	-	-	1,500
-	-	-	-	-	3,013
-	-	-	-	-	30,634
-	-	-	-	-	268,662
-	-	-	-	-	147,931
-	-	-	-	-	197,555
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	66,198
-	-	-	116,933	12,268	129,201
1,068	3,032	15,000	116,933	12,268	1,830,306
(1,068)	3,148	(15,000)	-	-	90,404
-	-	-	-	-	-
-	-	-	-	-	-
(1,068)	3,148	(15,000)	-	-	90,404
2,071	-	15,000	-	-	35,387
\$ 1,003	\$ 3,148	\$ -	\$ -	\$ -	\$ 125,791

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALMA D'ARTE CHARTER HIGH SCHOOL
 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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 90,404
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	(5,939)
Capital Outlays	-
Change in Net Assets-total Governmental Activities	<u>\$ 84,465</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 5,143	\$ 5,143
State grants	1,523,284	1,548,777	1,542,777	(6,000)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,523,284</u>	<u>1,548,777</u>	<u>1,547,920</u>	<u>(857)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	882,452	940,545	835,633	104,912
Support Services				
Students	-	2,000	1,500	500
Instruction	-	3,000	3,013	(13)
General Administration	54,000	42,700	30,634	12,066
School Administration	286,455	264,655	268,662	(4,007)
Central Services	153,972	154,652	147,931	6,721
Operation & Maintenance of Plant	227,302	221,122	197,555	23,567
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	9,103	10,103	9,091	1,012
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,613,284</u>	<u>1,638,777</u>	<u>1,494,019</u>	<u>144,758</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(90,000)</u>	<u>(90,000)</u>	<u>53,901</u>	<u>143,901</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(3,243)	(3,243)
Designated Cash	90,000	90,000	-	(90,000)
<i>Total other financing sources (uses)</i>	<u>90,000</u>	<u>90,000</u>	<u>(3,243)</u>	<u>(93,243)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>50,658</u>	<u>50,658</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>96,687</u>	<u>96,687</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 147,345</u>	<u>\$ 147,345</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>18,263</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 68,921</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	5,750	5,750	7,049	1,299
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	5,750	5,750	7,049	1,299
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,750	5,750	5,750	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	5,750	5,750	5,750	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,299	1,299
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	1,299	1,299
<i>Cash or fund balance, beginning of year</i>	-	-	2,047	2,047
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 3,346	\$ 3,346
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 1,299	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
FOOD SERVICES

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 23,795	\$ 23,795
State grants	-	-	-	-
Federal grants	64,000	64,000	23,058	(40,942)
Interest	-	-	-	-
<i>Total revenues</i>	<u>64,000</u>	<u>64,000</u>	<u>46,853</u>	<u>(17,147)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	68,514	68,514	58,855	9,659
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>68,514</u>	<u>68,514</u>	<u>58,855</u>	<u>9,659</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(4,514)</u>	<u>(4,514)</u>	<u>(12,002)</u>	<u>(7,488)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	4,514	4,514	-	(4,514)
<i>Total other financing sources (uses)</i>	<u>4,514</u>	<u>4,514</u>	<u>-</u>	<u>(4,514)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,002)</u>	<u>(12,002)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>1,741</u>	<u>1,741</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,261)</u>	<u>\$ (10,261)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,772	
Adjustments to expenditures			<u>1,748</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 7,518</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
TITLE I - IASA

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	40,182	40,182	47,079	6,897
Interest	-	-	-	-
<i>Total revenues</i>	<u>40,182</u>	<u>40,182</u>	<u>47,079</u>	<u>6,897</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	40,182	40,182	40,182	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>40,182</u>	<u>40,182</u>	<u>40,182</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,897</u>	<u>6,897</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,897</u>	<u>6,897</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(6,897)</u>	<u>(6,897)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,897)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	36,506	36,506	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>36,506</u>	<u>36,506</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	36,506	36,506	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>36,506</u>	<u>36,506</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(12,657)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (12,657)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	9,547	9,547	5,988	(3,559)
Interest	-	-	-	-
<i>Total revenues</i>	9,547	9,547	5,988	(3,559)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,547	9,547	5,401	4,146
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	9,547	9,547	5,401	4,146
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	587	587
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	587	587
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(587)	(587)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(587)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
AMERICORPS

Exhibit C-7

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	15,000	15,000	-	15,000
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(15,000)</u>	<u>(15,000)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,000)</u>	<u>\$ (15,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			15,000	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 15,000</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	15,566	16,680	16,680	-
Interest	-	-	-	-
<i>Total revenues</i>	15,566	16,680	16,680	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,566	16,680	16,362	318
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	15,566	16,680	16,362	318
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	318	318
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	318	318
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 318	\$ 318
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(318)	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	44,941	44,941	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>44,941</u>	<u>44,941</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	44,941	44,941	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>44,941</u>	<u>44,941</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
NM COMMUNITY FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>(20,000)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,000)</u>	<u>\$ (20,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			20,000	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 20,000</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
GO STUDENT LIBRARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	3,243	3,243
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	3,243	3,243
<i>Net changes in fund balances</i>	-	-	3,243	3,243
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(3,243)	(3,243)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 3,243	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALMA D'ARTE CHARTER HIGH SCHOOL
 BEGINNING TEACHER MENTORING
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	2,071	2,071
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 2,071	\$ 2,071
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(1,068)	
NET CHANGE IN FUND BALANCE			\$ (1,068)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALMA D'ARTE CHARTER HIGH SCHOOL
 PRIVATE DIR. GRANTS (CATEGORICAL)
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 6,180	\$ 6,180	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>6,180</u>	<u>6,180</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	6,180	3,032	3,148
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,180</u>	<u>3,032</u>	<u>3,148</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,148</u>	<u>3,148</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,148</u>	<u>3,148</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,148</u>	<u>\$ 3,148</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 3,148</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
McCUNE CHARITABLE FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 15,000	\$ -	\$ (15,000)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,000	15,000	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,000)</u>	<u>(15,000)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(15,000)</u>	<u>(15,000)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>15,000</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues				
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (15,000)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALMA D'ARTE CHARTER HIGH SCHOOL
 PUBLIC SCHOOLS CAPITAL OUTLAY
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	116,933	116,933	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	116,933	116,933	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	116,933	116,933	-
<i>Total expenditures</i>	-	116,933	116,933	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
SB 9 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	5,220	12,268	-	(12,268)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,220</u>	<u>12,268</u>	<u>-</u>	<u>(12,268)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	5,220	12,268	12,268	-
<i>Total expenditures</i>	<u>5,220</u>	<u>12,268</u>	<u>12,268</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,268)</u>	<u>(12,268)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,268)</u>	<u>(12,268)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,268)</u>	<u>\$ (12,268)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			12,268	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 1,063</u>
<i>Total assets</i>	<u><u>1,063</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>1,063</u>
<i>Total liabilities</i>	<u><u>\$ 1,063</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 ALMA D'ARTE CHARTER HIGH SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 161	6,219	5,317	\$ 1,063
Total assets	\$ 161	\$ 6,219	\$ 5,317	\$ 1,063
LIABILITIES				
Deposits held for others	\$ 161	6,219	5,317	\$ 1,063
Total liabilities	\$ 161	\$ 6,219	\$ 5,317	\$ 1,063

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	First Community Bank	Century Bank	Total
Checking - Operational	\$ 123,379	\$ -	\$ 123,379
Checking - Food Service	\$ 1,000	\$ -	\$ 1,000
Student Activities Account	\$ 1,122	\$ -	\$ 1,122
Checking - Operational	\$ -	\$ 1,390	\$ 1,390
Total On Deposit			126,891
Reconciling Items			<u>(20,743)</u>
Reconciled Balance June 30, 2011			<u>\$ 106,148</u>
Less Agency Funds			1,063
Total Cash			<u>\$ 105,085</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
ALMA D'ARTE CHARTER HIGH SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Account 26000	State Flow Through Fund 27000
Cash, June 30, 2010	\$ 96,687	* \$ 2,047	\$ 1,741	\$ 161	\$ (59,200)	* \$ (13,641)	* \$ (20,000)	\$ (3,676) *
Add:								
2010-11 revenues	1,547,920	7,367	53,239	6,219	141,288	61,303	-	2,504
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	1,644,607	9,414	54,980	6,380	82,088	47,662	(20,000)	(1,172)
Less:								
2010-11 expenditures	(1,500,019)	(5,750)	(58,855)	(5,317)	(82,088)	(61,303)	-	-
Permanent cash transfer	1,000							
Loans to other funds	(50,511)							
Receivables/Payables	-	-	5,000	-	-	13,641	20,000	3,243
Cash, June 30, 2011	<u>95,077</u>	<u>3,664</u>	<u>1,125</u>	<u>1,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,071</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	-	(318)	-	-	-	318	-	-
Cash per Books	<u>95,077</u>	<u>3,346</u>	<u>1,125</u>	<u>1,063</u>	<u>-</u>	<u>318</u>	<u>-</u>	<u>2,071</u>

Fund Balance Reconciliation to GAAP Basis:

Audit adjustments to income statement

that closed to fund balance

	-	-	-	-	-	-	-	-
Modified Accrual Adjustments	15,706	(318)	6,386	-	-	318	-	(1,068)
Fund Balance, Modified Accrual Basis	<u>110,783</u>	<u>3,346</u>	<u>7,511</u>	<u>1,063</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,003</u>

*Amounts did not agree to prior year audited cash balances.

The accompanying notes are an integral part of these financial statements

Local/State 29000	Public School Capital Improvements		Total
	Capital Outlay 31200	SB9 31700	
\$ 15,000 *	\$ -	\$ -	\$ 19,119
6,180	116,933	-	1,942,953
-	-	-	-
21,180	116,933	-	1,962,072
(18,032)	(116,933)	(12,268)	(1,860,565)
-	-	-	1,000
-	-	-	(50,511)
-	-	12,268	54,152
3,148	-	-	106,148
-	-	-	-
3,148	-	-	\$ 106,148
		Less Activity Fund	\$ 1,063
		Exhibit B-1	\$ 105,085
-	-	-	-
-	-	-	21,024
3,148	-	-	126,854
		Less Activity Fund	1,063
		Exhibit B-1	\$ 125,791

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities	Component Unit
ASSETS		
Cash and cash equivalents	\$ 481,963	\$ 134,411
Receivables	-	15,001
Total current assets	481,963	149,412
Noncurrent assets:		
Capital assets		
Land Improvements	33,950	-
Building improvements	3,942,339	-
Furniture, fixtures and equipment	118,683	-
Less: accumulated depreciation	(731,372)	-
Total noncurrent assets	3,363,600	-
Total assets	\$ 3,845,563	\$ 149,412
LIABILITIES AND NET ASSETS		
Accounts payable	\$ -	\$ 7,047
Accrued liabilities	363	-
Deferred revenue	120,835	-
Due to government	715	-
Total current liabilities	121,913	7,047
Total liabilities	121,913	7,047
Invested in capital assets	3,363,600	-
Restricted	15,303	-
Unrestricted	344,747	142,365
Total net assets	3,723,650	142,365
Total liabilities and net assets	\$ 3,845,563	\$ 149,412

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	Component Unit
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions		
Governmental activities:						
Instruction	1,434,654	\$ 4,923	\$ 229,489	\$ -	\$ (1,200,242)	
Support services:						
Students	482,947	-	-	-	(482,947)	
Instruction	56,968	-	-	-	(56,968)	
General Administration	146,625	-	-	-	(146,625)	
School Administration	155,152	-	-	-	(155,152)	
Central Services	160,290	-	-	-	(160,290)	
Operation & Maintenance of Plant	284,991	-	-	-	(284,991)	
Student Transportation	2,916	-	-	-	(2,916)	
Food Services Operations	43,202	7,936	17,974	-	(17,292)	
Facilities, Materials, Supplies & Other Services	140,184	-	-	26,139	(114,045)	
Total governmental activities	<u>\$ 2,907,929</u>	<u>\$ 12,859</u>	<u>\$ 247,463</u>	<u>\$ 26,139</u>	<u>(2,621,468)</u>	
COMPONENT UNIT						
Foundation	116,971	\$ -	\$ -	\$ -	-	\$ (116,971)
			General Revenues:			
			Property taxes	43,207	-	
			State Equalization Guarantee	2,487,545	-	
			Miscellaneous	60,455		137,168
			Total general revenues	<u>2,591,207</u>		<u>137,168</u>
			Change in net assets	(30,261)		20,197
			Net assets - beginning	3,753,911		122,168
			Net assets - ending	<u>\$ 3,723,650</u>		<u>\$ 142,365</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
ASSETS						
<i>Current Assets</i>						
Cash and temporary investments	\$ 345,110	\$ 9,607	\$ -	\$ 715	\$ -	\$ -
Accounts receivable						
Due from other funds	7,173	-	-	-	-	-
<i>Total assets</i>	<u>\$ 352,283</u>	<u>\$ 9,607</u>	<u>\$ -</u>	<u>\$ 715</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES						
<i>Current Liabilities:</i>						
Accrued expenses	363	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Due to government	-	-	-	715	-	-
Deferred revenue - other	-	-	-	-	-	-
<i>Total liabilities</i>	<u>363</u>	<u>-</u>	<u>-</u>	<u>715</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted		9,607				
Assigned	351,665	-	-	-	-	-
Unassigned (deficit)	255	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>351,920</u>	<u>9,607</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 352,283</u>	<u>\$ 9,607</u>	<u>\$ -</u>	<u>\$ 715</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24120	SEG Federal Stimulus 25250	Education Job Fund 25255	PNM Foundation 26123	ABHS Foundation 26187	APS Foundation 26190
\$ -	\$ -	\$ -	\$ 202	\$ -	\$ -
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ 202	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	7,173	-
-	-	-	-	-	-
-	-	-	-	7,173	-
-	-	-	202	-	-
-	-	-	-	(7,173)	-
-	-	-	202	(7,173)	-
\$ -	\$ -	\$ -	\$ 202	\$ -	\$ -

Dual Credit 27103	Beg. Teacher Mentoring 27154	Public School Capital Outlay 31200	Special Capital Outlay 31400	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ 5,494	\$ -	\$ -	\$ 120,835	\$ 481,963
-	-	-	-	-	7,173
\$ -	\$ 5,494	\$ -	\$ -	\$ 120,835	\$ 489,136
-	-	-	-	-	363
-	-	-	-	-	7,173
-	-	-	-	-	715
-	-	-	-	120,835	120,835
-	-	-	-	120,835	129,086
-	5,494	-	-	-	15,303
-	-	-	-	-	351,665
-	-	-	-	-	(6,918)
-	5,494	-	-	-	360,050
\$ -	\$ 5,494	\$ -	\$ -	\$ 120,835	\$ 489,136

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 360,050
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>3,363,600</u>
Net Assets-total Governmental Activities	<u>\$ 3,723,650</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<i>Revenues:</i>						
Local and county sources	\$ 68,908	\$ -	7,936	\$ -	\$ -	\$ -
State sources	2,456,510	11,241	-	-	-	-
Federal sources	-	-	17,974	41,587	52,420	615
Property taxes	-	-	-	-	-	-
<i>Total revenues</i>	<u>2,525,418</u>	<u>11,241</u>	<u>25,910</u>	<u>41,587</u>	<u>52,420</u>	<u>615</u>
<i>Expenditures:</i>						
Current:						
Instruction	1,258,602	30,987	-	38,382	-	-
Support Services:						
Students	419,451	-	-	3,205	52,420	615
Instruction	56,968	-	-	-	-	-
General Administration	133,972	-	-	-	-	-
School Administration	155,152	-	-	-	-	-
Central Services	149,889	-	-	-	-	-
Operation & Maintenance of Plant	261,546	-	-	-	-	-
Student Transportation	2,916	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	15,366	-	25,910	-	-	-
Capital outlay	57,459	-	-	-	-	-
<i>Total expenditures</i>	<u>2,511,321</u>	<u>30,987</u>	<u>25,910</u>	<u>41,587</u>	<u>52,420</u>	<u>615</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>14,097</u>	<u>(19,746)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>14,097</u>	<u>(19,746)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>337,823</u>	<u>29,353</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 351,920</u>	<u>\$ 9,607</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	PNM Foundation 26123	ABHS Foundation 26187	APS Foundation 26190
\$ -	\$ -	\$ -	\$ -	\$ 30,672	\$ 1,500
-	-	-	-	-	-
8,739	31,035	71,557	-	-	-
-	-	-	-	-	-
8,739	31,035	71,557	-	30,672	1,500
4,714	8,622	71,557	199	11,819	1,555
4,025	470	-	-	2,761	-
-	75	-	-	10,938	-
-	-	-	-	-	-
-	-	-	-	10,401	-
-	21,868	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,926	-
-	-	-	-	-	-
8,739	31,035	71,557	199	37,845	1,555
-	-	-	(199)	(7,173)	(55)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(199)	(7,173)	(55)
-	-	-	401	-	55
\$ -	\$ -	\$ -	\$ 202	\$ (7,173)	\$ -

Dual Credit 27103	Beg. Teach Mentoring 27154	Public School Capital Outlay 31200	Special Capital Outlay 31400	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 109,016
7,628	-	1,178	24,961	-	2,501,518
-	-	-	-	-	223,927
-	-	-	-	43,207	43,207
7,628	-	1,178	24,961	43,207	2,877,668
7,628	-	-	-	-	1,434,065
-	-	-	-	-	482,947
-	-	-	-	-	56,968
-	-	-	-	1,640	146,625
-	-	-	-	-	155,152
-	-	-	-	-	160,290
-	-	-	-	-	283,414
-	-	-	-	-	2,916
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	43,202
-	-	1,178	24,961	41,567	125,165
7,628	-	1,178	24,961	43,207	2,890,744
-	-	-	-	-	(13,076)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(13,076)
-	5,494	-	-	-	373,126
\$ -	\$ 5,494	\$ -	\$ -	\$ -	\$ 360,050

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 AMY BIEHL CHARTER HIGH SCHOOL
 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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (13,076)
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	(106,320)
Capital Outlays	89,135
Excess of capital outlay over depreciation expense	(17,185)
Change in Net Assets of governmental activities:	\$ (30,261)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 23,370	\$ 85,576	\$ 68,908	\$ (16,668)
State sources	2,526,932	2,456,510	2,456,510	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,550,302</u>	<u>2,542,086</u>	<u>2,525,418</u>	<u>(16,668)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,335,958	1,269,421	1,257,552	11,869
Support Services:				
Students	456,897	456,897	419,451	37,446
Instruction	69,617	67,707	56,968	10,739
General Administration	227,144	229,571	133,972	95,599
School Administration	221,481	221,481	155,152	66,329
Central Services	164,949	164,949	149,889	15,060
Operation & Maintenance of Plant	259,375	283,327	261,546	21,781
Student Transportation	6,690	6,690	2,916	3,774
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	50,460	39,770	15,366	24,404
Capital outlay	82,637	140,096	57,459	82,637
<i>Total expenditures</i>	<u>2,875,208</u>	<u>2,879,909</u>	<u>2,510,271</u>	<u>369,638</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(324,906)</u>	<u>(337,823)</u>	<u>15,147</u>	<u>352,970</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	324,906	337,823	-	(337,823)
<i>Total other financing sources (uses)</i>	<u>324,906</u>	<u>337,823</u>	<u>-</u>	<u>(337,823)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>15,147</u>	<u>15,147</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>337,136</u>	<u>337,136</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 352,283</u>	<u>\$ 352,283</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustment to revenues			-	
Adjustment to expenditures			<u>(1,050)</u>	
NET CHANGES IN FUND BALANCE			<u><u>\$ 14,097</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 106	\$ 106
State sources	10,210	11,127	11,135	8
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,210</u>	<u>11,127</u>	<u>11,241</u>	<u>114</u>
<i>Expenditures:</i>				
Current:				
Instruction	32,803	40,480	30,987	9,493
Support Services:				
Students	-	-	-	-
Instruction	100	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>32,903</u>	<u>40,480</u>	<u>30,987</u>	<u>9,493</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(22,693)</u>	<u>(29,353)</u>	<u>(19,746)</u>	<u>9,607</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	22,693	29,353	-	(29,353)
<i>Total other financing sources (uses)</i>	<u>22,693</u>	<u>29,353</u>	<u>-</u>	<u>(29,353)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(19,746)</u>	<u>(19,746)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>29,353</u>	<u>29,353</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,607</u>	<u>\$ 9,607</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ (19,746)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	7,936	\$ 7,936
State sources	-	-	-	-
Federal sources	-	21,000	17,974	(3,026)
Interest	-	-	-	-
<i>Total revenues</i>	-	21,000	25,910	4,910
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	21,000	25,910	(4,910)
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	21,000	25,910	(4,910)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
TITLE I-IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	5,850	48,196	42,302	(5,894)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,850</u>	<u>48,196</u>	<u>42,302</u>	<u>(5,894)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,850	45,333	38,382	6,951
Support Services:				
Students	-	2,863	3,205	(342)
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,850</u>	<u>48,196</u>	<u>41,587</u>	<u>6,609</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>715</u>	<u>715</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>715</u>	<u>715</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 715</u>	<u>\$ 715</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			(715)	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	52,420	52,420	52,420	-
Interest	-	-	-	-
<i>Total revenues</i>	52,420	52,420	52,420	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	52,420	52,420	52,420	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	52,420	52,420	52,420	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 AMY BIEHL CHARTER HIGH SCHOOL
 IDEA-B ENTITLEMENT RISK POOL
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	615	615	615	-
Interest	-	-	-	-
<i>Total revenues</i>	615	615	615	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	615	615	615	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	615	615	615	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	10,166	11,679	8,739	(2,940)
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,166</u>	<u>11,679</u>	<u>8,739</u>	<u>(2,940)</u>
<i>Expenditures:</i>				
Current:				
Instruction	10,166	7,166	4,714	2,452
Support Services:				
Students	-	4,513	4,025	488
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,166</u>	<u>11,679</u>	<u>8,739</u>	<u>2,940</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	25,924	26,559	26,559	-
Federal sources	-	-	4,476	4,476
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,924</u>	<u>26,559</u>	<u>31,035</u>	<u>4,476</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,511	4,146	8,622	(4,476)
Support Services:				
Students	-	470	470	-
Instruction	-	-	-	-
General Administration	-	75	75	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	22,413	21,868	21,868	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>25,924</u>	<u>26,559</u>	<u>31,035</u>	<u>(4,476)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	71,557	71,557	-
Interest	-	-	-	-
<i>Total revenues</i>	-	71,557	71,557	-
<i>Expenditures:</i>				
Current:				
Instruction	-	71,557	71,557	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	71,557	71,557	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
PNM FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,273	401	199	202
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,273</u>	<u>401</u>	<u>199</u>	<u>202</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,273)</u>	<u>(401)</u>	<u>(199)</u>	<u>202</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,273	401	-	(401)
<i>Total other financing sources (uses)</i>	<u>1,273</u>	<u>401</u>	<u>-</u>	<u>(401)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(199)</u>	<u>(199)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>401</u>	<u>401</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 202</u>	<u>\$ 202</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ (199)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
ABHS FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 74,485	\$ 74,485	\$ 34,202	\$ (40,283)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>74,485</u>	<u>74,485</u>	<u>34,202</u>	<u>(40,283)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,000	11,819	3,181
Support Services:				
Students	-	3,000	2,761	239
Instruction	-	-	-	-
General Administration	67,669	42,169	10,938	31,231
School Administration	-	-	-	-
Central Services	6,816	11,316	10,401	915
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	3,000	1,926	1,074
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>74,485</u>	<u>74,485</u>	<u>37,845</u>	<u>36,640</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,643)</u>	<u>(3,643)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,643)</u>	<u>(3,643)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,530)</u>	<u>(3,530)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,173)</u>	<u>\$ (7,173)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			(3,530)	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ (7,173)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
APS FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 1,500	\$ 1,500
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,500</u>	<u>1,500</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,500	1,555	(55)
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,500</u>	<u>1,555</u>	<u>(55)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,500)</u>	<u>(55)</u>	<u>1,445</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	1,500	-	(1,500)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>(1,500)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(55)</u>	<u>(55)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>55</u>	<u>55</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ (55)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
DUAL CREDIT

Exhibit C-13

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	7,628	16,810	9,182
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	7,628	16,810	9,182
<i>Expenditures:</i>				
Current:				
Instruction	-	7,628	7,628	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	7,628	7,628	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	9,182	9,182
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	9,182	9,182
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(9,182)	(9,182)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			(9,182)	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
BEGINNING TEACHER MENTORING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,494	-	5,494
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,494	-	5,494
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(5,494)	-	5,494
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	5,494	-	(5,494)
<i>Total other financing sources (uses)</i>	-	5,494	-	(5,494)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	5,494	5,494
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 5,494	\$ 5,494
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,178	1,178	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,178	1,178	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	1,178	1,178	-
<i>Total expenditures</i>	-	1,178	1,178	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
STATE SPECIAL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	25,000	25,000	24,961	(39)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,000</u>	<u>25,000</u>	<u>24,961</u>	<u>(39)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	25,000	25,000	24,961	39
<i>Total expenditures</i>	<u>25,000</u>	<u>25,000</u>	<u>24,961</u>	<u>39</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
Property taxes	-	181,000	164,042	(16,958)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	181,000	164,042	(16,958)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	2,000	1,640	360
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	179,000	41,567	137,433
<i>Total expenditures</i>	-	181,000	43,207	137,793
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	120,835	120,835
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	120,835	120,835
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 120,835	\$ 120,835
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			(120,835)	
Adjustment to expenditures			-	
NET CHANGES IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	12,965
Total Assets	<u>\$ 12,965</u>
LIABILITIES	
Deposits held for others	12,965
Total Liabilities	<u>\$ 12,965</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 13,418	\$ 11,463	\$ 11,916	\$ 12,965
Total assets	\$ 13,418	\$ 11,463	\$ 11,916	\$ 12,965
LIABILITIES				
Deposits held for others	\$ 13,418	\$ 11,463	\$ 11,916	\$ 12,965
Total liabilities	\$ 13,418	\$ 11,463	\$ 11,916	\$ 12,965

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

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 AMY BIEHL CHARTER HIGH SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	First Community Bank	Bank of Albuquerque	Total
Checking - Operational Account	\$ 433,160	\$ 112,478	\$ 545,638
Total On Deposit	433,160	112,478	\$ 545,638
Reconciling Items	(63,675)	-	\$ (63,675)
Reconciled Balance June 30, 2011	<u>\$ 369,485</u>	<u>\$ 112,478</u>	<u>\$ 481,963</u>
Agency Funds:			
Checking- Student Activities	<u>\$ 13,023</u>		
Total On Deposit	13,023		
Reconciling Items	<u>(58)</u>		
Reconciled Balance June 30, 2011	<u>\$ 12,965</u>		

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
AMY BIEHL CHARTER HIGH SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Fund 21000	Non-Instructional Account 23000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2010	\$ 358,286	\$ 29,353	\$ -	\$ 13,417	\$ 3,137	\$ 94
Add:						
2010-11 revenues	2,529,894	11,240	25,910	11,462	103,361	98,116
Total cash available	2,888,180	40,593	25,910	24,879	106,498	98,210
Less:						
Receivables/Payables	(32,811)	-		-	(2,422)	(94)
2010-11 expenditures	(2,515,797)	(30,986)	(25,910)	(11,914)	(103,361)	(98,116)
Loans to other funds	12,711	-		-	-	-
Cash, June 30, 2011	<u>352,283</u>	<u>9,607</u>	<u>-</u>	<u>12,965</u>	<u>715</u>	<u>-</u>
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	(7,173)	-		-	-	-
Cash per books	<u>345,110</u>	<u>9,607</u>	<u>-</u>	<u>12,965</u>	<u>715</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	(363)	-		-	(715)	-
Fund Balance, Modified Accrual Basis	<u>351,920</u>	<u>9,607</u>	<u>-</u>	<u>12,965</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Local Grants Account 26000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Special Capital Outlay 31400	Capital HB 33 31600	Total
\$ 1,956	\$ 6,357	\$ -	\$ -	\$ -	\$ 412,600
34,202	16,810	1,178	24,961	164,042	3,021,176
36,158	23,167	1,178	24,961	164,042	3,433,776
-	-	-	-	-	(35,327)
(39,599)	(8,492)	(1,178)	(24,961)	(43,207)	(2,903,521)
(3,530)	(9,181)	-	-	-	-
(6,971)	5,494	-	-	120,835	494,928
7,173	-	-	-	-	-
202	5,494	-	-	120,835	\$ 494,928
				Less Activity Fund	\$ 12,965
				Exhibit B-1	\$ 481,963
-	-	-	-	(120,835)	(121,913)
(6,971)	5,494	-	-	-	373,015
				Less Activity Fund	12,965
				Exhibit B-1	360,050

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government	
	Governmental Activities	Component Unit
ASSETS		
Cash and cash equivalents	\$ 376,371	\$ 21,378
Prepaid Expenses	13,000	-
Receivables		
Due from other governments	19,704	-
Total current assets	409,075	21,378
Noncurrent assets:		
Capital assets		
Furniture, fixtures and equipment	81,681	-
Building and improvements	23,270	2,377,167
Less: accumulated depreciation	(83,646)	(60,953)
Total noncurrent assets	21,305	2,316,214
Total assets	\$ 430,380	\$ 2,337,592
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 3,235	\$ -
Accrued liabilities	35,626	-
Due to government	516	-
Due to agency funds	336	-
Current portion of capital lease obligation	-	229,287
Total current liabilities	39,713	229,287
Noncurrent portion of capital lease obligation	-	1,936,807
Total liabilities	39,713	2,166,094
Invested in capital assets, net of related debt	21,305	150,120
Restricted	17,691	21,378
Unrestricted	351,671	-
Total net assets	390,667	171,498
Total liabilities and net assets	\$ 430,380	\$ 2,337,592

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	Component Unit
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions		
Governmental activities:						
Instruction	1,059,068	\$ 1,697	\$ 221,641	\$ -	\$ (835,730)	-
Support services:						
Students	279,919	-	-	-	(279,919)	-
Instruction	453	-	-	-	(453)	-
General Administration	17,504	-	-	-	(17,504)	-
School Administration	156,629	-	-	-	(156,629)	-
Central Services	61,873	-	-	-	(61,873)	-
Operation & Maintenance of Plant	377,172	-	-	-	(377,172)	-
Food Services Operation	19,833	-	-	-	(19,833)	-
Facilities, Materials, Supplies & Other Services	123,477	-	-	123,477	-	-
Total governmental activities	\$ 2,095,928	\$ 1,697	\$ 221,641	\$ 123,477	(1,749,113)	-
COMPONENT UNIT						
Foundation	171,562	-	-	-	-	(171,562)
			General Revenues:			
			State Equalization Guarantee	1,895,510	-	-
			Loss on disposal	(34,439)	-	-
			Miscellaneous	1,799		343,060
			Total general revenues	1,862,870		343,060
			Change in net assets	113,757		171,498
			Net assets - beginning	276,910		-
			Net assets - ending	\$ 390,667		\$ 171,498

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 369,743	\$ 3,854	\$ 405	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	13,548	-
Due from other funds	17,874	432	-	-	-
Deposits	13,000	-	-	-	-
<i>Total assets</i>	<u>\$ 400,617</u>	<u>\$ 4,286</u>	<u>\$ 405</u>	<u>\$ 13,548</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accounts payable	3,235	-	-	-	\$ -
Accrued expenses	32,375	-	-	1,398	-
Due to other funds	-	-	-	12,150	-
Due to government					
Due to agency funds	336	-	-	-	-
<i>Total liabilities</i>	<u>35,946</u>	<u>-</u>	<u>-</u>	<u>13,548</u>	<u>-</u>
<i>Fund balances</i>					
Nonspendable	13,000	-	-	-	-
Restricted		4,286	405		
Committed	-	-	-	-	-
Assigned	168,206	-	-	-	-
Unassigned	183,465	-	-	-	-
<i>Total fund balance</i>	<u>364,671</u>	<u>4,286</u>	<u>405</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 400,617</u>	<u>\$ 4,286</u>	<u>\$ 405</u>	<u>\$ 13,548</u>	<u>\$ -</u>

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Safe & Drug Free 24157	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Dual Credit 27103
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,853	\$ -
18	2,545	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 18</u>	<u>\$ 2,545</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,853</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
18	2,545	-	-	-	1,853	-
-	-	-	-	-	-	-
<u>18</u>	<u>2,545</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,853</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 18</u>	<u>\$ 2,545</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,853</u>	<u>\$ -</u>

Technology for Education 27117	Library GO Bond 27170	GRADS 28190	City/County Grants 29107	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
\$ 63	\$ 453	\$ -	\$ -	\$ -	\$ -	\$ 376,371
-	-	-	3,593	-	-	19,704
-	-	-	-	-	-	18,306
-	-	-	-	-	-	13,000
<u>\$ 63</u>	<u>\$ 453</u>	<u>\$ -</u>	<u>\$ 3,593</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 427,381</u>
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,235
-	-	-	-	-	-	35,626
-	-	-	3,593	-	-	18,306
\$ 63	\$ 453	-	-	-	-	516
-	-	-	-	-	-	336
<u>63</u>	<u>453</u>	<u>-</u>	<u>3,593</u>	<u>-</u>	<u>-</u>	<u>58,019</u>
-	-	-	-	-	-	13,000
-	-	-	-	-	-	4,691
-	-	-	-	-	-	-
-	-	-	-	-	-	168,206
-	-	-	-	-	-	183,465
-	-	-	-	-	-	369,362
<u>\$ 63</u>	<u>\$ 453</u>	<u>\$ -</u>	<u>\$ 3,593</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 427,381</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 369,362
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>21,305</u>
Net Assets-total Governmental Activities	<u><u>\$ 390,667</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 3,496	\$ -	\$ -	\$ -	\$ -
State sources	1,872,334	7,330	-	-	-
Federal sources	-	-	18,674	75,100	34,408
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,875,830</u>	<u>7,330</u>	<u>18,674</u>	<u>75,100</u>	<u>34,408</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	851,590	7,326	-	74,689	34,408
Support Services:					
Students	250,068	-	-	411	-
Instruction	-	-	-	-	-
General Administration	17,504	-	-	-	-
School Administration	155,004	-	-	-	-
Central Services	61,740	-	-	-	-
Operation & Maintenance of Plant	377,172	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	18,637	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,713,078</u>	<u>7,326</u>	<u>18,637</u>	<u>75,100</u>	<u>34,408</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>162,752</u>	<u>4</u>	<u>37</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>162,752</u>	<u>4</u>	<u>37</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>201,919</u>	<u>4,282</u>	<u>368</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 364,671</u>	<u>\$ 4,286</u>	<u>\$ 405</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Safe & Drug Free 24157	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Dual Credit 27103
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	1,082
18	9,848	124	1,944	23,176	54,541	-
-	-	-	-	-	-	-
<u>18</u>	<u>9,848</u>	<u>124</u>	<u>1,944</u>	<u>23,176</u>	<u>54,541</u>	<u>1,082</u>
18	9,848	-	1,944	-	54,541	1,082
-	-	124	-	23,176	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>18</u>	<u>9,848</u>	<u>124</u>	<u>1,944</u>	<u>23,176</u>	<u>54,541</u>	<u>1,082</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Technology for Education 27117	Library GO Bond 27170	GRADS 28190	City/County Grants 29107	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
\$ -	\$ -	\$ -	5,636	\$ -	\$ -	\$ 9,132
-	-	12,936	-	120,181	3,296	2,017,159
-	-	-	-	-	-	217,833
-	-	-	-	-	-	-
-	-	12,936	5,636	120,181	3,296	2,244,124
63	-	12,936	-	-	-	1,048,445
-	-	504	5,636	-	-	279,919
-	453	-	-	-	-	453
-	-	-	-	-	-	17,504
-	-	-	-	-	-	155,004
-	-	-	-	-	-	61,740
-	-	-	-	-	-	377,172
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	18,637
-	-	-	-	120,181	3,296	123,477
63	453	13,440	5,636	120,181	3,296	2,082,351
(63)	(453)	(504)	-	-	-	161,773
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(63)	(453)	(504)	-	-	-	161,773
63	453	504	-	-	-	207,589
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 369,362

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CESAR CHAVEZ COMMUNITY SCHOOL
 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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 161,773
<p>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.</p>	
Depreciation expense	(13,577)
Loss on disposals	(34,439)
Excess of capital outlay over depreciation expense	(48,016)
Change in Net Assets of governmental activities:	\$ 113,757

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 3,496	\$ 3,496
State sources	1,904,563	1,872,334	1,872,334	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,904,563</u>	<u>1,872,334</u>	<u>1,875,830</u>	<u>3,496</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,052,175	990,393	833,050	157,343
Support Services:				
Students	254,708	260,351	250,068	10,283
Instruction	-	-	-	-
General Administration	24,200	24,266	17,504	6,762
School Administration	161,651	155,943	155,004	939
Central Services	64,002	64,002	61,740	2,262
Operation & Maintenance of Plant	370,562	400,616	377,172	23,444
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,927,298</u>	<u>1,895,571</u>	<u>1,694,538</u>	<u>201,033</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(22,735)</u>	<u>(23,237)</u>	<u>181,292</u>	<u>204,529</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	22,735	23,237	-	(23,237)
<i>Total other financing sources (uses)</i>	<u>22,735</u>	<u>23,237</u>	<u>-</u>	<u>(23,237)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>181,292</u>	<u>181,292</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>188,451</u>	<u>188,451</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 369,743</u>	<u>\$ 369,743</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(18,540)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 162,752</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	5,262	7,326	7,330	4
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,262</u>	<u>7,326</u>	<u>7,330</u>	<u>4</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,262	7,326	7,326	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,262</u>	<u>7,326</u>	<u>7,326</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,282</u>	<u>4,282</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,286</u>	<u>\$ 4,286</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 4</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	27,450	27,450	18,674	(8,776)
Interest	-	-	-	-
<i>Total revenues</i>	<u>27,450</u>	<u>27,450</u>	<u>18,674</u>	<u>(8,776)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	27,450	27,450	18,637	8,813
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>27,450</u>	<u>27,450</u>	<u>18,637</u>	<u>8,813</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>37</u>	<u>37</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>37</u>	<u>37</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>368</u>	<u>368</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 405</u>	<u>\$ 405</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 37</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
TITLE I

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	75,689	61,552	(14,137)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>75,689</u>	<u>61,552</u>	<u>(14,137)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	74,689	74,689	-
Support Services:				
Students	-	1,000	411	589
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>75,689</u>	<u>75,100</u>	<u>589</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(13,548)</u>	<u>(13,548)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(13,548)</u>	<u>(13,548)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,548)</u>	<u>\$ (13,548)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			13,548	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	34,408	34,408	34,408	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>34,408</u>	<u>34,408</u>	<u>34,408</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	34,408	34,408	34,408	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>34,408</u>	<u>34,408</u>	<u>34,408</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
IDEA-B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	18	18	-	(18)
Interest	-	-	-	-
<i>Total revenues</i>	18	18	-	(18)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	18	18	18	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	18	18	18	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(18)	(18)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(18)	(18)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (18)	\$ (18)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			18	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CESAR CHAVEZ COMMUNITY SCHOOL
 TEACHER PRINCIPAL TRAINING
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	10,383	7,303	(3,080)
Interest	-	-	-	-
<i>Total revenues</i>	-	10,383	7,303	(3,080)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,383	9,848	535
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,383	9,848	535
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,545)	(2,545)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(2,545)	(2,545)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,545)	\$ (2,545)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,545	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
SAFE & DRUG FREE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	168	124	(44)
Interest	-	-	-	-
<i>Total revenues</i>	-	168	124	(44)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	168	124	44
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	168	124	44
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
IDEA-B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	1,944	1,944	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,944	1,944	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,944	1,944	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,944	1,944	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CESAR CHAVEZ COMMUNITY SCHOOL
 SEG FEDERAL STIMULUS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	19,539	23,176	23,176	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>19,539</u>	<u>23,176</u>	<u>23,176</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,539	-	-	-
Support Services:				
Students	-	23,176	23,176	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>19,539</u>	<u>23,176</u>	<u>23,176</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	54,541	54,541	-
Interest	-	-	-	-
<i>Total revenues</i>	-	54,541	54,541	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	54,541	54,541	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	54,541	54,541	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
DUAL CREDIT

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,082	1,082	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,082	1,082	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,082	1,082	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,082	1,082	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
TECHNOLOGY FOR EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>63</u>	<u>63</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63</u>	<u>\$ 63</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(63)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (63)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CESAR CHAVEZ COMMUNITY SCHOOL
 LIBRARY GO BOND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	453	453
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 453	\$ 453
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(453)	
NET CHANGE IN FUND BALANCE			<u>\$ (453)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
GRADS

Exhibit C-15

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	12,936	12,936	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	12,936	12,936	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,936	12,936	-
Support Services:				
Students	-	504	504	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	13,440	13,440	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(504)	(504)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	504	-	(504)
<i>Total other financing sources (uses)</i>	-	504	-	(504)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(504)	(504)
<i>Cash or fund balance, beginning of year</i>	-	-	504	504
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (504)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
CITY/COUNTY GRANTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 6,125	\$ 2,504	\$ (3,621)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	6,125	2,504	(3,621)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	6,125	6,097	28
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	6,125	6,097	28
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,593)	(3,593)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(3,593)	(3,593)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,593)	\$ (3,593)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,593	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	120,181	120,181	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	120,181	120,181	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	120,181	120,181	-
<i>Total expenditures</i>	-	120,181	120,181	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-18

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,296	6,622	3,296	(3,326)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,296</u>	<u>6,622</u>	<u>3,296</u>	<u>(3,326)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	3,296	6,622	3,296	3,326
<i>Total expenditures</i>	<u>3,296</u>	<u>6,622</u>	<u>3,296</u>	<u>3,326</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	6,366
Due from other funds	<u>336</u>
Total Assets	<u><u>\$ 6,702</u></u>
 LIABILITIES	
Deposits held for others	<u>6,702</u>
Total Liabilities	<u><u>\$ 6,702</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CESAR CHAVEZ COMMUNITY SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 5,824	7,487	6,945	\$ 6,366
Due from other funds	\$ -	336	-	\$ 336
Total assets	\$ 5,824	7,823	\$ 6,945	\$ 6,702
LIABILITIES				
Deposits held for others	\$ 5,824	\$ 7,823	\$ 6,945	\$ 6,702
Total liabilities	\$ 5,824	\$ 7,823	\$ 6,945	\$ 6,702

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	
Checking - Operational Account	\$ 378,727
Total On Deposit	378,727
Reconciling Items	(2,356)
Reconciled Balance June 30, 2011	\$ <u>376,371</u>
Checking - Agency Funds	\$ 6,625
Total On Deposit	6,625
Reconciling Items	(259)
Reconciled Balance June 30, 2011	\$ <u>6,366</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CESAR CHAVEZ COMMUNITY SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Food Services Fund 21000	Non-Instruct. Fund 23000	Federal Projects Account 24000	Federal Direct Fund 25000
Cash, June 30, 2010	\$ 188,451	\$ 3,850	\$ 368	\$ 5,097	\$ 296	\$ 1,763
Add:						
2010-11 revenues	1,875,829	7,330	18,674	7,488	121,440	77,717
Loans from other funds	-	(432)	-	(336)	14,713	-
Total cash available	2,064,280	10,748	19,042	12,249	136,449	79,480
Less:						
Receivables/Payables	36,080	432	-	727	(15,009)	90
2010-11 expenditures	(1,712,618)	(7,326)	(18,637)	(6,610)	(121,440)	(77,717)
Loans to other funds	(17,999)	-	-	-	-	-
Cash, June 30, 2011	369,743	3,854	405	6,366	-	1,853
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per books	369,743	3,854	405	6,366	-	1,853

Fund Balance Reconciliation to GAAP Basis:

Audit adjustments to income statement
that closed to fund balance

Modified Accrual Adjustments	(5,072)	432				(1,853)
Fund Balance, Modified Accrual Basis	364,671	4,286	405	6,366	-	-

State Flow-through Fund 27000	Local or State Fund 29000	Public School Capital Outlay 31200	SB 9 Improvements 31700	Total
\$ 516	\$ -	\$ -	\$ -	\$ 200,341
1,082	6,097	120,181	3,296	2,239,134
-	4,055	-	-	18,000
1,598	10,152	120,181	3,296	2,457,475
-	-	-	-	22,320
(1,082)	(6,097)	(120,181)	(3,296)	(2,075,004)
-	(4,055)	-	-	(22,054)
516	-	-	-	382,737
-	-	-	-	-
516	-	-	-	382,737
			Less Activity Fund	\$ 6,366
			Per Exhibit B-1	\$ 376,371
(516)	-	-	-	(7,009)
-	-	-	-	375,728
			Less Activity Fund	6,366
			Per Exhibit B-1	369,362

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME V

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CIEN AGUAS INTERNATIONAL SCHOOL
 STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	396,091
Receivables	
Other	24,352
Total current assets	420,443
Capital assets	
Furniture, fixtures and equipment	63,579
Less: accumulated depreciation	(18,081)
Total noncurrent assets	45,498
Total assets	465,941
LIABILITIES AND NET ASSETS	
Due to government	5,943
Accrued Salaries	119,385
Current portion of compensated absences	44,211
Deferred revenue	59,159
Total current liabilities	228,698
Total liabilities	228,698
Invested in capital assets	45,498
Restricted for:	
Other	43,630
Unrestricted	148,115
Total net assets	237,243
Total liabilities and net assets	\$ 465,941

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	1,016,093	7,226	87,893	\$ -	\$ (920,974)
Support services:					
Students	103,590	-	-	-	(103,590)
Instruction	77,762	-	-	-	(77,762)
General Administration	34,121	-	-	-	(34,121)
School Administration	169,914	-	-	-	(169,914)
Central Services	55,179	-	-	-	(55,179)
Operation & Maintenance of Plant	112,697	-	-	-	(112,697)
Food Services Operation	20,000	-	-	-	(20,000)
Facilities Materials, Supplies & Other Services	90,587	-	-	90,587	-
Total governmental activities	\$ 1,679,943	\$ 7,226	\$ 87,893	\$ 90,587	(1,494,237)
			General Revenues:		
			State Equalization Guarantee		1,406,937
			Miscellaneous		27,502
			Total general revenues		1,434,439
			Change in net assets		(59,798)
			Net assets - beginning		297,041
			Net assets - ending		\$ 237,243

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Title I IASA 24101
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 287,359	\$ 10,600	\$ -
Accounts receivable			
Due from other governments	-	-	6,515
Due from other funds	24,352	-	-
	<u>311,711</u>	<u>10,600</u>	<u>6,515</u>
<i>Total assets</i>			
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accrued expenses	119,385	-	-
Due to government	-	-	-
Due to other funds	-	-	6,515
Deferred revenue - other	-	-	-
	<u>119,385</u>	<u>-</u>	<u>6,515</u>
<i>Total liabilities</i>			
<i>Fund balances</i>			
Fund Balance:			
Restricted	-	10,600	-
Assigned	190,830	-	-
Unassigned	1,496	-	-
	<u>192,326</u>	<u>10,600</u>	<u>-</u>
<i>Total fund balance</i>			
	<u>\$ 311,711</u>	<u>\$ 10,600</u>	<u>\$ 6,515</u>
<i>Total liabilities and fund balance</i>			

The accompanying notes are an integral part of these financial statements
I-3

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter School Planning 24146	Teacher Principal Training 24154	Title I Federal Stimulus 24201	IDEA-B Federal Stimulus 24206	SEG Federal Stimulus 25250
\$ -	\$ -	\$ 5,943	\$ -	\$ -	\$ -	\$ -
6,625	222	-	566	-	684	-
-	-	-	-	-	-	-
<u>6,625</u>	<u>222</u>	<u>5,943</u>	<u>566</u>	<u>-</u>	<u>684</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	5,943	-	-	-	-
6,625	222	-	566	-	684	-
-	-	-	-	-	-	-
<u>6,625</u>	<u>222</u>	<u>5,943</u>	<u>566</u>	<u>-</u>	<u>684</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 6,625</u>	<u>\$ 222</u>	<u>\$ 5,943</u>	<u>\$ 566</u>	<u>\$ -</u>	<u>\$ 684</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Education Job Fund 25255	Walton Foundation 26148	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ 33,030	\$ -	\$ 59,159	\$ 396,091
9,740	-	-	-	24,352
-	-	-	-	24,352
<u>9,740</u>	<u>33,030</u>	<u>-</u>	<u>59,159</u>	<u>444,795</u>
-	-	-	-	119,385
-	-	-	-	5,943
9,740	-	-	-	24,352
-	-	-	59,159	59,159
<u>9,740</u>	<u>-</u>	<u>-</u>	<u>59,159</u>	<u>208,839</u>
-	33,030	-	-	43,630
-	-	-	-	190,830
-	-	-	-	1,496
-	<u>33,030</u>	<u>-</u>	<u>-</u>	<u>235,956</u>
<u>\$ 9,740</u>	<u>\$ 33,030</u>	<u>\$ -</u>	<u>\$ 59,159</u>	<u>\$ 444,795</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 235,956
Compensated Absences	(44,211)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>45,498</u>
Net Assets-total Governmental Activities	<u>\$ 237,243</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Title I IASA 24101
<i>Revenues:</i>			
Local and county grant	\$ 34,728	\$ -	\$ -
State grant	1,390,215	6,609	-
Federal grant	-	-	17,348
Miscellaneous income	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>1,424,943</u>	<u>6,609</u>	<u>17,348</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	853,235	8,086	17,348
Support Services			
Students	102,663	-	-
Instruction	41,538	-	-
General Administration	31,317	-	-
School Administration	155,897	-	-
Central Services	55,179	-	-
Operation & Maintenance of Plant	94,419	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-Instructional Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	20,000	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>1,354,248</u>	<u>8,086</u>	<u>17,348</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>70,695</u>	<u>(1,477)</u>	<u>-</u>
<i>Other financing sources (uses):</i>			
Operating transfers	2,697	-	-
<i>Total other financing sources (uses)</i>	<u>2,697</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>73,392</u>	<u>(1,477)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>118,934</u>	<u>12,077</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 192,326</u>	<u>\$ 10,600</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter School Planning 24146	Teacher Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Federal Stimulus 24206	SEG Federal Stimulus 25250
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
17,305	222	-	5,057	171	684	16,722
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>17,305</u>	<u>222</u>	<u>-</u>	<u>5,057</u>	<u>171</u>	<u>684</u>	<u>16,722</u>
17,284	-	-	5,057	171	-	-
21	222	-	-	-	684	-
-	-	-	-	-	-	-
-	-	6,513	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	16,722
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>17,305</u>	<u>222</u>	<u>6,513</u>	<u>5,057</u>	<u>171</u>	<u>684</u>	<u>16,722</u>
-	-	(6,513)	-	-	-	-
-	-	(2,697)	-	-	-	-
-	-	(2,697)	-	-	-	-
-	-	(9,210)	-	-	-	-
-	-	9,210	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Education Job Fund 25255	Walton Foundation 26148	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 34,728
-	-	90,587	-	1,487,411
40,497	-	-	-	98,006
-	-	-	-	-
-	-	-	-	-
<u>40,497</u>	<u>-</u>	<u>90,587</u>	<u>-</u>	<u>1,620,145</u>
40,497	30,205	-	-	971,883
-	-	-	-	103,590
-	36,224	-	-	77,762
-	2,804	-	-	34,121
-	1,693	-	-	164,103
-	-	-	-	55,179
-	-	-	-	111,141
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	20,000
-	-	90,587	-	90,587
<u>40,497</u>	<u>70,926</u>	<u>90,587</u>	<u>-</u>	<u>1,628,366</u>
-	(70,926)	-	-	(8,221)
-	-	-	-	-
-	-	-	-	-
-	(70,926)	-	-	(8,221)
-	103,956	-	-	244,177
<u>\$ -</u>	<u>\$ 33,030</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 235,956</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEEN AGUAS INTERNATIONAL SCHOOL
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
Net change in fund balances - total governmental funds	\$ (8,221)
Change in Compensated Absences	(44,211)
<p>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.</p>	
Depreciation expense	(10,139)
Capital Outlays	2,773
	(7,366)
Change in Net Assets-total Governmental Activities	\$ (59,798)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 34,728	\$ 34,728
State grants	1,481,643	1,390,219	1,390,215	(4)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	1,481,643	1,390,219	1,424,943	34,724
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	960,609	901,812	852,938	48,874
Support Services				
Students	121,780	126,451	102,663	23,788
Instruction	38,500	51,171	41,538	9,633
General Administration	42,000	42,900	31,317	11,583
School Administration	173,588	162,864	155,897	6,967
Central Services	60,937	60,937	55,179	5,758
Operation & Maintenance of Plant	190,940	146,861	94,419	52,442
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	20,000	20,000	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1,588,354	1,512,996	1,353,951	159,045
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(106,711)	(122,777)	70,992	193,769
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	2,697	2,697
Designated Cash	106,711	122,777	-	(122,777)
<i>Total other financing sources (uses)</i>	106,711	122,777	2,697	(120,080)
<i>Net changes in fund balances</i>	-	-	73,689	73,689
<i>Cash or fund balance, beginning of year</i>	-	-	118,637	118,637
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 192,326	\$ 192,326
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(297)	
NET CHANGE IN FUND BALANCE			\$ 73,392	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,694	6,609	6,609	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,694</u>	<u>6,609</u>	<u>6,609</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,694	18,686	8,086	10,600
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,694</u>	<u>18,686</u>	<u>8,086</u>	<u>10,600</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(12,077)</u>	<u>(1,477)</u>	<u>10,600</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	12,077	-	(12,077)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>12,077</u>	<u>-</u>	<u>(12,077)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,477)</u>	<u>(1,477)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,077</u>	<u>12,077</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,600</u>	<u>\$ 10,600</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (1,477)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	17,010	17,348	16,593	(755)
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,010</u>	<u>17,348</u>	<u>16,593</u>	<u>(755)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	17,010	17,348	17,348	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>17,010</u>	<u>17,348</u>	<u>17,348</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(755)</u>	<u>(755)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(755)</u>	<u>(755)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(5,760)</u>	<u>(5,760)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,515)</u>	<u>\$ (6,515)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			755	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	17,305	21,265	3,960
Interest	-	-	-	-
<i>Total revenues</i>	-	17,305	21,265	3,960
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	17,284	17,284	-
Support Services				
Students	-	21	21	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	17,305	17,305	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	3,960	3,960
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	3,960	3,960
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(10,585)	(10,585)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (6,625)	\$ (6,625)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(3,960)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	222	-	(222)
Interest	-	-	-	-
<i>Total revenues</i>	-	222	-	(222)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	222	222	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	222	222	(222)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(222)	222
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(222)	(222)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (222)	\$ (222)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			222	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(2,697)	(2,697)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(2,697)</u>	<u>(2,697)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,697)</u>	<u>(2,697)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>5,943</u>	<u>5,943</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,246</u>	<u>\$ 3,246</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(6,513)	
NET CHANGE IN FUND BALANCE			<u>\$ (9,210)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	4,491	5,057	9,009	3,952
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,491</u>	<u>5,057</u>	<u>9,009</u>	<u>3,952</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,491	5,057	5,057	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>4,491</u>	<u>5,057</u>	<u>5,057</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	3,952	(3,952)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,952</u>	<u>3,952</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,518)</u>	<u>(4,518)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (566)</u>	<u>\$ (566)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(3,952)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
TITLE I IASA FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	171	8,086	7,915
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>171</u>	<u>8,086</u>	<u>7,915</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	171	171	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>171</u>	<u>171</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,915</u>	<u>7,915</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,915</u>	<u>7,915</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,915)</u>	<u>(7,915)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(7,915)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CIEN AGUAS INTERNATIONAL SCHOOL
 ENTITLEMENT IDEA B - FEDERAL STIMULUS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	684	14,317	13,633
Interest	-	-	-	-
<i>Total revenues</i>	-	684	14,317	13,633
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	684	684	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	684	684	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	13,633	13,633
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	13,633	13,633
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(14,317)	(14,317)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (684)	\$ (684)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(13,633)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
SEG FEDERAL STIMULUS

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	15,201	15,031	16,722	1,691
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,201</u>	<u>15,031</u>	<u>16,722</u>	<u>1,691</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	15,201	17,033	16,722	311
Student Transportation	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,201</u>	<u>17,033</u>	<u>16,722</u>	<u>311</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(2,002)</u>	<u>-</u>	<u>2,002</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	2,002	-	(2,002)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>2,002</u>	<u>-</u>	<u>(2,002)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
EDUCATION JOB FUND

Exhibit C-11

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	40,497	30,757	(9,740)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>40,497</u>	<u>30,757</u>	<u>(9,740)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	40,497	40,497	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>40,497</u>	<u>40,497</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,740)</u>	<u>(9,740)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,740)</u>	<u>(9,740)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,740)</u>	<u>\$ (9,740)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,740	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
WALTON FUND

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	52,986	30,204	22,782
Support Services				
Students	-	-	-	-
Instruction	-	47,896	36,224	11,672
General Administration	-	4,897	2,804	2,093
School Administration	-	1,694	1,694	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	107,473	70,926	36,547
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(107,473)	(70,926)	36,547
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	107,473	-	(107,473)
<i>Total other financing sources (uses)</i>	-	107,473	-	(107,473)
<i>Net changes in fund balances</i>	-	-	(70,926)	(70,926)
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	103,956	103,956
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 33,030	\$ 33,030
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (70,926)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	90,587	90,587	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>90,587</u>	<u>90,587</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	90,587	90,587	-
<i>Total expenditures</i>	<u>-</u>	<u>90,587</u>	<u>90,587</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
CAPITAL IMPROVEMENTS HB-33
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 65,698	\$ 59,159	\$ (6,539)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>65,698</u>	<u>59,159</u>	<u>(6,539)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	65,698	-	65,698
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>65,698</u>	<u>-</u>	<u>65,698</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>59,159</u>	<u>59,159</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>59,159</u>	<u>59,159</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,159</u>	<u>\$ 59,159</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(59,159)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	
Checking - Operational	<u>\$ 415,970</u>
Reconciling Items	<u>(19,879)</u>
Reconciled Balance June 30, 2011	<u><u>\$ 396,091</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CIEN AGUAS INTERNATIONAL SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Account 26000	Public School Capital Outlay 31200	Capital Improv HB 33 31600	Total
Cash, June 30, 2010	\$ 122,776	\$ 12,077	\$ 4,443	\$ -	\$ 107,473	\$ -	\$ -	\$ 246,769
Add:								
2010-11 revenues	1,424,943	6,609	27,675	47,478	-	90,587	59,159	1,656,451
Loans from other funds	-	-	14,611	9,740	-	-	-	24,351
Total cash available	1,547,719	18,686	46,729	57,218	107,473	90,587	59,159	1,927,571
Less:								
2010-11 expenditures	(1,355,392)	(8,086)	(40,786)	(57,218)	(74,443)	(90,587)	-	(1,626,512)
Receivables/Payables	-	-	-	-	-	-	-	-
Cash, June 30, 2011	<u>192,327</u>	<u>10,600</u>	<u>5,943</u>	<u>-</u>	<u>33,030</u>	<u>-</u>	<u>59,159</u>	<u>301,059</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	95,032	-	-	-	-	-	-	95,032
Cash per Books	<u>287,359</u>	<u>10,600</u>	<u>5,943</u>	<u>-</u>	<u>33,030</u>	<u>-</u>	<u>59,159</u>	<u>\$ 396,091</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	(95,033)	-	(5,943)	-	-	-	(59,159)	(160,135)
Fund Balance, Modified Accrual Ba:	<u>192,326</u>	<u>10,600</u>	<u>-</u>	<u>-</u>	<u>33,030</u>	<u>-</u>	<u>-</u>	<u>235,956</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	148,117
Deposits	6,677
Receivables	
Due from other governments	27,054
Prepays	6,621
Total current assets	188,469
Total assets	\$ 188,469
LIABILITIES AND NET ASSETS	
Accrued Salaries	166,641
Total current liabilities	166,641
Total liabilities	166,641
Restricted	15,562
Unrestricted	6,266
Total net assets	21,828
Total liabilities and net assets	\$ 188,469

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	1,814,033	6,999	171,051	-	\$ (1,635,983)
Support services:					
Students	69,508	-	-	-	(69,508)
Instruction	761	-	-	-	(761)
General Administration	47,169	-	-	-	(47,169)
School Administration	335,384	-	-	-	(335,384)
Central Services	72,519	-	-	-	(72,519)
Operation & Maintenance of Plant	434,736	-	-	-	(434,736)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	178,648	-	-	178,648	-
Total governmental activities	\$ 2,952,758	\$ 6,999	\$ 171,051	\$ 178,648	(2,596,060)
General Revenues:					
State Equalization Guarantee					2,695,463
Transfers Out to Agency funds					(22,403)
Total general revenues					2,673,060
Change in net assets					77,000
Net assets - beginning (deficit)					(55,172)
Net assets - ending					\$ 21,828

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Non-instructional Support 23000	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 144,823	\$ 3,013	-	\$ -
Accounts receivable				
Due from other governments	-	-	-	7,489
Due from other funds	24,821	-	-	-
Prepays	6,621	-	-	-
Deposits	6,677	-	-	-
<i>Total assets</i>	\$ 182,942	\$ 3,013	\$ -	\$ 7,489
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	164,408	-	-	-
Due to other funds	-	-	-	7,489
<i>Total liabilities</i>	164,408	-	-	7,489
<i>Fund balances</i>				
Nonspendable	6,677	-	-	-
Restricted	-	3,013	-	-
Assigned	11,857	-	-	-
<i>Total fund balance (deficit)</i>	18,534	3,013	-	-
<i>Total liabilities and fund balance</i>	\$ 182,942	\$ 3,013	\$ -	\$ 7,489

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Charter School (Planning) 27112
\$ -	\$ -	\$ -	\$ -	-
-	609	-	18,956	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 609</u>	<u>\$ -</u>	<u>\$ 18,956</u>	<u>\$ -</u>
-	-	-	2,233	-
-	609	-	16,723	-
-	609	-	18,956	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 609</u>	<u>\$ -</u>	<u>\$ 18,956</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Technology for Education 27117	Public School Capital Outlay 31200	Total Primary Government
\$ 281	\$ -	\$ 148,117
-	-	27,054
-	-	24,821
-	-	6,621
-	-	6,677
<u>\$ 281</u>	<u>\$ -</u>	<u>\$ 213,290</u>
-	-	166,641
-	-	24,821
-	-	191,462
-	-	6,677
281	-	3,294
-	-	11,857
<u>281</u>	<u>-</u>	<u>21,828</u>
<u>\$ 281</u>	<u>\$ -</u>	<u>\$ 213,290</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 21,828
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	-
Net Assets-total Governmental Activities	\$ 21,828

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	General 11000	Instructional Materials 14000	Non-instructional Support 23000	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county sources	\$ 27,949	\$ -	-	\$ -
State sources	2,666,077	14,298	-	-
Federal sources	-	-	-	38,202
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,694,026</u>	<u>14,298</u>	<u>-</u>	<u>38,202</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,639,953	49,430	-	38,202
<i>Support Services:</i>				
Students	58,694	-	-	-
Instruction	761	-	-	-
General Administration	47,169	-	-	-
School Administration	335,384	-	-	-
Central Services	72,519	-	-	-
Operation & Maintenance of Plant	402,087	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,556,567</u>	<u>49,430</u>	<u>-</u>	<u>38,202</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>137,459</u>	<u>(35,132)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	2,389	-	(22,403)	403
<i>Total other financing sources (uses)</i>	<u>2,389</u>	<u>-</u>	<u>(22,403)</u>	<u>403</u>
<i>Net changes in fund balances</i>	<u>139,848</u>	<u>(35,132)</u>	<u>(22,403)</u>	<u>403</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(121,314)</u>	<u>38,145</u>	<u>22,403</u>	<u>(403)</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 18,534</u>	<u>\$ 3,013</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Charter Schools (Planning) 27112
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
8,788	10,813	29,386	77,658	-
-	-	-	-	-
<u>8,788</u>	<u>10,813</u>	<u>29,386</u>	<u>77,658</u>	<u>-</u>
8,788	-	-	77,658	-
-	10,813	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	32,648	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>8,788</u>	<u>10,813</u>	<u>32,648</u>	<u>77,658</u>	<u>-</u>
-	-	(3,262)	-	-
-	2,799	-	-	(5,591)
-	<u>2,799</u>	-	-	<u>(5,591)</u>
-	2,799	(3,262)	-	(5,591)
-	(2,799)	3,262	-	5,591
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Technology for Education 27117	Public School Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 27,949
338	178,648	2,859,361
-	-	164,847
-	-	-
<u>338</u>	<u>178,648</u>	<u>3,052,157</u>
-	-	1,814,031
-	-	69,507
-	-	761
-	-	47,169
-	-	335,384
-	-	72,519
-	-	434,735
-	-	-
-	-	-
-	-	-
-	-	-
-	178,648	178,648
-	178,648	2,952,754
<u>338</u>	<u>-</u>	<u>99,403</u>
-	-	(22,403)
-	-	(22,403)
<u>338</u>	<u>-</u>	<u>77,000</u>
<u>(57)</u>	<u>-</u>	<u>(55,172)</u>
<u>\$ 281</u>	<u>\$ -</u>	<u>\$ 21,828</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 77,000
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.	-
Change in Net Assets of governmental activities:	<u>\$ 77,000</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 73,000	\$ -	99,385	\$ 99,385
State sources	2,569,665	2,745,779	2,666,077	(79,702)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,642,665</u>	<u>2,745,779</u>	<u>2,765,462</u>	<u>19,683</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,786,785	1,786,304	1,712,701	73,603
Support Services:				
Students	86,000	77,631	58,694	18,937
Instruction	-	1,000	761	239
General Administration	20,650	50,849	47,169	3,680
School Administration	285,113	341,462	335,384	6,078
Central Services	66,500	80,212	72,519	7,693
Operation & Maintenance of Plant	397,617	447,058	402,087	44,971
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,642,665</u>	<u>2,784,516</u>	<u>2,629,315</u>	<u>155,201</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(38,737)</u>	<u>136,147</u>	<u>174,884</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	38,737	-	(38,737)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>38,737</u>	<u>-</u>	<u>(38,737)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>136,147</u>	<u>136,147</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>38,962</u>	<u>38,962</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 175,109</u>	<u>\$ 175,109</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(71,436)	
Adjustments to expenditures			75,137	
NET CHANGE IN FUND BALANCE			<u>\$ 139,848</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 INSTRUCTIONAL MATERIALS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	8,613	14,298	5,685
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	8,613	14,298	5,685
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	46,758	49,430	(2,672)
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	46,758	49,430	(2,672)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(38,145)	(35,132)	3,013
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	38,145	-	(38,145)
<i>Total other financing sources (uses)</i>	-	38,145	-	(38,145)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(35,132)	(35,132)
<i>Cash or fund balance, beginning of year</i>	-	-	38,145	38,145
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 3,013	\$ 3,013
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (35,132)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
NON-INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-3

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(22,403)	(22,403)
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(22,403)	(22,403)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(22,403)	(22,403)
<i>Cash or fund balance, beginning of year</i>	-	-	22,403	22,403
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (22,403)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-4

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	32,993	32,401	(592)
Interest	-	-	-	-
<i>Total revenues</i>	-	32,993	32,401	(592)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	38,815	38,202	613
Support Services:				
Students	-	14,996	-	14,996
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	53,811	38,202	15,609
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(20,818)	(5,801)	15,017
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	403	403
Designated cash	-	20,818	-	(20,818)
<i>Total other financing sources (uses)</i>	-	20,818	403	(20,415)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(5,398)	(5,398)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,091)	(2,091)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,489)	\$ (7,489)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,801	
Adjustments to expenditures			(403)	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 TEACHER PRINCIPAL TRAINING
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	8,788	8,788	8,788	-
Interest	-	-	-	-
<i>Total revenues</i>	8,788	8,788	8,788	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	8,788	8,788	8,788	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	8,788	8,788	8,788	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
IDEA-B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	20,898	8,521	(12,377)
Interest	-	-	-	-
<i>Total revenues</i>	-	20,898	8,521	(12,377)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	20,898	10,814	10,084
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	20,898	10,814	10,084
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,293)	(2,293)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	2,799	2,799
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	2,799	2,799
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	506	506
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,115)	(1,115)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (609)	\$ (609)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,293	
Adjustments to expenditures			(2,799)	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	26,363	28,823	29,386	563
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,363</u>	<u>28,823</u>	<u>29,386</u>	<u>563</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	26,363	28,823	32,648	(3,825)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,363</u>	<u>28,823</u>	<u>32,648</u>	<u>(3,825)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,262)</u>	<u>(3,262)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,262)</u>	<u>(3,262)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,262</u>	<u>3,262</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,262)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 EDUCATION JOB FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	77,663	58,702	(18,961)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	77,663	58,702	(18,961)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	77,663	77,658	5
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	77,663	77,658	5
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(18,956)	(18,956)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(18,956)	(18,956)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (18,956)	\$ (18,956)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			18,956	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
CHARTER SCHOOL (PLANNING)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(5,591)	(5,591)
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(5,591)	(5,591)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(5,591)	(5,591)
<i>Cash or fund balance, beginning of year</i>	-	-	5,591	5,591
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (5,591)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 TECHNOLOGY FOR EDUCATION
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	338	338
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	338	338
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	338	338
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	338	338
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(57)	(57)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 281	\$ 281
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 338	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	178,648	178,648	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	178,648	178,648	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	178,648	178,648	-
<i>Total expenditures</i>	-	178,648	178,648	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>16,932</u>
<i>Total assets</i>	<u><u>16,932</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>16,932</u>
<i>Total liabilities</i>	<u><u>\$ 16,932</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 COTTONWOOD CLASSICAL PREPARATORY SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	-	86,804	69,872	\$ 16,932
Total assets	\$ -	\$ 86,804	\$ 69,872	\$ 16,932
LIABILITIES				
Deposits held for others	-	86,804	69,872	\$ 16,932
Total liabilities	\$ -	\$ 86,804	\$ 69,872	\$ 16,932

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	\$ 239,130
Total On Deposit	239,130
Reconciling Items	<u>(74,081)</u>
Reconciled Balance June 30, 2011	<u>\$ 165,049</u>
Less Agency Funds	<u>16,932</u>
Total Cash	<u>\$ 148,117</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
COTTONWOOD CLASSICAL PREPARATORY SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Activity Account 23000	Federal Flowthrough 24000	Federal Direct Fund 25000
Cash, June 30, 2010	\$ 38,952 *	\$ 38,145	\$ 22,403	\$ - *	\$ -
Add:					
2010-11 revenues	2,765,461	14,299	64,402	51,017	91,354 **
Loans from other funds	-	-	-	33,670	16,724
Total cash available	2,804,413	52,444	86,805	84,687	108,078
Less:					
2010-11 expenditures	(2,629,322)	(49,431)	(69,872)	(57,803)	(110,306)
Loans to other funds	(20,093)	-	-	-	-
Receivables/Payables	(145,011)	-	-	3,416	2,228
Cash, June 30, 2011	9,987 **	3,013	16,933	30,300	-
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	49	-	-	-	-
Audit reclassifications to cash	134,787	-	-	(30,300)	-
Cash per Books	144,823	3,013	16,932	-	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	8,547	-	-	(30,300)	-
Fund Balance, Modified Accrual Bas	18,534	3,013	16,932	-	-

* Does not agree to prior year audited cash.

** Does not agree to general ledger

The accompanying notes are an integral part of these financial statements

Schedule III
(Page 2 of 2)

State Flowthrough 27000	Public School Capital Outlay 31200	Total
\$ - *	\$ -	\$ 99,500
338	178,648	3,165,519
<u>-</u>	<u>-</u>	<u>50,394</u>
338	178,648	3,315,413
-	(178,648)	(3,095,382)
-	-	(20,093)
<u>5,591</u>	<u>-</u>	<u>(133,776)</u>
<u>5,929</u>	<u>-</u>	<u>66,162</u>
-	-	49
<u>(5,648)</u>	<u>-</u>	<u>98,839</u>
<u>281</u>	<u>-</u>	<u>\$ 165,049</u>
	Less Activity Funds	<u>\$ 16,932</u>
	Per Exhibit B-1	<u>\$ 148,117</u>
<u>(5,648)</u>	<u>-</u>	<u>(27,401)</u>
<u>281</u>	<u>-</u>	<u>38,760</u>
	Less Activity Funds	<u>16,932</u>
	Per Exhibit B-1	<u>\$ 21,828</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CREATIVE EDUCATION PREPATORY INSTITUTE #1
 STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit A-1

	Primary Government Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 7,562
Receivables	
Due from other governments	283,730
Total assets	\$ 291,292
LIABILITIES AND NET ASSETS	
Accrued liabilities	\$ 92,447
Compensated absences - due within a year	18,276
Total liabilities	110,723
Restricted for:	
Other	8,627
Unrestricted	171,942
Total net assets	180,569
Total liabilities and net assets	\$ 291,292

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPATORY INSTITUTE #1
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>
		<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 985,046	\$ 2,300	\$ 221,948	\$ -	\$ (760,798)
Support services:					
Students	329,999	-	-	-	(329,999)
Instruction	-	-	-	-	-
General Administration	20,881	-	-	-	(20,881)
School Administration	99,908	-	-	-	(99,908)
Central Services	101,792	-	-	-	(101,792)
Operation & Maintenance of Plant	180,041	-	-	-	(180,041)
Facilities, Materials, Supplies & Other Services	105,279	-	-	131,724	26,445
Total governmental activities	\$ 1,822,946	\$ 2,300	\$ 221,948	\$ 131,724	(1,466,974)
General Revenues:					
State Equalization Guarantee					1,701,429
Miscellaneous					2,901
Total general revenues					1,704,330
Change in net assets					237,356
Net assets (deficit) - beginning					(56,787)
Net assets - ending					<u>\$ 180,569</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPATORY #1
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General 11000	Instructional Support 14000	Title I 24101	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 7,071	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	37,244	34,941
Due from other funds	281,469	1,036	-	-
<i>Total assets</i>	\$ 281,469	\$ 8,107	\$ 37,244	\$ 34,941
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	\$ 91,222	\$ -	\$ 1,225	\$ -
Due to other funds	-	-	36,019	34,941
<i>Total liabilities</i>	91,222	-	37,244	34,941
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	8,107	-	-
Assigned	189,334	-	-	-
Unassigned	913	-	-	-
<i>Total fund balance</i>	190,247	8,107	-	-
 <i>Total liabilities and fund balance</i>	 \$ 281,469	 \$ 8,107	 \$ 37,244	 \$ 34,941

<u>Teacher/Principal Training 24154</u>	<u>Title I Fed Stimulus 24201</u>	<u>IDEA-B Fed Stimulus 24206</u>	<u>SEG Federal Stimulus 25250</u>	<u>Education Job Fund 25255</u>	<u>PNM 26123</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 491
-	20,248	43,604	74,472	46,902	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 20,248</u>	<u>\$ 43,604</u>	<u>\$ 74,472</u>	<u>\$ 46,902</u>	<u>\$ 491</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	20,248	43,604	74,472	46,902	-
-	20,248	43,604	74,472	46,902	-
-	-	-	-	-	491
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	491
<u>\$ -</u>	<u>\$ 20,248</u>	<u>\$ 43,604</u>	<u>\$ 74,472</u>	<u>\$ 46,902</u>	<u>\$ 491</u>

The accompanying notes are an integral part of these financial statements

School in Need of Improvement 27163	Public School Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 7,562
-	26,319	283,730
-	-	282,505
<u>\$ -</u>	<u>\$ 26,319</u>	<u>\$ 573,797</u>
\$ -	\$ -	\$ 92,447
-	26,319	282,505
-	26,319	374,952
-	-	8,598
-	-	189,334
-	-	913
<u>-</u>	<u>-</u>	<u>198,845</u>
<u>\$ -</u>	<u>\$ 26,319</u>	<u>\$ 573,797</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPATORY INSTITUTE#1
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 198,845
Compensated Absences	<u>(18,276)</u>
Net Assets-total Governmental Activities	<u>\$ 180,569</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPATORY INSTITUTE #1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	General 11000	Instructional Support 14000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county sources	\$ 4,855	\$ -	\$ -	\$ -
State sources	1,610,117	7,009	-	-
Federal sources	-	-	37,244	34,941
Interest	346	-	-	-
<i>Total revenues</i>	<u>1,615,318</u>	<u>7,009</u>	<u>37,244</u>	<u>34,941</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	906,194	6,133	27,168	34,941
Support Services:				
Students	276,319	-	10,076	-
Instruction	-	-	-	-
General Administration	20,881	-	-	-
School Administration	99,908	-	-	-
Central Services	99,792	-	-	-
Operation & Maintenance of Plant	173,729	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,576,823</u>	<u>6,133</u>	<u>37,244</u>	<u>34,941</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>38,495</u>	<u>876</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	(37,714)	-	(3,149)	-
<i>Total other financing sources (uses)</i>	<u>(37,714)</u>	<u>-</u>	<u>(3,149)</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>781</u>	<u>876</u>	<u>(3,149)</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>189,466</u>	<u>7,231</u>	<u>3,149</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 190,247</u>	<u>\$ 8,107</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher/Principal Training 24154	Title I Fed Stimulus 24201	IDEA-B Fed Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	PNM 26123
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,000
-	-	-	-	-	-
-	20,248	43,604	91,312	46,902	-
-	-	-	-	-	-
<u>-</u>	<u>20,248</u>	<u>43,604</u>	<u>91,312</u>	<u>46,902</u>	<u>2,000</u>
129	17,080	-	20,448	46,902	1,509
-	-	43,604	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,000	-	-	-	-	-
-	-	-	6,312	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,129</u>	<u>17,080</u>	<u>43,604</u>	<u>26,760</u>	<u>46,902</u>	<u>1,509</u>
<u>(2,129)</u>	<u>3,168</u>	<u>-</u>	<u>64,552</u>	<u>-</u>	<u>491</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>(2,129)</u>	<u>3,168</u>	<u>-</u>	<u>64,552</u>	<u>-</u>	<u>491</u>
<u>2,129</u>	<u>(3,168)</u>	<u>-</u>	<u>(64,552)</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 491</u>

School in Need of Improvement 27163	Public School Capital Outlay 31200	Total Primary Government
\$ 30,000	\$ -	\$ 36,855
-	131,724	1,748,850
-	-	274,251
-	-	346
<u>30,000</u>	<u>131,724</u>	<u>2,060,302</u>
-	-	1,060,504
-	-	329,999
-	-	-
-	-	20,881
-	-	99,908
-	-	101,792
-	-	180,041
-	-	-
-	-	-
-	-	-
-	-	-
-	105,279	105,279
-	<u>105,279</u>	<u>1,898,404</u>
<u>30,000</u>	<u>26,445</u>	<u>161,898</u>
-	40,863	-
-	<u>40,863</u>	-
<u>30,000</u>	<u>67,308</u>	<u>161,898</u>
<u>(30,000)</u>	<u>(67,308)</u>	<u>36,947</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 198,845</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPATORY INSTITUTE #1
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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 161,898
Change in Compensated Absences	<u>75,458</u>
Change in Net Assets of governmental activities:	<u><u>\$ 237,356</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 4,855	\$ 4,855
State sources	1,651,798	1,616,218	1,610,117	(6,101)
Federal sources	-	-	-	-
Interest	-	-	346	346
<i>Total revenues</i>	<u>1,651,798</u>	<u>1,616,218</u>	<u>1,615,318</u>	<u>(900)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,009,864	1,027,670	920,240	107,430
Support Services:				
Students	268,639	347,514	276,319	71,195
Instruction	-	-	-	-
General Administration	36,750	29,465	20,881	8,584
School Administration	111,058	111,108	99,908	11,200
Central Services	121,052	112,221	99,792	12,429
Operation & Maintenance of Plant	386,515	270,320	173,729	96,591
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,933,878</u>	<u>1,898,298</u>	<u>1,590,869</u>	<u>307,429</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(282,080)</u>	<u>(282,080)</u>	<u>24,449</u>	<u>306,529</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	282,080	282,080	-	(282,080)
<i>Total other financing sources (uses)</i>	<u>282,080</u>	<u>282,080</u>	<u>-</u>	<u>(282,080)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>24,449</u>	<u>24,449</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>165,798</u>	<u>165,798</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 190,247</u>	<u>\$ 190,247</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(23,668)	
NET CHANGE IN FUND BALANCE			<u>\$ 781</u>	

The accompanying notes are an integral part of these financial statements
K-11

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	6,133	6,133	7,009	876
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,133</u>	<u>6,133</u>	<u>7,009</u>	<u>876</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,133	6,133	6,133	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,133</u>	<u>6,133</u>	<u>6,133</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>876</u>	<u>876</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>876</u>	<u>876</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,231</u>	<u>7,231</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,107</u>	<u>\$ 8,107</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 876</u>	

The accompanying notes are an integral part of these financial statements
K-12

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
TITLE I

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	30,524	30,524	24,106	(6,418)
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,524</u>	<u>30,524</u>	<u>24,106</u>	<u>(6,418)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	27,168	27,168	27,168	-
Support Services:				
Students	3,356	10,076	10,076	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>30,524</u>	<u>37,244</u>	<u>37,244</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(6,720)</u>	<u>(13,138)</u>	<u>(6,418)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(3,149)	(3,149)
Designated cash	-	6,720	-	(6,720)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>6,720</u>	<u>(3,149)</u>	<u>(9,869)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(16,287)</u>	<u>(16,287)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(20,957)</u>	<u>(20,957)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,244)</u>	<u>\$ (37,244)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			13,138	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (3,149)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CREATIVE EDUCATION PREPARATORY INSTITUTE #1
 IDEA-B ENTITLEMENT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-4

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	34,941	-	(34,941)
Interest	-	-	-	-
<i>Total revenues</i>	-	34,941	-	(34,941)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	34,941	34,941	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	34,941	34,941	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(34,941)	(34,941)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(34,941)	(34,941)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (34,941)	\$ (34,941)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			34,941	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	7,559	7,559	7,316	(243)
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,559</u>	<u>7,559</u>	<u>7,316</u>	<u>(243)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,559	5,559	129	5,430
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	2,000	2,000	2,000	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,559</u>	<u>7,559</u>	<u>2,129</u>	<u>5,430</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>5,187</u>	<u>5,187</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>5,187</u>	<u>5,187</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(5,187)</u>	<u>(5,187)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(7,316)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (2,129)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
TITLE I FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	10,013	10,013
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,013</u>	<u>10,013</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,500	20,248	17,080	3,168
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,500</u>	<u>20,248</u>	<u>17,080</u>	<u>3,168</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,500)</u>	<u>(20,248)</u>	<u>(7,067)</u>	<u>13,181</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	2,500	20,248	-	(20,248)
<i>Total other financing sources (uses)</i>	<u>2,500</u>	<u>20,248</u>	<u>-</u>	<u>(20,248)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,067)</u>	<u>(7,067)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(13,181)</u>	<u>(13,181)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,248)</u>	<u>\$ (20,248)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			10,235	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 3,168</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
IDEA B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	43,604	-	(43,604)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>43,604</u>	<u>-</u>	<u>(43,604)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	43,604	43,604	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>43,604</u>	<u>43,604</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(43,604)</u>	<u>(43,604)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(43,604)</u>	<u>(43,604)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (43,604)</u>	<u>\$ (43,604)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			43,604	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	16,884	20,447	91,312	70,865
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,884</u>	<u>20,447</u>	<u>91,312</u>	<u>70,865</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,563	20,448	(16,885)
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	62,619	62,619	6,312	56,307
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>62,619</u>	<u>66,182</u>	<u>26,760</u>	<u>39,422</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(45,735)</u>	<u>(45,735)</u>	<u>64,552</u>	<u>110,287</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	45,735	45,735	-	(45,735)
<i>Total other financing sources (uses)</i>	<u>45,735</u>	<u>45,735</u>	<u>-</u>	<u>(45,735)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>64,552</u>	<u>64,552</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(64,552)</u>	<u>(64,552)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues				
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 64,552</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CREATIVE EDUCATION PREPARATORY INSTITUTE #1
 EDUCATION JOBS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	46,902	-	(46,902)
Interest	-	-	-	-
<i>Total revenues</i>	-	46,902	-	(46,902)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	46,902	46,902	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	46,902	46,902	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(46,902)	(46,902)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(46,902)	(46,902)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (46,902)	\$ (46,902)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			46,902	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
PNM

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 2,000	\$ 2,000	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,000	2,000	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,000	1,509	491
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	2,000	1,509	491
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	491	491
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	491	491
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 491	\$ 491
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 491	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
SCHOOL IMPROVEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 30,000	\$ 30,000
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	30,000	30,000
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	30,000	30,000
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	30,000	30,000
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(30,000)	(30,000)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 30,000</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	105,279	105,405	126
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	105,279	105,405	126
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	105,279	-	105,279
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	105,279	(105,279)
<i>Total expenditures</i>	-	105,279	105,279	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	126	126
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	40,863	40,863
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	40,863	40,863
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	40,989	40,989
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(67,308)	(67,308)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ 105,279	\$ (26,319)	\$ (26,319)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			26,319	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 67,308</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	4,056
Total Assets	<u>\$ 4,056</u>
LIABILITIES	
Deposits held for others	4,056
Total Liabilities	<u>\$ 4,056</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CREATIVE EDUCATION PREPARATORY INSTITUTE #1
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	6,076	2,020	\$ 4,056
Total assets	\$ -	\$ 6,076	\$ 2,020	\$ 4,056
LIABILITIES				
Deposits held for others	\$ -	\$ 6,076	\$ 2,020	\$ 4,056
Total liabilities	\$ -	\$ 6,076	\$ 2,020	\$ 4,056

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 CREATIVE EDUCATION PREPATORY INSTITUTE #1
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	US BANK
Checking - Operational Account	\$ 99,103
Total On Deposit	99,103
Reconciling Items	<u>(87,485)</u>
Reconciled Balance June 30, 2011	<u>\$ 11,618</u>
Less Activity Funds	4,056
Total per exhibit B-1	<u><u>\$ 7,562</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
CREATIVE EDUCATION PREPARATORY INSTITUTE #1
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Account 26000	State Flow-through Fund 27000	Public School Capital Outlay 31200	Total
Cash, June 30, 2010	\$ 32,398 *	\$ 2,978 *	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,376
Add:								
2010-11 revenues	<u>1,615,617</u> **	<u>7,009</u>	<u>120,701</u>	<u>138,214</u>	<u>2,000</u>	<u>30,000</u>	<u>105,405</u>	<u>2,018,946</u>
Total cash available	1,648,015	9,987	120,701	138,214	2,000	30,000	105,405	2,054,322
Less:								
2010-11 expenditures	(1,553,498) **	(6,133)	(138,137) **	(56,777)	(2,000) **	-	(105,279)	(1,861,824)
Prior year outstanding loans	160,490	-	(40,377)	(64,552)	-	(30,000)	(25,561)	-
Total outstanding loans 6/30/2011	83,248	-	57,813	-	-	-	25,435	166,496
Total Receivables/Payables	<u>83,248</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,248</u>
Cash, June 30, 2011	<u>421,503</u> **	<u>3,854</u> **	<u>-</u>	<u>16,885</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>442,242</u>
Cash Reconciliation to GAAP Basis:								
Audit reclassifications to cash	\$ (240,564)	\$ 6,195	\$ -	\$ (16,885)	\$ -	\$ -	\$ -	(251,254)
Unallocated Difference	(180,939)	(2,978)	-	-	491	-	-	(183,426)
Cash per books	<u>-</u>	<u>7,071</u>	<u>-</u>	<u>-</u>	<u>491</u>	<u>-</u>	<u>-</u>	<u>7,562</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	(50,317)	7,231	-	-	-	-	-	(43,086)
Unallocated Difference	(180,939)	(2,978)	-	-	491	-	-	(183,426)
Fund Balance, Modified Accrual Basis	<u>190,247</u>	<u>8,107</u>	<u>-</u>	<u>-</u>	<u>491</u>	<u>-</u>	<u>-</u>	<u>198,845</u>

* MA could not agree to PY audited cash.

** MA could not agree to the General Ledger.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1
 (Page 1 of 2)

	Primary Government	
	Governmental Activities	Component Unit
ASSETS		
Cash and cash equivalents	532,685	352,804
Receivables		
Due from other governments	41,705	-
Other	7,184	-
Prepaid expenses	12,400	-
Total current assets	593,974	352,804
Noncurrent assets:		
Capital assets		
Building and leasehold improvements	32,251	
Furniture, fixtures and equipment	827,777	3,854,981
Less: accumulated depreciation	(742,211)	(817,857)
Total noncurrent assets	117,817	3,037,124
Investment	-	77,129
Total assets	\$ 711,791	3,467,057

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1
(Page 2 of 2)

	Governmental Activities	Component Unit
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 700	23,770
Accrued liabilities	94,196	-
Deferred revenue	186,626	-
Funds held for others	-	62,678
Current portion of long-term debt	-	206,529
Current portion of compensated absences	76,481	-
Total current liabilities	358,003	292,977
Noncurrent liabilities:		
Due in more than one year	-	1,686,591
Total noncurrent liabilities	-	1,686,591
Total liabilities	358,003	1,979,568
Invested in capital assets, net of related debt	117,817	1,144,004
Restricted	49,419	-
Unrestricted	186,552	343,485
Total net assets	353,788	1,487,489
Total liabilities and net assets	\$ 711,791	\$ 3,467,057

The accompanying notes are an integral part of these financial statements
L-2

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				Net (Expenses) Revenues and Changes in Net Assets	Component Unit
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>		
Governmental activities:						
Instruction	\$ 1,765,009	\$ -	\$ 163,781	-	\$ (1,601,228)	
Support services:						
Students	158,779	-	-	-	(158,779)	
Instruction	119,391	-	-	-	(119,391)	
General Administration	173,364	-	-	-	(173,364)	
School Administration	246,727	-	-	-	(246,727)	
Central Services	147,127	-	-	-	(147,127)	
Operation & Maintenance of Plant	297,558	-	-	-	(297,558)	
Student Transportation	17,987	-	-	-	(17,987)	
Facilities, Materials, Supplies & Other Services	288,172	-	-	251,658	(36,514)	
Total governmental activities	<u>\$ 3,214,114</u>	<u>\$ -</u>	<u>\$ 163,781</u>	<u>\$ 251,658</u>	(2,798,675)	
COMPONENT UNIT:						
Foundation	333,667		493,966			\$ 160,299
			General Revenues:			
					5,381	-
					2,418,669	-
					-	435
					282,358	-
					2,706,408	435
					(92,267)	160,734
					446,055	1,326,755
					<u>\$ 353,788</u>	<u>\$ 1,487,489</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General	Instructional Materials	IDEA-B Entitlement	IDEA-B Risk Pool	Teacher Principal Training
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 317,837	\$ 7,578	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	7,712	714	9,254
Due from other funds	37,881	-	-	-	-
Other	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
<i>Total assets</i>	<u>\$ 355,718</u>	<u>\$ 7,578</u>	<u>\$ 7,712</u>	<u>\$ 714</u>	<u>\$ 9,254</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	92,685	-	1,284	-	-
Due to other funds	-	-	6,428	714	9,254
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>92,685</u>	<u>-</u>	<u>7,712</u>	<u>714</u>	<u>9,254</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	-	7,578	-	-	-
Committed	-	-	-	-	-
Assigned	152,729	-	-	-	-
Unassigned	110,304	-	-	-	-
<i>Total fund balance</i>	<u>263,033</u>	<u>7,578</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 355,718</u>	<u>\$ 7,578</u>	<u>\$ 7,712</u>	<u>\$ 714</u>	<u>\$ 9,254</u>

The accompanying notes are an integral part of these financial statements

<u>IDEA B Federal Stimulus</u>	<u>SEG Federal Stimulus</u>	<u>Education Job Fund</u>	<u>APS Foundation</u>	<u>McCarthy Dressman Education Foundation</u>	<u>Albuquerque Community Foundation</u>	<u>East Mountain HS Foundation</u>	<u>Dual Credit</u>
\$ -	\$ -	\$ -	\$ -	\$ 10,107	\$ -	\$ 1,136	\$ -
-	-	10,551	-	-	-	-	-
-	-	-	-	-	-	1,000	-
12,400	-	-	-	-	-	-	-
<u>\$ 12,400</u>	<u>\$ -</u>	<u>\$ 10,551</u>	<u>\$ -</u>	<u>\$ 10,107</u>	<u>\$ -</u>	<u>\$ 2,136</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	203	-	-	-
-	-	10,551	-	-	-	-	-
-	-	10,551	-	203	-	-	-
12,400	-	-	-	-	-	-	-
-	-	-	-	9,904	-	2,136	-
-	-	-	-	-	-	-	-
12,400	-	-	-	9,904	-	2,136	-
<u>\$ 12,400</u>	<u>\$ -</u>	<u>\$ 10,551</u>	<u>\$ -</u>	<u>\$ 10,107</u>	<u>\$ -</u>	<u>\$ 2,136</u>	<u>\$ -</u>

<u>Library GO Bonds</u>	<u>Priv. Dir Grant</u>	<u>Public School Capital Outlay</u>	<u>HB 33 Capital Improvements</u>	<u>SB 9 Capital Improvements</u>	<u>Total Primary Government</u>
\$ -	\$ 11,941	\$ -	\$ 184,086	\$ -	\$ 532,685
-	-	-	2,540	10,934	41,705
-	-	-	-	-	37,881
-	6,184	-	-	-	7,184
-	-	-	-	-	12,400
<u>\$ -</u>	<u>\$ 18,125</u>	<u>\$ -</u>	<u>\$ 186,626</u>	<u>\$ 10,934</u>	<u>\$ 631,855</u>
\$ -	\$ 700	\$ -	\$ -	\$ -	\$ 700
-	24	-	-	-	94,196
-	-	-	-	10,934	37,881
-	-	-	186,626	-	186,626
-	724	-	186,626	10,934	319,403
-	-	-	-	-	12,400
-	17,401	-	-	-	37,019
-	-	-	-	-	-
-	-	-	-	-	152,729
-	-	-	-	-	110,304
-	17,401	-	-	-	312,452
<u>\$ -</u>	<u>\$ 18,125</u>	<u>\$ -</u>	<u>\$ 186,626</u>	<u>\$ 10,934</u>	<u>\$ 631,855</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 312,452
Compensated Absences	(76,481)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>117,817</u>
Net Assets-total Governmental Activities	<u>\$ 353,788</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	General	Instructional Support	IDEA-B Entitlement	IDEA-B Risk Pool	Teacher Principal Training
<i>Revenues:</i>					
Local and county sources	\$ 236,489	\$ 234	\$ -	\$ -	\$ -
Property taxes					
State sources	2,388,552	14,387	-	-	-
Federal sources	-	-	55,498	714	11,204
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>2,625,041</u>	<u>14,621</u>	<u>55,498</u>	<u>714</u>	<u>11,204</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,572,531	16,617	44,599	-	10,004
Support Services:					
Students	144,333	-	10,899	714	-
Instruction	88,959	59	-	-	-
General Administration	169,564	-	-	-	-
School Administration	245,527	-	-	-	1,200
Central Services	147,127	-	-	-	-
Operation & Maintenance of Plant	283,034	-	-	-	-
Student Transportation	26,659	-	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,677,734</u>	<u>16,676</u>	<u>55,498</u>	<u>714</u>	<u>11,204</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(52,693)</u>	<u>(2,055)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	14,088	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>14,088</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(38,605)</u>	<u>(2,055)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>301,638</u>	<u>9,633</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances- end of year</i>	<u>\$ 263,033</u>	<u>\$ 7,578</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA B Federal Stimulus	SEG Federal Stimulus	Education Job Fund	APS Foundation	McCarthy Dressman Education Foundation	Albuquerque Community Foundation	East Mountain HS Foundation	Dual Credit
\$ -	\$ -	\$ -	\$ 7,500	\$ 9,000	\$ 1,460	15,000	\$ -
-	-	-	-	-	-	-	12,148
-	30,117	69,447	-	-	-	-	-
-	-	-	-	-	-	-	-
-	30,117	69,447	7,500	9,000	1,460	15,000	12,148
-	-	69,447	9,000	3,911	1,460	12,075	12,148
1,333	-	-	1,500	-	-	-	-
-	26,690	-	-	-	-	-	-
-	-	-	-	-	-	3,800	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	4,700	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,333	26,690	69,447	10,500	3,911	1,460	20,575	12,148
(1,333)	3,427	-	(3,000)	5,089	-	(5,575)	-
-	-	-	-	-	-	3,500	-
-	-	-	-	-	-	3,500	-
(1,333)	3,427	-	(3,000)	5,089	-	(2,075)	-
13,733	(3,427)	-	3,000	4,815	-	4,211	-
\$ 12,400	\$ -	\$ -	\$ -	\$ 9,904	\$ -	\$ 2,136	\$ -

The accompanying notes are an integral part of these financial statements

Library GO Bonds	Priv. Dir. Grant	Public School Capital Outlay	HB 33 Capital Improvements	SB 9 Capital Improvements	Total Primary Government
\$ -	\$ 12,675	\$ -	-	\$ -	\$ 282,358
383	-	-	5,381	-	5,764
-	-	240,724	-	10,934	2,666,745
-	-	-	-	-	166,980
-	-	-	-	-	-
383	12,675	240,724	5,381	10,934	3,121,847
-	4,350	-	-	-	1,756,142
-	-	-	-	-	158,779
383	3,300	-	-	-	119,391
-	-	-	-	-	173,364
-	-	-	-	-	246,727
-	-	-	-	-	147,127
-	2,889	-	-	-	290,623
-	-	-	-	-	26,659
-	-	-	-	-	-
-	-	-	-	-	-
-	-	240,724	5,381	10,934	257,039
383	10,539	240,724	5,381	10,934	3,175,851
-	2,136	-	-	-	(54,004)
-	(17,588)	-	-	-	-
-	(17,588)	-	-	-	-
-	(15,452)	-	-	-	(54,004)
-	32,853	-	-	-	366,456
\$ -	\$ 17,401	\$ -	\$ -	\$ -	\$ 312,452

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (54,004)
Compensated Absences	(6,100)
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	(54,020)
Capital Outlays	25,000
Loss on disposal of assets	(3,143)
Excess of capital outlay over depreciation expense	(32,163)
Change in Net Assets of governmental activities:	\$ (92,267)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
GENERAL FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 334,799	\$ 334,799	\$ 236,489	\$ (98,310)
State sources	2,329,540	2,384,052	2,388,552	4,500
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,664,339</u>	<u>2,718,851</u>	<u>2,625,041</u>	<u>(93,810)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,659,119	1,666,416	1,572,531	93,885
<i>Support Services:</i>				
Students	97,523	171,494	144,333	27,161
Instruction	80,302	82,727	88,959	(6,232)
General Administration	250,559	172,173	169,564	2,609
School Administration	239,718	260,110	245,527	14,583
Central Services	99,914	191,191	147,127	44,064
Operation & Maintenance of Plant	356,993	463,970	283,034	180,936
Student Transportation	13,360	37,860	26,659	11,201
Other Support Services	28,500	28,500	-	28,500
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Non-operating revenue	-	-	-	-
<i>Total expenditures</i>	<u>2,825,988</u>	<u>3,074,441</u>	<u>2,677,734</u>	<u>396,707</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(161,649)</u>	<u>(355,590)</u>	<u>(52,693)</u>	<u>302,897</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	14,088	14,088
Designated cash	161,649	355,590	-	(355,590)
<i>Total other financing sources (uses)</i>	<u>161,649</u>	<u>355,590</u>	<u>14,088</u>	<u>(341,502)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(38,605)</u>	<u>(38,605)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>384,743</u>	<u>384,743</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 346,138</u>	<u>\$ 346,138</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (38,605)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
INSTRUCTIONAL SUPPORT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 234	\$ 234
State sources	11,848	14,370	14,387	17
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,848</u>	<u>14,370</u>	<u>14,621</u>	<u>251</u>
<i>Expenditures:</i>				
Current:				
Instruction	21,770	23,944	16,617	7,327
Support Services:				
Students	-	-	-	-
Instruction	-	59	59	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>21,770</u>	<u>24,003</u>	<u>16,676</u>	<u>7,327</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(9,922)</u>	<u>(9,633)</u>	<u>(2,055)</u>	<u>7,578</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	9,922	9,633	-	(9,633)
<i>Total other financing sources (uses)</i>	<u>9,922</u>	<u>9,633</u>	<u>-</u>	<u>(9,633)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,055)</u>	<u>(2,055)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,633</u>	<u>9,633</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,578</u>	<u>\$ 7,578</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (2,055)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
IDEA-B ENTITLEMENT

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	58,899	58,899	47,786	(11,113)
Interest	-	-	-	-
<i>Total revenues</i>	<u>58,899</u>	<u>58,899</u>	<u>47,786</u>	<u>(11,113)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	43,599	44,599	44,599	-
<i>Support Services:</i>				
Students	15,300	14,300	11,944	2,356
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>58,899</u>	<u>58,899</u>	<u>56,543</u>	<u>2,356</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,757)</u>	<u>(8,757)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,757)</u>	<u>(8,757)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,045</u>	<u>1,045</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,712)</u>	<u>\$ (7,712)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			7,712	
Adjustments to expenditures			<u>1,045</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
IDEA B RISK POOL

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	714	-	(714)
Interest	-	-	-	-
<i>Total revenues</i>	-	714	-	(714)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	714	714	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	714	714	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(714)	(714)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(714)	(714)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (714)	\$ (714)
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			714	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	11,204	12,222	1,950	(10,272)
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,204</u>	<u>12,222</u>	<u>1,950</u>	<u>(10,272)</u>
<i>Expenditures:</i>				
Current:				
Instruction	11,204	10,004	10,004	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	2,218	1,200	1,018
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,204</u>	<u>12,222</u>	<u>11,204</u>	<u>1,018</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,254)</u>	<u>(9,254)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,254)</u>	<u>(9,254)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,254)</u>	<u>\$ (9,254)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			9,254	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
IDEA B FEDERAL STIMULUS

Exhibit C-6

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(1,333)	
NET CHANGE IN FUND BALANCE			<u>\$ (1,333)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
SEG FEDERAL STIMULUS

Exhibit C-7

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	23,899	25,775	57,048	31,273
Interest	-	-	-	-
<i>Total revenues</i>	<u>23,899</u>	<u>25,775</u>	<u>57,048</u>	<u>31,273</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	23,899	26,690	26,690	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>23,899</u>	<u>26,690</u>	<u>26,690</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(915)</u>	<u>30,358</u>	<u>31,273</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	915	-	(915)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>915</u>	<u>-</u>	<u>(915)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>30,358</u>	<u>30,358</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(30,358)</u>	<u>(30,358)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(26,931)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 3,427</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	69,447	58,896	(10,551)
Interest	-	-	-	-
<i>Total revenues</i>	-	69,447	58,896	(10,551)
<i>Expenditures:</i>				
Current:				
Instruction	-	69,447	69,447	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	-	69,447	69,447	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(10,551)	(10,551)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(10,551)	(10,551)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (10,551)	\$ (10,551)
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			10,551	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
APS FOUNDATION

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 7,500	\$ 7,500	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	7,500	7,500	-
<i>Expenditures:</i>				
Current:				
Instruction	-	9,000	9,000	-
Support Services:				
Students	-	1,500	1,500	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,500	10,500	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(3,000)	(3,000)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	3,000	-	(3,000)
<i>Total other financing sources (uses)</i>	-	3,000	-	(3,000)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(3,000)	(3,000)
<i>Cash or fund balance, beginning of year</i>	-	-	3,000	3,000
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,000)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
McCARTHY DRESSMAN EDUCATION FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 9,000	\$ 9,000	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	9,000	9,000	-
<i>Expenditures:</i>				
Current:				
Instruction	-	13,815	3,911	9,904
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	13,815	3,911	9,904
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(4,815)	5,089	9,904
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	4,815	-	(4,815)
<i>Total other financing sources (uses)</i>	-	4,815	-	(4,815)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	5,089	5,089
<i>Cash or fund balance, beginning of year</i>	-	-	4,815	4,815
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 9,904	\$ 9,904
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 5,089</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
ALBUQUERQUE COMMUNITY FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
Current:				
Instruction	-	1,460	1,460	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,460	1,460	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(1,460)	(1,460)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	1,460	-	(1,460)
<i>Total other financing sources (uses)</i>	-	1,460	-	(1,460)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(1,460)	(1,460)
<i>Cash or fund balance, beginning of year</i>	-	-	1,460	1,460
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			1,460	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
EAST MOUNTAIN HS FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 26,210	\$ 19,500	\$ (6,710)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>26,210</u>	<u>19,500</u>	<u>(6,710)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	17,710	12,075	5,635
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	3,800	3,800	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	4,700	4,700	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,210</u>	<u>20,575</u>	<u>5,635</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,075)</u>	<u>(1,075)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	3,500	3,500
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>3,500</u>	<u>3,500</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,425</u>	<u>2,425</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,289)</u>	<u>(1,289)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,136</u>	<u>\$ 1,136</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(4,500)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (2,075)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
DUAL CREDIT

Exhibit C-13

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	12,200	12,148	(52)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	12,200	12,148	(52)
<i>Expenditures:</i>				
Current:				
Instruction	-	12,200	12,148	52
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	12,200	12,148	52
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
LIBRARY GO BONDS

Exhibit C-14

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	3,218	383	(2,835)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,218</u>	<u>383</u>	<u>(2,835)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	3,218	383	2,835
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,218</u>	<u>383</u>	<u>2,835</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
PRIVATE DIR GRANT

Exhibit C-15

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 13,375	\$ 13,375	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	13,375	13,375	-
<i>Expenditures:</i>				
Current:				
Instruction	-	10,658	4,350	6,308
Support Services:				
Students	-	-	-	-
Instruction	-	300	3,300	(3,000)
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	8,763	2,889	5,874
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	19,721	10,539	9,182
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(6,346)	2,836	9,182
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	6,346	-	(6,346)
<i>Total other financing sources (uses)</i>	-	6,346	-	(6,346)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	2,836	2,836
<i>Cash or fund balance, beginning of year</i>	-	-	9,081	9,081
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 11,917	\$ 11,917
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(18,288)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (15,452)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	240,724	240,724	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	240,724	240,724	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	240,724	240,724	-
<i>Total expenditures</i>	-	240,724	240,724	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 109,847	189,467	\$ 79,620
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	109,847	189,467	79,620
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	109,847	5,381	104,466
<i>Total expenditures</i>	-	109,847	5,381	104,466
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	184,086	184,086
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	184,086	184,086
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 184,086	\$ 184,086
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(184,086)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
SB 9 CAPITAL IMPROVEMENT

Exhibit C-18

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	7,609	15,099	10,934	(4,165)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,609</u>	<u>15,099</u>	<u>10,934</u>	<u>(4,165)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	7,609	15,099	10,934	4,165
<i>Total expenditures</i>	<u>7,609</u>	<u>15,099</u>	<u>10,934</u>	<u>4,165</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 25,719
Total Assets	<u>\$ 25,719</u>
LIABILITIES	
Deposits held for others	<u>25,719</u>
Total Liabilities	<u>\$ 25,719</u>

The accompanying notes are an integral part of these financial statements
L-30

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 23,948	\$ 48,950	\$ 47,179	\$ 25,719
Receivables	\$ 5,367	-	\$ 5,367	\$ -
Total assets	\$ 29,315	\$ 48,950	\$ 52,546	\$ 25,719
LIABILITIES				
Deposits held for others	\$ 29,315	\$ 48,950	\$ 52,546	\$ 25,719
Total liabilities	\$ 29,315	\$ 48,950	\$ 52,546	\$ 25,719

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 EAST MOUNTAIN HIGH SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Bank of the West
Checking - Payroll Account	\$ 146,605
Checking-Operational	\$ 425,181
Total On Deposit	571,786
Petty Cash	200
Reconciling Items	(39,301)
Reconciled Balance June 30, 2011	\$ 532,685
Agency Funds	
Checking-Booster Club	8,091
Checking-Student Council	7,908
Checking- SPSO Account	9,828
Total On Deposit	25,827
Reconciling Items	(108)
Reconciled Balance June 30, 2011	\$ 25,719

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
EAST MOUNTAIN HIGH SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Student Activity Account 23000	Federal Projects Account 24000	Federal Stimulus Account 25000	Local Grants Account 26000
Cash, June 30, 2010	\$ 384,742	\$ 9,633	\$ 23,948	\$ 1,045	\$ (22,576)	\$ 7,986
Add:						
2010-11 revenues	2,639,119	14,621	54,316	49,736	115,944	39,500
Loans from other funds	(29,150)	-	-	-	22,576	1,289
Total cash available	2,994,711	24,254	78,264	50,781	115,944	48,775
Less:						
Receivables/Payables	38,730	-	-	240	(7,783)	202
2010-11 expenditures	(2,677,724)	(16,676)	(52,545)	(67,416)	(96,136)	(36,445)
Loans to other funds	(37,880)	-	-	16,395	(12,025)	(1,289)
Cash, June 30, 2011	<u>317,837</u>	<u>7,578</u>	<u>25,719</u>	<u>-</u>	<u>-</u>	<u>11,243</u>
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference from GL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash per Books	<u>317,837</u>	<u>7,578</u>	<u>25,719</u>	<u>-</u>	<u>-</u>	<u>11,243</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	(54,804)	-	-	12,400	-	797
Fund Balance, Modified Accrual Basis	<u>263,033</u>	<u>7,578</u>	<u>25,719</u>	<u>12,400</u>	<u>-</u>	<u>12,040</u>

State Flowthrough Account 27000	Local & State Grants 29000	Lease Assist. Capital Outlay 31200	Public School Capital Outlay 31400	Capital Improvement HB 33 31600	Capital Improvement SB 9 31700	Total
\$ -	\$ 9,081	\$ -	\$ (1,120)	\$ -	\$ (4,165)	\$ 408,574
12,531	13,375	240,724	1,120	189,468	4,165	3,374,619
			1,120	-	4,165	-
12,531	22,456	240,724	1,120	189,468	4,165	3,783,193
-	24	-	-	-	10,934	42,347
(12,531)	(10,539)	(240,724)	-	(5,382)	(10,934)	(3,227,052)
-	-	-	(1,120)	-	(4,165)	(40,084)
-	11,941	-	-	184,086	-	558,404
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
-	11,941	-	-	184,086	-	558,404
					Less Activity Funds	25,719
					Per Exhibit B-1	532,685
-	5,460	-	-	(184,086)	-	(220,233)
-	17,401	-	-	-	-	338,171
					Less Activity Funds	25,719
					Per Exhibit B-1	312,452

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government
	Governmental Activities
ASSETS	
Cash and cash equivalents	475,226
Total current assets	475,226
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	99,462
Less: accumulated depreciation	(52,194)
Total noncurrent assets	47,268
Total assets	\$ 522,494
LIABILITIES AND NET ASSETS	
Accounts Payable	325
Accrued liabilities	\$ 9,042
Total current liabilities	9,367
Total liabilities	9,367
Invested in capital assets	47,268
Restricted for:	
Other	20,599
Unrestricted	445,260
Total net assets	513,127
Total liabilities and net assets	\$ 522,494

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Assets</u>
		<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	1,141,010	1,464	191,894	\$ -	\$ (947,652)
Support services:					
Students	298,417	-	-	-	(298,417)
Instruction	-	-	-	-	-
General Administration	22,930	-	-	-	(22,930)
School Administration	216,280	-	-	-	(216,280)
Central Services	58,496	-	-	-	(58,496)
Operation & Maintenance of Plant	160,079	-	-	-	(160,079)
Facilities, Materials, Supplies & Other Services	120,903	-	-	174,479	53,576
Total governmental activities	<u>\$ 2,018,115</u>	<u>\$ 1,464</u>	<u>\$ 191,894</u>	<u>\$ 174,479</u>	<u>(1,650,278)</u>
			General Revenues:		
					1,743,228
					87
					500
				Total general revenues	1,743,815
				Change in net assets	93,537
				Net assets - beginning	419,590
				Net assets - ending	\$ 513,127

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 451,515	\$ 20,599	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	-	-
<i>Total assets</i>	<u>\$ 451,515</u>	<u>\$ 20,599</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued expenses	9,042	-	-	-
<i>Total liabilities</i>	<u>9,042</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	20,599	-	-
Assigned	200,000	-	-	-
Unassigned	242,473	-	-	-
<i>Total fund balance</i>	<u>442,473</u>	<u>20,599</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 451,515</u>	<u>\$ 20,599</u>	<u>\$ -</u>	<u>\$ -</u>

Title I Federal Stimulus 24201	SEG Federal Stimulus 25250	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ 2,787	\$ 325	\$ 475,226
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ 2,787	\$ 325	\$ 475,226
\$ -	\$ -	\$ -	\$ -	\$ 325	\$ 325
-	-	-	-	-	9,042
-	-	-	-	325	9,367
-	-	-	-	-	20,599
-	-	-	-	-	200,000
-	-	-	2,787	-	245,260
-	-	-	2,787	-	465,859
\$ -	\$ -	\$ -	\$ 2,787	\$ 325	\$ 475,226

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 465,859
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>47,268</u>
Net Assets-total Governmental Activities	<u>\$ 513,127</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county sources	\$ 23,439	\$ -	\$ -	\$ -
State sources	1,721,183	7,049	-	-
Federal sources	-	-	53,576	40,251
Interest	87	-	-	-
<i>Total revenues</i>	<u>1,744,709</u>	<u>7,049</u>	<u>53,576</u>	<u>40,251</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	991,456	29,601	-	40,251
Support Services:				
Students	172,478	-	53,576	-
Instruction	-	-	-	-
General Administration	22,930	-	-	-
School Administration	216,280	-	-	-
Central Services	58,496	-	-	-
Operation & Maintenance of Plant	175,178	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,636,818</u>	<u>29,601</u>	<u>53,576</u>	<u>40,251</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>107,891</u>	<u>(22,552)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Other financing uses	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>107,891</u>	<u>(22,552)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>334,582</u>	<u>43,151</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 442,473</u>	<u>\$ 20,599</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Title I Federal Stimulus 24201	SEG Federal Stimulus 25250	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,439
-	-	-	-	120,903	1,849,135
72,363	22,045	50,756	-	-	238,991
-	-	-	-	-	87
<u>72,363</u>	<u>22,045</u>	<u>50,756</u>	<u>-</u>	<u>120,903</u>	<u>2,111,652</u>
-	22,045	50,756	-	-	1,134,109
72,363	-	-	-	-	298,417
-	-	-	-	-	-
-	-	-	-	-	22,930
-	-	-	-	-	216,280
-	-	-	-	-	58,496
-	-	-	-	-	175,178
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	120,903	120,903
<u>72,363</u>	<u>22,045</u>	<u>50,756</u>	<u>-</u>	<u>120,903</u>	<u>2,026,313</u>
-	-	-	-	-	85,339
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	85,339
-	-	-	2,787	-	380,520
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,787</u>	<u>\$ -</u>	<u>\$ 465,859</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
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, 2011

Exhibit B-2
(Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 85,339
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	(6,901)
Capital outlays	15,099
Excess of capital outlay over depreciation expense	8,198
Change in Net Assets of governmental activities:	\$ 93,537

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 23,439	\$ 23,439
State grants	1,799,230	1,799,230	1,721,183	(78,047)
Federal grants	-	-	-	-
Miscellaneous	-	-	87	87
<i>Total revenues</i>	<u>1,799,230</u>	<u>1,799,230</u>	<u>1,744,709</u>	<u>(54,521)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,027,207	1,027,207	991,347	35,860
Support Services				
Students	287,611	287,611	172,478	115,133
Instruction	-	-	-	-
General Administration	29,000	29,000	22,930	6,070
School Administration	263,771	263,771	216,280	47,491
Central Services	99,666	99,666	58,496	41,170
Operation & Maintenance of Plant	228,999	228,999	178,179	50,820
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,936,254</u>	<u>1,936,254</u>	<u>1,639,710</u>	<u>296,544</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(137,024)</u>	<u>(137,024)</u>	<u>104,999</u>	<u>242,023</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	137,024	137,024	-	(137,024)
<i>Total other financing sources (uses)</i>	<u>137,024</u>	<u>137,024</u>	<u>-</u>	<u>(137,024)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>104,999</u>	<u>104,999</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>346,516</u>	<u>346,516</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 451,515</u>	<u>\$ 451,515</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			2,892	
NET CHANGE IN FUND BALANCE			<u>\$ 107,891</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	6,029	6,029	7,049	1,020
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,029</u>	<u>6,029</u>	<u>7,049</u>	<u>1,020</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,029	11,029	29,601	(18,572)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,029</u>	<u>11,029</u>	<u>29,601</u>	<u>(18,572)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,000)</u>	<u>(5,000)</u>	<u>(22,552)</u>	<u>(17,552)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	5,000	5,000	-	(5,000)
<i>Total other financing sources (uses)</i>	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(22,552)</u>	<u>(22,552)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>43,151</u>	<u>43,151</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,599</u>	<u>\$ 20,599</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (22,552)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	53,576	53,576	-
Interest	-	-	-	-
<i>Total revenues</i>	-	53,576	53,576	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	53,576	53,576	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	53,576	53,576	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	43,800	40,251	40,251	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>43,800</u>	<u>40,251</u>	<u>40,251</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	43,800	40,251	40,251	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>43,800</u>	<u>40,251</u>	<u>40,251</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
TITLE I - FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	72,363	72,363	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>72,363</u>	<u>72,363</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	72,363	72,363	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>72,363</u>	<u>72,363</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	18,459	22,045	22,045	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>18,459</u>	<u>22,045</u>	<u>22,045</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	18,459	22,045	22,045	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>18,459</u>	<u>22,045</u>	<u>22,045</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	50,756	50,756	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>50,756</u>	<u>50,756</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	50,756	50,756	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,756</u>	<u>50,756</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 GILBERT L. SENA CHARTER HIGH SCHOOL
 BEGINNING TEACHER MENTORING PROGRAM
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>2,787</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,787</u>	<u>\$ 2,787</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	120,903	120,903	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>120,903</u>	<u>120,903</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	120,903	120,903	-
<i>Total expenditures</i>	<u>-</u>	<u>120,903</u>	<u>120,903</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>4,532</u>
Total Assets	<u><u>\$ 4,532</u></u>
LIABILITIES	
Deposits held for others	<u>4,532</u>
Total Liabilities	<u><u>\$ 4,532</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 7,311	6,001	8,780	\$ 4,532
Total assets	\$ 7,311	\$ 6,001	\$ 8,780	\$ 4,532
LIABILITIES				
Deposits held for others	\$ 7,311	\$ 6,001	\$ 8,780	\$ 4,532
Total liabilities	\$ 7,311	\$ 6,001	\$ 8,780	\$ 4,532

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 GILBERT L. SENA CHARTER HIGH SCHOOL
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
 FOR PUBLIC FUNDS
 June 30, 2011

Schedule I

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Fair / Par Market Value June 30, 2011</u>
US Bank	CUSIP 38373AHC3 5.50%, Matures 09/16/2024	\$ 20,974
US Bank	CUSIP 38373AQK5 5.00%, Matures 11/20/2036	\$ 230,505
US Bank	CUSIP 38373AYM2 5.50%, Matures 12/16/2036	\$ 130,619
		<u>\$ 382,098</u>

The accompanying notes are and integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Checking</u>	<u>US Bank</u>
Checking - Operating	<u>\$ 580,320</u>
Total On Deposit	580,320
Reconciling Items	<u>(100,562)</u>
Reconciled Balance June 30, 2011	<u>\$ 479,758</u>
Less Agency Funds	<u>4,532</u>
Total Cash per Exhibit B-1	<u>\$ 475,226</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
GILBERT L. SENA CHARTER HIGH SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Student Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 25000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Total
Cash, June 30, 2010	\$ 322,802	* \$ 43,151	\$ 7,311	\$ -	\$ -	\$ 2,787	\$ 325	\$ 376,376
Add:								
2010-11 revenues	1,755,102	7,049	6,001	166,190	72,800	-	120,903	2,128,045
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	2,077,904	50,200	13,312	166,190	72,800	2,787	121,228	2,504,421
Less:								
Receivables/Payables	9,042	-	-	-	-	-	-	9,042
2010-11 expenditures	(1,624,983)	(29,601)	(8,780)	(166,190)	(72,800)	-	(120,903)	(2,023,257)
Loans to other funds	-	-	-	-	-	-	-	-
Cash, June 30, 2011	<u>461,963</u>	<u>20,599</u>	<u>4,532</u>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>325</u>	<u>490,206</u>
Cash Reconciliation to GAAP Basis:								
Audit reclassifications to cash	(10,394)	-	-	-	-	-	-	(10,394)
Cash per books	<u>451,515</u>	<u>20,599</u>	<u>4,532</u>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>325</u>	<u>479,758</u>
							Less Activity Funds	<u>4,532</u>
							Per Exhibit B-1	<u>475,226</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit adjustments to income statement								
that closed to fund balance	17,789	-	-	-	-	-	-	17,789
Modified Accrual Adjustments	(37,279)	-	-	-	-	-	(325)	(37,604)
Fund Balance, Modified Accrual Basis	<u>442,473</u>	<u>20,599</u>	<u>4,532</u>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>-</u>	<u>470,391</u>
							Less Activity Funds	<u>4,532</u>
							Per Exhibit B-1	<u>465,859</u>

*Does not agree to prior year financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government Governmental Activities
ASSETS	<u> </u>
Cash and cash equivalents	\$ 398,077
Receivables	
Due from other governments	<u>184,836</u>
Total current assets	<u>582,913</u>
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	28,084
Less: accumulated depreciation	<u>(28,084)</u>
Total noncurrent assets	<u>-</u>
Total assets	<u>\$ 582,913</u>
LIABILITIES AND NET ASSETS	
Accrued liabilities	206,342
Current portion of compensated absences	13,726
Deferred revenue	585
Total current liabilities	<u>220,653</u>
Total liabilities	220,653
Restricted for:	
Other	45,367
Unrestricted	<u>316,893</u>
Total net assets	<u>362,260</u>
Total liabilities and net assets	<u>\$ 582,913</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction:					
Direct instruction	1,690,001	\$ 56,780	\$ 419,441	\$ -	\$ (1,213,780)
Support services:					
Students	209,418				(209,418)
Instruction	100,823		-		(100,823)
General Administration	81,140	-	-	-	(81,140)
School Administration	331,740	-	-	-	(331,740)
					-
Central Services	67,689	-	-	-	(67,689)
Operation/maintenance plant	421,796	-	-	-	(421,796)
Food Services Operations	180,364	25,711	193,782	-	39,129
Community Services Operations					
Facilities, Materials, Supplies & Other Services	321,218	-	-	321,218	-
Total governmental activities	\$ 3,404,189	\$ 82,491	\$ 613,223	\$ 321,218	(2,387,257)
			General Revenues:		
					2,543,121
					7,123
					2,550,244
					162,987
					199,273
					\$ 362,260

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 4)

	General 11000	Instructional Support 14000	Food Services 21000	Title I 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 352,125	\$ 5,766	\$ 39,601	\$ -
Accounts receivable				
Due from other governments	-	-	-	59,517
Due from other funds	160,098	-	-	-
<i>Total assets</i>	\$ 512,223	\$ 5,766	\$ 39,601	\$ 59,517
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	181,604	-	-	8,855
Due to other funds	-	-	-	50,662
Deferred revenue	-	-	-	-
<i>Total liabilities</i>	181,604	-	-	59,517
<i>Fund balances</i>				
Fund Balance:				
Restricted		5,766	39,601	
Assigned	330,619	-	-	-
<i>Total fund balance</i>	330,619	5,766	39,601	-
<i>Total liabilities and fund balance</i>	\$ 512,223	\$ 5,766	\$ 39,601	\$ 59,517

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Safe & Drug Free Schools 24157	Title I - IASA Federal Stimulus 24201	IDEA B Federal Stimulus 24206	State Equalization Guarantee 25250
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
18,441	-	5,242	2,259	3,661	209	-
-	-	-	-	-	-	-
<u>\$ 18,441</u>	<u>\$ -</u>	<u>\$ 5,242</u>	<u>\$ 2,259</u>	<u>\$ 3,661</u>	<u>\$ 209</u>	<u>\$ -</u>
11,152	-	807	-	2,192	-	-
7,289	-	4,435	2,259	1,469	209	-
-	-	-	-	-	-	-
<u>18,441</u>	<u>-</u>	<u>5,242</u>	<u>2,259</u>	<u>3,661</u>	<u>209</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 18,441</u>	<u>\$ -</u>	<u>\$ 5,242</u>	<u>\$ 2,259</u>	<u>\$ 3,661</u>	<u>\$ 209</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Education Job Fund 25255	Elem & Mid School Init. 26177	Technology fo Educ. PED 27117	Truancy Initiative 27141	Public School Capital Outlay 31200	Capital Impr. SB-9 31700	Total Primary Government
\$ -	\$ -	\$ 585	\$ -	\$ -	\$ -	\$ 398,077
6,840	2,669	-	-	78,406	7,592	184,836
-	-	-	-	-	-	160,098
<u>\$ 6,840</u>	<u>\$ 2,669</u>	<u>\$ 585</u>	<u>\$ -</u>	<u>\$ 78,406</u>	<u>\$ 7,592</u>	<u>\$ 743,011</u>
1,662	70	-	-	-	-	206,342
5,178	2,599	-	-	78,406	7,592	160,098
-	-	585	-	-	-	585
<u>6,840</u>	<u>2,669</u>	<u>585</u>	<u>-</u>	<u>78,406</u>	<u>7,592</u>	<u>367,025</u>
-	-	-	-	-	-	45,367
-	-	-	-	-	-	330,619
-	-	-	-	-	-	375,986
<u>\$ 6,840</u>	<u>\$ 2,669</u>	<u>\$ 585</u>	<u>\$ -</u>	<u>\$ 78,406</u>	<u>\$ 7,592</u>	<u>\$ 743,011</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 375,986
Compensated Absences	(13,726)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>-</u>
Net Assets-total Governmental Activities	<u>\$ 362,260</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	General 11000	Instructional Support 14000	Food Services 21000	Title I 24101
<i>Revenues:</i>				
Local and county sources	\$ 56,890	\$ -	\$ 25,711	\$ -
State sources	2,511,488	16,502	-	-
Federal sources	-	-	193,782	169,441
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,568,378</u>	<u>16,502</u>	<u>219,493</u>	<u>169,441</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,620,298	12,172	-	11,007
Support Services				
Students	168,829	-	-	21,222
Instruction	11,246	1,225	-	87,448
General Administration	81,140	-	-	-
School Administration	193,814	-	-	49,764
Central Services	67,689	-	-	-
Operation & Maintenance of Plant	386,346	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	180,364	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,529,362</u>	<u>13,397</u>	<u>180,364</u>	<u>169,441</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>39,016</u>	<u>3,105</u>	<u>39,129</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>39,016</u>	<u>3,105</u>	<u>39,129</u>	<u>-</u>
<i>Fund balances (deficit) - beginning of year</i>	<u>291,603</u>	<u>2,661</u>	<u>472</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 330,619</u>	<u>\$ 5,766</u>	<u>\$ 39,601</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Safe & Drug Free Schools 24157	Title I - IASA Federal Stimulus 24201	IDEA B Federal Stimulus 24206	State Equalization Guarantee 25250
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
91,573	904	22,330	2,259	15,042	5,558	31,633
-	-	-	-	-	-	-
91,573	904	22,330	2,259	15,042	5,558	31,633
91,573	-	22,330	2,259	1,233	-	-
-	-	-	-	13,809	5,558	-
-	904	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	31,633
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
91,573	904	22,330	2,259	15,042	5,558	31,633
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Education Job Fund 25255	Elem & Mid School Init. 26177	Technology for Educ. PED 27117	Truancy Initiative 27141	Public School Capital Outlay 31200	Capital Impr. SB-9 31700	Total Primary Government
\$ -	\$ 7,013	\$ -	\$ -	\$ -	\$ -	\$ 89,614
-	-	7,672	15,000	313,626	7,592	2,871,880
73,160	-	-	-	-	-	605,682
-	-	-	-	-	-	-
<u>73,160</u>	<u>7,013</u>	<u>7,672</u>	<u>15,000</u>	<u>313,626</u>	<u>7,592</u>	<u>3,567,176</u>
-	4,793	-	-	-	-	1,765,665
-	-	-	-	-	-	209,418
-	-	-	-	-	-	100,823
-	-	-	-	-	-	81,140
73,160	-	-	15,000	-	-	331,738
-	-	-	-	-	-	67,689
-	-	-	-	-	-	417,979
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	180,364
-	-	-	-	-	-	-
-	-	-	-	313,626	7,592	321,218
<u>73,160</u>	<u>4,793</u>	<u>-</u>	<u>15,000</u>	<u>313,626</u>	<u>7,592</u>	<u>3,476,034</u>
-	2,220	7,672	-	-	-	91,142
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	2,220	7,672	-	-	-	91,142
-	(2,220)	(7,672)	-	-	-	284,844
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 375,986</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 91,142
Change in Compensated Absences	75,662
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	<u>(3,817)</u>
Change in Net Assets of governmental activities:	<u><u>\$ 166,804</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 40,000	\$ 63,375	\$ 56,890	\$ (6,485)
State sources	2,583,486	2,511,488	2,511,488	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	2,623,486	2,574,863	2,568,378	(6,485)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,683,491	1,706,866	1,607,891	98,975
Support Services				
Students	164,933	154,665	168,827	(14,162)
Instruction	79,749	79,749	11,246	68,503
General Administration	74,321	92,084	89,824	2,260
School Administration	279,517	213,854	193,814	20,040
Central Services	46,565	75,748	67,689	8,059
Operation & Maintenance of Plant	707,910	397,912	386,346	11,566
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	52,000	141,887	-	141,887
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	3,088,486	2,862,765	2,525,637	337,128
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(465,000)	(287,902)	42,741	330,643
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	465,000	287,902	-	(287,902)
<i>Total other financing sources (uses)</i>	465,000	287,902	-	(287,902)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	42,741	42,741
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	469,482	469,482
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 512,223	\$ 512,223
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(3,725)	
NET CHANGE IN FUND BALANCE			\$ 39,016	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
INSTRUCTIONAL SUPPORT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	15,019	16,502	16,502	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,019</u>	<u>16,502</u>	<u>16,502</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,019	16,502	12,172	4,330
Support Services				
Students	-	-	-	-
Instruction	1,316	1,316	1,225	91
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,335</u>	<u>17,818</u>	<u>13,397</u>	<u>4,421</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,316)</u>	<u>(1,316)</u>	<u>3,105</u>	<u>4,421</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,316	1,316	-	(1,316)
<i>Total other financing sources (uses)</i>	<u>1,316</u>	<u>1,316</u>	<u>-</u>	<u>(1,316)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,105</u>	<u>3,105</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,661</u>	<u>2,661</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,766</u>	<u>\$ 5,766</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 3,105</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 26,409	\$ 46,409	\$ 25,711	\$ (20,698)
State sources	-	-	-	-
Federal sources	146,591	146,591	193,782	47,191
Interest	-	-	-	-
<i>Total revenues</i>	<u>173,000</u>	<u>193,000</u>	<u>219,493</u>	<u>26,493</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	173,000	193,000	180,364	12,636
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>173,000</u>	<u>193,000</u>	<u>180,364</u>	<u>12,636</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>39,129</u>	<u>39,129</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>39,129</u>	<u>39,129</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>472</u>	<u>17,360</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,601</u>	<u>\$ 56,489</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ 39,129</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST

Exhibit C-4

TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	110,070	175,889	134,665	(41,224)
Interest	-	-	-	-
<i>Total revenues</i>	<u>110,070</u>	<u>175,889</u>	<u>134,665</u>	<u>(41,224)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,007	11,007	11,007	-
Support Services				
Students	12,890	24,890	21,220	3,670
Instruction	35,022	88,841	87,448	1,393
General Administration	-	-	-	-
School Administration	51,151	51,151	49,766	1,385
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>110,070</u>	<u>175,889</u>	<u>169,441</u>	<u>6,448</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,776)</u>	<u>(34,776)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,776)</u>	<u>(34,776)</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(24,741)</u>	<u>(24,741)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (59,517)</u>	<u>\$ (59,517)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			34,776	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	91,575	91,575	88,261	(3,314)
Interest	-	-	-	-
<i>Total revenues</i>	<u>91,575</u>	<u>91,575</u>	<u>88,261</u>	<u>(3,314)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	91,575	91,575	91,575	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>91,575</u>	<u>91,575</u>	<u>91,575</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,314)</u>	<u>(3,314)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,314)</u>	<u>(3,314)</u>
<i>Cash or fund balance, beginning of year as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(15,127)</u>	<u>(15,127)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,441)</u>	<u>\$ (18,441)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,314	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA-B RISK-POOL

Exhibit C-6

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	904	1,965	1,061
Interest	-	-	-	-
<i>Total revenues</i>	-	904	1,965	1,061
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	904	904	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	904	904	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,061	1,061
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	1,061	1,061
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,061)	(1,061)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,061)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TEACHER/PRINCIPAL TRAINING & RECREATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	20,086	22,329	20,094	(2,235)
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,086</u>	<u>22,329</u>	<u>20,094</u>	<u>(2,235)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	20,086	22,329	22,329	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,086</u>	<u>22,329</u>	<u>22,329</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,235)</u>	<u>(2,235)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,235)</u>	<u>(2,235)</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,007)</u>	<u>(3,007)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,242)</u>	<u>\$ (5,242)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,235	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
SAFE & DRUG FREE SCHOOLS & COMMUNITIES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,375	1,618	(757)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,375</u>	<u>1,618</u>	<u>(757)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	2,375	2,259	116
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2,375</u>	<u>2,259</u>	<u>116</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(641)</u>	<u>(641)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(641)</u>	<u>(641)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,618)</u>	<u>(1,618)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,259)</u>	<u>\$ (2,259)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			641	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TITLE I - IASA

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	16,134	15,042	36,046	21,004
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,134</u>	<u>15,042</u>	<u>36,046</u>	<u>21,004</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,231	1,231	1,231	-
Support Services				
Students	14,903	13,811	13,811	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,134</u>	<u>15,042</u>	<u>15,042</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>21,004</u>	<u>21,004</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>21,004</u>	<u>21,004</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(24,665)</u>	<u>(24,665)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,661)</u>	<u>\$ (3,661)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(21,004)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	5,349	5,558	19,518	13,960
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,349</u>	<u>5,558</u>	<u>19,518</u>	<u>13,960</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	5,349	5,558	5,558	
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,349</u>	<u>5,558</u>	<u>5,558</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>13,960</u>	<u>13,960</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>13,960</u>	<u>13,960</u>
<i>Cash or fund balance, beginning of year as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(14,169)</u>	<u>(14,169)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (209)</u>	<u>\$ (209)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(13,960)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 HORIZON ACADEMY WEST
 STATE EQUALIZATION GARANTEE
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	26,505	32,175	31,633	(542)
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,505</u>	<u>32,175</u>	<u>31,633</u>	<u>(542)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	26,505	32,175	31,633	542
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,505</u>	<u>32,175</u>	<u>31,633</u>	<u>542</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
 N-21

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	73,160	66,320	(6,840)
Interest	-	-	-	-
<i>Total revenues</i>	-	73,160	66,320	(6,840)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	73,160	73,160	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	73,160	73,160	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(6,840)	(6,840)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(6,840)	(6,840)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (6,840)	\$ (6,840)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			6,840	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
ELEMENTARY & MIDDLE SCHOOL INITIATIVE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 4,996	\$ 4,344	\$ (652)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	4,996	4,344	(652)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,996	4,793	203
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	4,996	4,793	203
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(449)	(449)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(449)	(449)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,220)	(2,220)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,669)	\$ (2,669)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,669	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 2,220</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TECHNOLOGY FOR EDUCATION PED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	7,672	7,672
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>7,672</u>	<u>7,672</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,672</u>	<u>7,672</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>7,672</u>	<u>7,672</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,672)</u>	<u>(7,672)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ 7,672</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TRUANCY INITIATIVE PED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	15,000	16,935	1,935
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	15,000	16,935	1,935
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	15,000	15,000	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	15,000	15,000	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,935	1,935
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	1,935	1,935
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,935)	(1,935)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,935)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
PUBLIC SHOOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	313,626	312,945	(681)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	313,626	312,945	(681)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	313,626	313,626	-
<i>Total expenditures</i>	-	313,626	313,626	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(681)	(681)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(681)	(681)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(77,725)	(77,725)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (78,406)	\$ (78,406)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			681	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
CAPITAL IMPROVEMENTS SB-9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	9,495	9,578	83
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	9,495	9,578	83
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	9,495	7,592	1,903
<i>Total expenditures</i>	-	9,495	7,592	1,903
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,986	1,986
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	1,986	1,986
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	-	-	(9,578)	(9,578)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,592)	\$ (7,592)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,986)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	15,019	16,502	16,502	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,019</u>	<u>16,502</u>	<u>16,502</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,019	16,502	12,172	4,330
Support Services				
Students	-	-	-	-
Instruction	1,316	1,316	1,225	91
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,335</u>	<u>17,818</u>	<u>13,397</u>	<u>4,421</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,316)</u>	<u>(1,316)</u>	<u>3,105</u>	<u>4,421</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,316	1,316	-	(1,316)
<i>Total other financing sources (uses)</i>	<u>1,316</u>	<u>1,316</u>	<u>-</u>	<u>(1,316)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,105</u>	<u>3,105</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,661</u>	<u>2,661</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,766</u>	<u>\$ 5,766</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ 3,105</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 26,409	\$ 46,409	\$ 25,711	\$ (20,698)
State sources	-	-	-	-
Federal sources	146,591	146,591	193,782	47,191
Interest	-	-	-	-
<i>Total revenues</i>	<u>173,000</u>	<u>193,000</u>	<u>219,493</u>	<u>26,493</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	173,000	193,000	180,364	12,636
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>173,000</u>	<u>193,000</u>	<u>180,364</u>	<u>12,636</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>39,129</u>	<u>39,129</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>39,129</u>	<u>39,129</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>472</u>	<u>17,360</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,601</u>	<u>\$ 56,489</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ 39,129</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST

Exhibit C-4

TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	110,070	175,889	134,665	(41,224)
Interest	-	-	-	-
<i>Total revenues</i>	<u>110,070</u>	<u>175,889</u>	<u>134,665</u>	<u>(41,224)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,007	11,007	11,007	-
Support Services				
Students	12,890	24,890	21,220	3,670
Instruction	35,022	88,841	87,448	1,393
General Administration	-	-	-	-
School Administration	51,151	51,151	49,766	1,385
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>110,070</u>	<u>175,889</u>	<u>169,441</u>	<u>6,448</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,776)</u>	<u>(34,776)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(34,776)</u>	<u>(34,776)</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(24,741)</u>	<u>(24,741)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (59,517)</u>	<u>\$ (59,517)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			34,776	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA-B ENTITLEMENT

Exhibit C-5

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	91,575	91,575	88,261	(3,314)
Interest	-	-	-	-
<i>Total revenues</i>	<u>91,575</u>	<u>91,575</u>	<u>88,261</u>	<u>(3,314)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	91,575	91,575	91,575	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>91,575</u>	<u>91,575</u>	<u>91,575</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,314)</u>	<u>(3,314)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,314)</u>	<u>(3,314)</u>
<i>Cash or fund balance, beginning of year as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(15,127)</u>	<u>(15,127)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,441)</u>	<u>\$ (18,441)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,314	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA-B RISK-POOL

Exhibit C-6

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	904	1,965	1,061
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>904</u>	<u>1,965</u>	<u>1,061</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	904	904	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>904</u>	<u>904</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,061</u>	<u>1,061</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,061</u>	<u>1,061</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,061)</u>	<u>(1,061)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,061)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TEACHER/PRINCIPAL TRAINING & RECREATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	20,086	22,329	20,094	(2,235)
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,086</u>	<u>22,329</u>	<u>20,094</u>	<u>(2,235)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	20,086	22,329	22,329	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,086</u>	<u>22,329</u>	<u>22,329</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,235)</u>	<u>(2,235)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,235)</u>	<u>(2,235)</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,007)</u>	<u>(3,007)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,242)</u>	<u>\$ (5,242)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,235	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
SAFE & DRUG FREE SCHOOLS & COMMUNITIES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,375	1,618	(757)
Interest	-	-	-	-
<i>Total revenues</i>	-	2,375	1,618	(757)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,375	2,259	116
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	2,375	2,259	116
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(641)	(641)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(641)	(641)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,618)	(1,618)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,259)	\$ (2,259)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			641	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST

Exhibit C-9

TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	16,134	15,042	36,046	21,004
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,134</u>	<u>15,042</u>	<u>36,046</u>	<u>21,004</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,231	1,231	1,231	-
Support Services				
Students	14,903	13,811	13,811	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,134</u>	<u>15,042</u>	<u>15,042</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>21,004</u>	<u>21,004</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>21,004</u>	<u>21,004</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(24,665)</u>	<u>(24,665)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,661)</u>	<u>\$ (3,661)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(21,004)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
IDEA B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	5,349	5,558	19,518	13,960
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,349</u>	<u>5,558</u>	<u>19,518</u>	<u>13,960</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	5,349	5,558	5,558	
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,349</u>	<u>5,558</u>	<u>5,558</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>13,960</u>	<u>13,960</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>13,960</u>	<u>13,960</u>
<i>Cash or fund balance, beginning of year as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(14,169)</u>	<u>(14,169)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (209)</u>	<u>\$ (209)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(13,960)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
STATE EQUALIZATION GARANTEE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	26,505	32,175	31,633	(542)
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,505</u>	<u>32,175</u>	<u>31,633</u>	<u>(542)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	26,505	32,175	31,633	542
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,505</u>	<u>32,175</u>	<u>31,633</u>	<u>542</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
EDUCATION JOB FUND

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	73,160	66,320	(6,840)
Interest	-	-	-	-
<i>Total revenues</i>	-	73,160	66,320	(6,840)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	73,160	73,160	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	73,160	73,160	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(6,840)	(6,840)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(6,840)	(6,840)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (6,840)	\$ (6,840)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			6,840	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
ELEMENTARY & MIDDLE SCHOOL INITIATIVE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 4,996	\$ 4,344	\$ (652)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	4,996	4,344	(652)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,996	4,793	203
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	4,996	4,793	203
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(449)	(449)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(449)	(449)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,220)	(2,220)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,669)	\$ (2,669)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,669	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 2,220	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TECHNOLOGY FOR EDUCATION PED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	7,672	7,672
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	7,672	7,672
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	7,672	7,672
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	7,672	7,672
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	-	-	(7,672)	(7,672)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 7,672	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
TRUANCY INITIATIVE PED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	15,000	16,935	1,935
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	15,000	16,935	1,935
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	15,000	15,000	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	15,000	15,000	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,935	1,935
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	1,935	1,935
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,935)	(1,935)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,935)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	313,626	312,945	(681)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	313,626	312,945	(681)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	313,626	313,626	-
<i>Total expenditures</i>	-	313,626	313,626	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(681)	(681)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(681)	(681)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(77,725)	(77,725)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (78,406)	\$ (78,406)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			681	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
CAPITAL IMPROVEMENTS SB-9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	9,495	9,578	83
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	9,495	9,578	83
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	9,495	7,592	1,903
<i>Total expenditures</i>	-	9,495	7,592	1,903
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,986	1,986
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	1,986	1,986
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	-	-	(9,578)	(9,578)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,592)	\$ (7,592)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,986)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	\$ 19,453
<i>Total assets</i>	<u>19,453</u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>19,453</u>
<i>Total liabilities</i>	<u>\$ 19,453</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 15,424	35,602	31,573	\$ 19,453
Total assets	\$ 15,424	\$ 35,602	\$ 31,573	\$ 19,453
LIABILITIES				
Deposits held for others	\$ 15,424	35,602	31,573	\$ 19,453
Total liabilities	\$ 15,424	\$ 35,602	\$ 31,573	\$ 19,453

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 HORIZON ACADEMY WEST
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	NM Bank & Trust
Checking - Operational Account	\$ 408,205
Checking-Student Activity fund	<u>20,957</u>
Total On Deposit	429,162
Reconciling Items	<u>(11,632)</u>
Reconciled Balance June 30, 2011	<u>\$ 417,530</u>
Agency Funds	19,453
Cash per Exhibit A-1	<u><u>398,077</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
HORIZON ACADEMY WEST
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Federal Flowthrough Account 24000	Federal Direct Account 25000	Local Grants Fund 26000	State
Cash, June 30, 2010	\$ 444,101	\$ 2,661	\$ 472	\$ (56,820)	\$ -	\$ (2,205)	
Add:							
2010-11 revenues	2,568,378	16,502	219,493	302,165	97,952	4,344	
Loans from other funds	-	-	-	-	-	-	
Total cash available	3,012,479	19,163	219,965	245,345	97,952	2,139	
Less:							
Receivables/Payables	25,405	-	-	(4,561)	1,661	55	
2010-11 expenditures	(2,525,636)	(13,397)	(180,364)	(307,109)	(104,791)	(4,816)	
Loans to other funds	(160,123)	-	-	66,325	5,178	2,622	
Cash, June 30, 2011	<u>\$ 352,125</u>	<u>5,766</u>	<u>39,601</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance Reconciliation to GAAP Basis:							
Audit reclassifications to cash	-	-	-	-	-	-	
Cash per Books	<u>352,125</u>	<u>5,766</u>	<u>39,601</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Fund Balance Reconciliation to GAAP Basis:							
Modified Accrual Adjustments	(21,506)	-	-	-	-	-	
Fund Balance, Modified Accrual Basis	<u>330,619</u>	<u>5,766</u>	<u>39,601</u>	<u>-</u>	<u>-</u>	<u>-</u>	

The accompanying notes are an integral part of these financial statements

State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improv. SB 9 31700	Total
\$ (12,407)	\$ (77,725)	\$ (9,578)	\$ 288,499
28,135	312,945	9,578	3,559,492
-	-	-	-
15,728	235,220	-	3,847,991
(143)	-	-	22,417
(15,000)	(313,626)	(7,592)	(3,472,331)
-	78,406	7,592	-
585	-	-	398,077
-	-	-	-
585	-	-	398,077
(585)	-	-	(22,091)
-	-	-	375,986

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 J. PAUL TAYLOR ACADEMY
 STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 17,144
Receivables	
Due from other governments	24,918
Total current assets	42,062
Total assets	\$ 42,062
LIABILITIES AND NET ASSETS	
Accounts Payable	\$ 42,062
Total current liabilities	42,062
Total liabilities	42,062
Unrestricted	-
Total net assets	-
Total liabilities and net assets	\$ 42,062

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 30,862	\$ -	\$ 66,007	\$ -	\$ 35,145
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	2,834	-	-	-	(2,834)
School Administration	3,490	-	-	-	(3,490)
Central Services	19,377	-	-	-	(19,377)
Operation & Maintenance of Plant	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	9,444	-	-	-	(9,444)
Total governmental activities	\$ 66,007	\$ -	\$ 66,007	\$ -	-
			General Revenues:		
			State Equalization Guarantee		-
			Total general revenues		-
			Change in net assets		-
			Net assets - beginning		-
			Net assets - ending		\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 2)

	Federal Charter School Planning 24146	State Planning 27112	Total Primary Government
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 17,144	\$ -	\$ 17,144
Accounts receivable			
Due from other governments	24,918	-	24,918
<i>Total assets</i>	42,062	-	42,062
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accounts payable	42,062	-	42,062
<i>Total liabilities</i>	42,062	-	42,062
<i>Fund balances</i>			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
<i>Total fund balance</i>	-	-	-
<i>Total liabilities and fund balance</i>	\$ 42,062	\$ -	\$ 42,062

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ -
Net Assets-total Governmental Activities	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 2)

	Federal Charter School Planning 24146	State Planning 27112	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	3,407	3,407
Federal grant	62,600	-	62,600
Miscellaneous income	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>62,600</u>	<u>3,407</u>	<u>66,007</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	30,862	-	30,862
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	140	2,694	2,834
School Administration	3,490	-	3,490
Central Services	18,664	713	19,377
Operation & Maintenance of Plant	9,444	-	9,444
Student Transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-Instructional Service	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>62,600</u>	<u>3,407</u>	<u>66,007</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
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, 2011

Exhibit B-2
 (Page 2 of 2)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ -

Change in Net Assets-total Governmental Activities	\$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	800,000	800,000	37,682	(762,318)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>800,000</u>	<u>800,000</u>	<u>37,682</u>	<u>(762,318)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	362,292	362,292	883	361,409
Support Services				
Students	10,000	10,000	-	10,000
Instruction	235,600	235,600	-	235,600
General Administration	18,900	18,900	140	18,760
School Administration	62,208	62,208	490	61,718
Central Services	29,000	29,000	18,664	10,336
Operation & Maintenance of Plant	82,000	82,000	361	81,639
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>800,000</u>	<u>800,000</u>	<u>20,538</u>	<u>779,462</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>17,144</u>	<u>17,144</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>17,144</u>	<u>17,144</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,144</u>	<u>\$ 17,144</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			24,918	
Adjustments to expenditures			<u>(42,062)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
STATE PLANNING

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,407	3,407	3,407	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,407</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	2,694	2,694	2,694	-
School Administration	-	-	-	-
Central Services	713	713	713	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,407</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 J. PAUL TAYLOR ACADEMY
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Century Bank
Checking - Operational	\$ 17,144
Total On Deposit	17,144
Reconciling Items	-
Reconciled Balance June 30, 2011	\$ 17,144

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
J. PAUL TAYLOR ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Federal Projects Account 24000	State Flow Through Fund 27000	Total
Cash, June 30, 2010	\$ -	\$ -	\$ -
Add:			
2010-11 revenues	37,682	3,407	41,089
Total cash available	37,682	3,407	41,089
Less:			
2010-11 expenditures	(20,538)	(3,407)	(23,945)
Cash, June 30, 2011	17,144	-	17,144
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash		-	-
Cash per Books	17,144	-	\$ 17,144
Fund Balance Reconciliation to GAAP Basis:			
Audit adjustments to income statement that closed to fund balance	-	-	-
Modified Accrual Adjustments	(17,144)	-	(17,144)
Fund Balance, Modified Accrual Basis	-	-	-

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 182,320
Receivables	
Due from other governments	45,279
Total current assets	227,599
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	37,959
Building and Building Improvements	2,109,921
Less: accumulated depreciation	(349,108)
Total noncurrent assets	1,798,772
Total assets	\$ 2,026,371
LIABILITIES AND NET ASSETS	
Accrued liabilities	103,227
Due to other governments	7,263
Deferred Revenue	42,990
Total current liabilities	153,480
Total liabilities	153,480
Invested in capital assets	1,798,772
Restricted	29,603
Unrestricted	44,516
Total net assets	1,872,891
Total liabilities and net assets	\$ 2,026,371

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	1,161,953	\$ 9,263	\$ 368,833	\$ -	\$ (783,857)
Support services:					
Students	252,627	-	-	-	(252,627)
Instruction	-	-	-	-	-
General Administration	19,030	-	-	-	(19,030)
School Administration	219,133	-	-	-	(219,133)
Central Services	86,591	-	-	-	(86,591)
Operation & Maintenance of Plant	187,713	-	-	-	(187,713)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	85,641	231	78,614	-	(6,796)
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	-	-	-	18,968	(115,303)
Total governmental activities	\$ 2,146,959	\$ 9,494	\$ 447,447	\$ 18,968	(1,671,050)
			General Revenues:		
			State Guarantee		1,488,909
			Property Tax		37,648
			Miscellaneous		52,075
					1,578,632
			Total general revenues		1,578,632
			Change in net assets		(92,418)
			Net assets - beginning		1,965,309
			Net assets - ending		\$ 1,872,891

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 5)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 88,276	\$ 24,173	\$ 5,430	\$ 5,249
Accounts receivable				
Due from other governments	484	-	-	-
Due from other funds	44,701	-	-	-
<i>Total assets</i>	<u>\$ 133,461</u>	<u>\$ 24,173</u>	<u>\$ 5,430</u>	<u>\$ 5,249</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	88,945	-	-	4,033
Due to other funds	-	-	-	-
Due to other governments	-	-	-	1,216
Deferred Revenue	-	-	-	-
<i>Total liabilities</i>	<u>88,945</u>	<u>-</u>	<u>-</u>	<u>5,249</u>
<i>Fund balances</i>				
Restricted		24,173	5,430	
Unassigned	44,516	-	-	-
<i>Total fund balance</i>	<u>44,516</u>	<u>24,173</u>	<u>5,430</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 133,461</u>	<u>\$ 24,173</u>	<u>\$ 5,430</u>	<u>\$ 5,249</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Title III Rehabilitation Act of 1973 24134	English Language Acquisition 24153	Teacher/Principal Training 24124	USDA Equipment 24183
\$ 1,137	\$ -	\$ 909	\$ -	\$ -	\$ -
-	-	-	35,000	1,123	-
-	-	-	-	-	-
<u>\$ 1,137</u>	<u>\$ -</u>	<u>\$ 909</u>	<u>\$ 35,000</u>	<u>\$ 1,123</u>	<u>\$ -</u>
-	-	-	-	-	-
-	-	-	35,000	1,123	-
1,137	-	909	-	-	-
-	-	-	-	-	-
<u>1,137</u>	<u>-</u>	<u>909</u>	<u>35,000</u>	<u>1,123</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,137</u>	<u>\$ -</u>	<u>\$ 909</u>	<u>\$ 35,000</u>	<u>\$ 1,123</u>	<u>\$ -</u>

Medicaid 25152	SEG Federal Stimulus 25250	Education Job Fund 25255	EMS 26177	Pre-K 2716	2008 Library Funds 27549
\$ -	\$ -	\$ 8,468	\$ 37	\$ 5,145	\$ 277
3,474	-	-	2,563	-	-
-	-	-	-	-	-
<u>\$ 3,474</u>	<u>\$ -</u>	<u>\$ 8,468</u>	<u>\$ 2,600</u>	<u>\$ 5,145</u>	<u>\$ 277</u>
-	-	8,468	94	1,687	-
3,474	-	-	2,469	-	-
-	-	-	37	3,458	277
-	-	-	-	-	-
<u>3,474</u>	<u>-</u>	<u>8,468</u>	<u>2,600</u>	<u>5,145</u>	<u>277</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3,474</u>	<u>\$ -</u>	<u>\$ 8,468</u>	<u>\$ 2,600</u>	<u>\$ 5,145</u>	<u>\$ 277</u>

Public School Capital Outlay 31200	Capital Improvements HB 33 31600	SB 9 Capital Improvements 31700	Total Primary Government
\$ 229	\$ 42,990	\$ -	\$ 182,320
-	-	2,635	45,279
-	-	-	44,701
<u>\$ 229</u>	<u>\$ 42,990</u>	<u>\$ 2,635</u>	<u>\$ 272,300</u>
-	-	-	103,227
-	-	2,635	44,701
229	-	-	7,263
-	42,990	-	42,990
<u>229</u>	<u>42,990</u>	<u>2,635</u>	<u>198,181</u>
-	-	-	29,603
-	-	-	44,516
-	-	-	74,119
<u>\$ 229</u>	<u>\$ 42,990</u>	<u>\$ 2,635</u>	<u>\$ 272,300</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 5 of 5)

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 74,119
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,798,772
Net Assets-total Governmental Activities	\$ 1,872,891

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA

Exhibit B-2
(Page 1 of 5)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 18,830	\$ 42,508	\$ 231	\$ -	\$ -
State sources	1,470,666	7,610	-	-	-
Federal sources	-	-	78,614	87,120	25,784
Property Tax	-	-	-	-	-
<i>Total revenues</i>	<u>1,489,496</u>	<u>50,118</u>	<u>78,845</u>	<u>87,120</u>	<u>25,784</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	766,428	62,484	-	72,725	25,784
Support Services:					
Students	218,141	-	-	14,395	-
Instruction	-	-	-	-	-
General Administration	19,030	-	-	-	-
School Administration	214,828	-	-	-	-
Central Services	86,591	-	-	-	-
Operation & Maintenance of Plant	185,462	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	73,415	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,490,480</u>	<u>62,484</u>	<u>73,415</u>	<u>87,120</u>	<u>25,784</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(984)</u>	<u>(12,366)</u>	<u>5,430</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Other financing uses	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(984)</u>	<u>(12,366)</u>	<u>5,430</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>45,500</u>	<u>36,539</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 44,516</u>	<u>\$ 24,173</u>	<u>\$ 5,430</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Title III Rehabilitation Act of 1973 24134	English Language Acquisition 24153	Teacher/Principal Training 24124	USDA Equipment 24183	Medicaid 25152
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
298	-	47,800	9,564	10,987	7,581
298	-	47,800	9,564	10,987	7,581
298	-	47,800	9,564	-	-
-	-	-	-	-	8,725
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	10,987	-
-	-	-	-	-	-
298	-	47,800	9,564	10,987	8,725
-	-	-	-	-	(1,144)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(1,144)
-	-	-	-	-	1,144
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SEG Federal Stimulus 25250	Education Job Fund 25255	EMSI 26177	Pre-K 2716	2008 Library Fund 27549
\$ -	\$ -	\$ 4,950	\$ -	\$ -
-	-	-	124,299	-
18,243	42,840	-	-	-
18,243	42,840	4,950	124,299	-
18,243	42,840	-	114,373	-
-	-	4,950	5,621	-
-	-	-	-	-
-	-	-	4,305	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
18,243	42,840	4,950	124,299	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -

Public School Capital Outlay 31200	Capital Improvements HB 33 31600	SB 9 Capital Improvements 31700	Total Primary Government
\$ -	\$ -	\$ -	66,519
16,333	-	2,635	1,621,543
-	-	-	328,831
	37,648		37,648
16,333	37,648	2,635	2,054,541
-	-	-	1,160,539
-	-	-	251,832
-	-	-	-
-	-	-	19,030
-	-	-	219,133
-	-	-	86,591
-	-	-	185,462
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	84,402
16,333	37,648	2,635	56,616
16,333	37,648	2,635	2,063,605
-	-	-	(9,064)
-	-	-	-
-	-	-	-
-	-	-	(9,064)
-	-	-	83,183
\$ -	\$ -	\$ -	\$ 74,119

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA

Exhibit B-2
(Page 5 of 5)

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, 2011

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (9,064)
<p>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.</p>	
Depreciation expense	(109,830)
Capital outlays	26,476
Excess of capital outlay over depreciation expense	<u>(83,354)</u>
Change in Net Assets of governmental activities:	<u>\$ (92,418)</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 22,243	\$ 18,830	\$ (3,413)
State sources	1,763,560	1,470,666	1,470,666	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,763,560</u>	<u>1,492,909</u>	<u>1,489,496</u>	<u>(3,413)</u>
<i>Expenditures:</i>				
Current:				
Instruction	957,568	786,316	766,428	19,888
Support Services:				
Students	278,159	228,085	218,141	9,944
Instruction	-	-	-	-
General Administration	24,000	18,095	19,030	(935)
School Administration	208,749	217,303	214,828	2,475
Central Services	87,374	86,755	86,591	164
Operation & Maintenance of Plant	217,839	184,484	185,462	(978)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,773,689</u>	<u>1,521,038</u>	<u>1,490,480</u>	<u>30,558</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,129)</u>	<u>(28,129)</u>	<u>(984)</u>	<u>27,145</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	10,129	28,129	-	(28,129)
<i>Total other financing sources (uses)</i>	<u>10,129</u>	<u>28,129</u>	<u>-</u>	<u>(28,129)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(984)</u>	<u>(984)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>28,809</u>	<u>28,809</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,825</u>	<u>\$ 27,825</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (984)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 42,508	\$ 42,508	\$ -
State sources	4,948	44,145	7,610	(36,535)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	4,948	86,653	50,118	(36,535)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,948	86,653	62,484	24,169
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	4,948	86,653	62,484	24,169
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(12,366)	(12,366)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(12,366)	(12,366)
<i>Cash or fund balance, beginning of year</i>	-	-	36,539	36,539
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 24,173	\$ 24,173
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (12,366)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 231	\$ 231
State sources	-	-	-	-
Federal sources	-	80,000	78,614	(1,386)
Interest	-	-	-	-
<i>Total revenues</i>	-	80,000	78,845	(1,155)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	80,000	73,415	6,585
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	80,000	73,415	6,585
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	5,430	5,430
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	5,430	5,430
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 5,430	\$ 5,430
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 5,430	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA

Exhibit C-4

TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	65,063	88,326	89,379	1,053
Interest	-	-	-	-
<i>Total revenues</i>	65,063	88,326	89,379	1,053
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	43,001	72,931	72,725	206
Support Services:				
Students	22,062	15,395	14,395	1,000
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	65,063	88,326	87,120	1,206
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,259	2,259
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	2,259	2,259
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,259)	(2,259)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,259)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	25,784	25,784	-
Interest	-	-	-	-
<i>Total revenues</i>	-	25,784	25,784	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	25,784	25,784	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	25,784	25,784	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	1,137	1,137
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 1,137	\$ 1,137
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
IDEA-B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	298	298	-
Interest	-	-	-	-
<i>Total revenues</i>	-	298	298	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	298	298	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	298	298	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 LA PROMESA
 TITLE III REHABILITATION ACT OF 1973
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	6,734	6,734
Interest	-	-	-	-
<i>Total revenues</i>	-	-	6,734	6,734
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	6,734	6,734
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	6,734	6,734
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(5,825)	(5,825)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 909	\$ 909
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,734)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
ENGLISH LANGUAGE ACQUISITION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	47,800	12,800	(35,000)
Interest	-	-	-	-
<i>Total revenues</i>	-	47,800	12,800	(35,000)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	47,800	47,800	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	47,800	47,800	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(35,000)	(35,000)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(35,000)	(35,000)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (35,000)	\$ (35,000)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			35,000	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
TEACHER/PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	8,441	9,564	8,441	(1,123)
Interest	-	-	-	-
<i>Total revenues</i>	8,441	9,564	8,441	(1,123)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	8,441	9,564	9,564	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	8,441	9,564	9,564	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,123)	(1,123)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(1,123)	(1,123)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,123)	\$ (1,123)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,123	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
USDA EQUIPMENT

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	11,000	10,987	(13)
Interest	-	-	-	-
<i>Total revenues</i>	-	11,000	10,987	(13)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	11,000	10,987	13
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	11,000	10,987	13
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
MEDICAID

Exhibit C-11

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	9,230	7,812	(1,418)
Interest	-	-	-	-
<i>Total revenues</i>	-	9,230	7,812	(1,418)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	10,374	8,725	1,649
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,374	8,725	1,649
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(1,144)	(913)	231
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	1,144	-	(1,144)
<i>Total other financing sources (uses)</i>	-	1,144	-	(1,144)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(913)	(913)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,561)	(2,561)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,474)	\$ (3,474)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(231)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (1,144)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	18,093	18,093	18,243	150
Interest	-	-	-	-
<i>Total revenues</i>	18,093	18,093	18,243	150
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	18,093	18,093	18,243	(150)
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	18,093	18,093	18,243	(150)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	42,840	42,840	-
Interest	-	-	-	-
<i>Total revenues</i>	-	42,840	42,840	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	42,840	42,840	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	42,840	42,840	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
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Exhibit C-14

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	\$ 5,307	\$ 307
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	5,307	307
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	5,000	4,950	50
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,950	50
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	357	357
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	357	357
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,920)	(2,920)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,563)	\$ (2,563)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(357)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
PRE-K

Exhibit C-15

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	90,403	124,602	124,299	(303)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>90,403</u>	<u>124,602</u>	<u>124,299</u>	<u>(303)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	89,542	114,591	114,373	218
Support Services:				
Students	861	5,706	5,621	85
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	4,305	4,305	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>90,403</u>	<u>124,602</u>	<u>124,299</u>	<u>303</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
2008 LIBRARY FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	277	277
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 277	\$ 277
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	52,573	16,333	(36,240)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	52,573	16,333	(36,240)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	52,573	16,333	36,240
<i>Total expenditures</i>	-	52,573	16,333	36,240
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Other financing uses	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-18

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 47,078	\$ 80,638	\$ 33,560
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	47,078	80,638	33,560
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	47,078	37,648	9,430
<i>Total expenditures</i>	-	47,078	37,648	9,430
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	42,990	42,990
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	42,990	42,990
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 42,990	\$ 42,990
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(42,990)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
SB 9 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-19

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	3,128	2,013	(1,115)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,128	2,013	(1,115)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	3,128	2,635	493
<i>Total expenditures</i>	-	3,128	2,635	493
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(622)	(622)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(622)	(622)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,013)	(2,013)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,635)	\$ (2,635)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			622	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>1,835</u>
Total Assets	<u><u>\$ 1,835</u></u>
LIABILITIES	
Deposits held for others	<u>1,835</u>
Total Liabilities	<u><u>\$ 1,835</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 2,532	7,898	8,595	\$ 1,835
Total assets	\$ 2,532	\$ 7,898	\$ 8,595	\$ 1,835
LIABILITIES				
Deposits held for others	\$ 2,532	\$ 7,898	\$ 8,595	\$ 1,835
Total liabilities	\$ 2,532	\$ 7,898	\$ 8,595	\$ 1,835

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 LA PROMESA
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	
Checking-Bank of America	\$ 10,570
Checking-Wells Fargo	\$ 119,612
Total On Deposit	130,182
Reconciling Items	53,973
Reconciled Balance June 30, 2011	\$ 184,155
Less Agency Funds	1,835
Total per Exhibit B-1	\$ 182,320

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
LA PROMESA
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Food Services Account 21000	Non-Instruct Fund 23000	Federal Projects Account 24000	Federal Projects Account 25000	Local Grants Account 26000
Cash, June 30, 2010	\$ 28,810	\$ 36,539	\$ -	\$ 2,533	\$ 3,262	\$ 1,144	\$ 37
Add:							
2010-11 revenues	1,489,495	50,118	78,845	7,897	181,553	68,664	4,950
Loans from other funds	-	-	-	-	-	-	-
Total cash available	1,518,305	86,657	78,845	10,430	184,815	69,808	4,987
Less:							
Receivables/Payables	105,156	-	-	-	(32,090)	4,994	-
2010-11 expenditures	(1,490,484)	(62,484)	(73,415)	(8,595)	(181,553)	(69,808)	(4,950)
Loans to other funds	(44,701)	-	-	-	36,123	3,474	-
Cash, June 30, 2011	<u>88,276</u>	<u>24,173</u>	<u>5,430</u>	<u>1,835</u>	<u>7,295</u>	<u>8,468</u>	<u>37</u>
Fund Balance Reconciliation to GAAP Basis:							
Audit reclassifications to cash	-	-	-	-	-	-	-
Cash per Books	<u>88,276</u>	<u>24,173</u>	<u>5,430</u>	<u>1,835</u>	<u>7,295</u>	<u>8,468</u>	<u>37</u>

Fund Balance Reconciliation to GAAP Basis:							
Modified Accrual Adjustments	(43,760)	-	-	-	(7,295)	(8,468)	(37)
Fund Balance, Modified Accrual Basis	<u>44,516</u>	<u>24,173</u>	<u>5,430</u>	<u>1,835</u>	<u>-</u>	<u>-</u>	<u>-</u>

State Flow-through Fund 27000	Public School Capital Outlay 31200	Special Capital Outlay 31400	Capital Improv. HB 33 31600	Capital Improv. SB9 31700	Total
\$ 3,735	\$ 229	\$ -	\$ -	\$ -	\$ 76,289
124,299	16,333	148,227	80,638	2,635	2,253,654
-	-	-	-	-	-
128,034	16,562	148,227	80,638	2,635	2,329,943
1,687	-	-	-	-	79,747
(124,299)	(16,333)	(148,227)	(37,648)	(2,635)	(2,220,431)
-	-	-	-	-	(5,104)
<u>5,422</u>	<u>229</u>	<u>-</u>	<u>42,990</u>	<u>-</u>	<u>184,155</u>
-	-	-	-	-	-
<u>5,422</u>	<u>229</u>	<u>-</u>	<u>42,990</u>	<u>-</u>	<u>\$ 184,155</u>
				Less Activity Funds	(1,835)
				Total cash per Exhibit B-1	<u>182,320</u>
(5,422)	(229)	-	(42,990)	-	(108,201)
-	-	-	-	-	75,954
				Less Activity Funds	(1,835)
				Total fund balance per Exhibit B-1	<u>74,119</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	337,343
Receivables	
Due from other governments	56,980
Total current assets	394,323
Capital assets	
Building and improvements	1,588,531
Furniture, fixtures and equipment	36,431
Less: accumulated depreciation	(90,381)
Total noncurrent assets	1,534,581
Total assets	\$ 1,928,904
LIABILITIES AND NET ASSETS	
Accrued salaries	100,198
Current portion of capital lease obligation	99,879
Total current liabilities	200,077
Non-current portion of capital lease obligation	889,587
Total noncurrent liabilities	889,587
Total liabilities	1,089,664
Invested in capital assets, net of related debt	545,115
Restricted for:	
Other	20,252
Unrestricted	273,873
Total net assets	839,240
Total liabilities and net assets	\$ 1,928,904

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,020,333	8,283	\$ 149,868	\$ -	\$ (862,182)
Support services:					
Students	260,131	-	-	-	(260,131)
Instruction	-	-	-	-	-
General Administration	45,435	-	-	-	(45,435)
School Administration	230,170	-	-	-	(230,170)
Central Services	70,774	-	-	-	(70,774)
Operation & Maintenance of Plant	262,642	-	-	-	(262,642)
Student Transportation	-	-	-	-	-
Food Services Operation	27,570	2,002	28,069	-	2,501
Facilities Materials, Supplies & Other Services	53,414	-	-	132,452	79,038
Total governmental activities	<u>\$ 1,970,469</u>	<u>\$ 10,285</u>	<u>\$ 177,937</u>	<u>\$ 132,452</u>	<u>(1,649,795)</u>
			General Revenues:		
					1,693,765
					373
					<u>11,778</u>
					1,705,916
					<u>56,121</u>
					783,119
					<u>\$ 839,240</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Service 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 319,592	\$ 5,759	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	-	10,000
Due from other funds	50,790	-	2,501	-
<i>Total assets</i>	370,382	5,759	2,501	10,000
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	94,008	-	-	-
Due to other funds	2,501	-	-	10,000
<i>Total liabilities</i>	96,509	-	-	10,000
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	5,759	2,501	-
Assigned	250,259	-	-	-
Unassigned	23,614	-	-	-
<i>Total fund balance</i>	273,873	5,759	2,501	-
<i>Total liabilities and fund balance</i>	\$ 370,382	\$ 5,759	\$ 2,501	\$ 10,000

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher/ Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Entitlement Federal Stimulus 24206	SEG Federal Stimulus 25250	Job Education 25255
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	24,561	1,743	-	9,155	-	11,521
-	-	-	-	-	-	-
-	<u>24,561</u>	<u>1,743</u>	<u>-</u>	<u>9,155</u>	<u>-</u>	<u>11,521</u>
-	-	-	-	-	-	6,190
-	24,561	1,743	-	9,155	-	5,331
-	<u>24,561</u>	<u>1,743</u>	<u>-</u>	<u>9,155</u>	<u>-</u>	<u>11,521</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 24,561</u>	<u>\$ 1,743</u>	<u>\$ -</u>	<u>\$ 9,155</u>	<u>\$ -</u>	<u>\$ 11,521</u>

State Planning 27112	Beginning Teacher/Principal Training 27154	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ 50	\$ 792	\$ 11,150	\$ -	\$ 337,343
-	-	-	-	56,980
-	-	-	-	53,291
<u>50</u>	<u>792</u>	<u>11,150</u>	<u>-</u>	<u>447,614</u>
-	-	-	-	100,198
-	-	-	-	53,291
-	-	-	-	153,489
50	792	11,150	-	20,252
-	-	-	-	250,259
-	-	-	-	23,614
<u>50</u>	<u>792</u>	<u>11,150</u>	<u>-</u>	<u>294,125</u>
<u>\$ 50</u>	<u>\$ 792</u>	<u>\$ 11,150</u>	<u>\$ -</u>	<u>\$ 447,614</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 294,125
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,534,581
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(989,466)</u>
Net Assets-total Governmental Activities	<u>\$ 839,240</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Service 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 20,316	\$ -	\$ 2,002	\$ -	\$ -
State grant	1,672,265	7,009	-	-	-
Federal grant	-	-	28,069	25,576	17,366
Miscellaneous income	-	-	-	-	-
Interest	373	-	-	-	-
<i>Total revenues</i>	<u>1,692,954</u>	<u>7,009</u>	<u>30,071</u>	<u>25,576</u>	<u>17,366</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	886,477	11,993	-	25,576	4,893
Support Services					
Students	238,504	-	-	-	12,473
Instruction	-	-	-	-	-
General Administration	45,435	-	-	-	-
School Administration	230,170	-	-	-	-
Central Services	70,774	-	-	-	-
Operation & Maintenance of Plant	199,124	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	27,570	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,670,484</u>	<u>11,993</u>	<u>27,570</u>	<u>25,576</u>	<u>17,366</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>22,470</u>	<u>(4,984)</u>	<u>2,501</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>22,470</u>	<u>(4,984)</u>	<u>2,501</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>251,403</u>	<u>10,743</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 273,873</u>	<u>\$ 5,759</u>	<u>\$ 2,501</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher/ Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Entitlement Federal Stimulus 24206	SEG Federal Stimulus 25250	Job Education 25255
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	48,713
24,561	7,231	2	9,155	21,500	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>24,561</u>	<u>7,231</u>	<u>2</u>	<u>9,155</u>	<u>21,500</u>	<u>48,713</u>
24,561	7,231	2	-	-	48,713
-	-	-	9,155	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	21,500	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>24,561</u>	<u>7,231</u>	<u>2</u>	<u>9,155</u>	<u>21,500</u>	<u>48,713</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

State Planning 27112	Beginning Teacher/Principal Training 27154	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 22,318
-	-	10,000	132,452	1,870,439
-	-	-	-	133,460
-	-	-	-	-
-	-	-	-	373
-	-	10,000	132,452	2,026,590
-	-	8,850	-	1,018,296
-	-	-	-	260,132
-	-	-	-	-
-	-	-	-	45,435
-	-	-	-	230,170
-	-	-	-	70,774
-	-	-	-	220,624
-	-	-	-	-
-	-	-	-	-
-	-	-	-	27,570
-	-	-	132,452	132,452
-	-	8,850	132,452	2,005,453
-	-	1,150	-	21,137
-	-	-	-	-
-	-	-	-	-
-	-	1,150	-	21,137
50	792	10,000	-	272,988
\$ 50	\$ 792	\$ 11,150	\$ -	\$ 294,125

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
 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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
Net change in fund balances - total governmental funds	\$ 21,137
<p>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.</p>	
Depreciation expense	(56,330)
<p>Capital assets acquired by capital leases are shown as an expenditure and other financing source in the governmental funds. The other financing source must be removed from the statement of activities; principal payments are applied to the lease liability</p>	
Principal payments of capital lease	<u>91,314</u>
Change in Net Assets-total Governmental Activities	<u>\$ 56,121</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 50,387	\$ 50,387
State grants	1,820,338	1,672,266	1,672,266	-
Federal grants	-	-	-	-
Miscellaneous	-	-	374	374
<i>Total revenues</i>	<u>1,820,338</u>	<u>1,672,266</u>	<u>1,723,027</u>	<u>50,761</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,111,754	939,468	889,164	50,304
Support Services				
Students	191,649	267,966	242,700	25,266
Instruction	-	-	-	-
General Administration	42,500	64,500	45,435	19,065
School Administration	229,885	250,408	231,754	18,654
Central Services	80,775	80,031	71,330	8,701
Operation & Maintenance of Plant	344,745	303,105	201,913	101,192
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	5,000	30,000	27,570	2,430
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,006,308</u>	<u>1,935,478</u>	<u>1,709,866</u>	<u>225,612</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(185,970)</u>	<u>(263,212)</u>	<u>13,161</u>	<u>276,373</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	185,970	263,212	-	(263,212)
<i>Total other financing sources (uses)</i>	<u>185,970</u>	<u>263,212</u>	<u>-</u>	<u>(263,212)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>13,161</u>	<u>13,161</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>263,212</u>	<u>263,212</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 276,373</u>	<u>\$ 276,373</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(30,071)	
Adjustments to expenditures			<u>39,380</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 22,470</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	5,297	7,006	7,009	3
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,297</u>	<u>7,006</u>	<u>7,009</u>	<u>3</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,297	17,750	11,993	5,757
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,297</u>	<u>17,750</u>	<u>11,993</u>	<u>5,757</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,744)</u>	<u>(4,984)</u>	<u>5,760</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	10,744	-	(10,744)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,744</u>	<u>-</u>	<u>(10,744)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,984)</u>	<u>(4,984)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,743</u>	<u>10,743</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,759</u>	<u>\$ 5,759</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (4,984)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			30,071	
Adjustments to expenditures			<u>(27,570)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 2,501</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	13,792	25,576	15,576	(10,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>13,792</u>	<u>25,576</u>	<u>15,576</u>	<u>(10,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	13,792	25,576	25,576	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>13,792</u>	<u>25,576</u>	<u>25,576</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,000)</u>	<u>\$ (10,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			10,000	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	26,246	39,762	17,366	(22,396)
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,246</u>	<u>39,762</u>	<u>17,366</u>	<u>(22,396)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	26,246	9,246	4,893	4,353
Support Services				
Students	-	30,516	12,473	18,043
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,246</u>	<u>39,762</u>	<u>17,366</u>	<u>22,396</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	25,888	-	(25,888)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,888</u>	<u>-</u>	<u>(25,888)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	25,569	24,561	1,008
Support Services				
Students	-	319	-	319
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>25,888</u>	<u>24,561</u>	<u>1,327</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(24,561)</u>	<u>(24,561)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(24,561)</u>	<u>(24,561)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (24,561)</u>	<u>\$ (24,561)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			24,561	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,488	7,231	5,488	(1,743)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,488</u>	<u>7,231</u>	<u>5,488</u>	<u>(1,743)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,488	7,231	7,231	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,488</u>	<u>7,231</u>	<u>7,231</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,743)</u>	<u>(1,743)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,743)</u>	<u>(1,743)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,743)</u>	<u>\$ (1,743)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,743	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
TITLE I IASA FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	2	2	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2</u>	<u>2</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2	2	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>2</u>	<u>2</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
 ENTITLEMENT IDEA B - FEDERAL STIMULUS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	12,235	-	(12,235)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,235</u>	<u>-</u>	<u>(12,235)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	12,235	9,155	3,080
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,235</u>	<u>9,155</u>	<u>3,080</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,155)</u>	<u>(9,155)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,155)</u>	<u>(9,155)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,155)</u>	<u>\$ (9,155)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,155	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	18,676	21,500	21,500	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>18,676</u>	<u>21,500</u>	<u>21,500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	18,676	21,500	21,500	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>18,676</u>	<u>21,500</u>	<u>21,500</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	48,713	37,192	(11,521)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>48,713</u>	<u>37,192</u>	<u>(11,521)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	48,713	48,713	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>48,713</u>	<u>48,713</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,521)</u>	<u>(11,521)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,521)</u>	<u>(11,521)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,521)</u>	<u>\$ (11,521)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			11,521	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
Q-21

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
STATE PLANNING

Exhibit C-12

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>50</u>	<u>50</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ 50</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
BEGINNING TEACHER MENTORING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>792</u>	<u>792</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 792</u>	<u>\$ 792</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
McCUNE FUND

Exhibit C-14

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	10,000	10,000
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	10,000	8,850	1,150
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,000</u>	<u>8,850</u>	<u>1,150</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,000)</u>	<u>1,150</u>	<u>11,150</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	10,000	-	(10,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,150</u>	<u>1,150</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,150</u>	<u>\$ 11,150</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 1,150</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
 PUBLIC SCHOOLS CAPITAL OUTLAY
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-15

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	132,452	132,452	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>132,452</u>	<u>132,452</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	132,452	132,452	-
<i>Total expenditures</i>	<u>-</u>	<u>132,452</u>	<u>132,452</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>US BANK</u>
Checking - Operational	<u>\$ 357,057</u>
Reconciling Items	<u>(19,714)</u>
Reconciled Balance June 30, 2011	<u><u>\$ 337,343</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Federal Projects Account 24000	Federal Direct Fund 25000	State Flow Through Fund 27000
Cash, June 30, 2010	\$ 263,213	\$ 10,743	\$ -	\$ -	\$ -	\$ 842
Add:						
2010-11 revenues	1,723,025	7,009	-	38,432	58,692	-
Loans from other funds	-	-	-	-	-	-
Total cash available	1,986,238	17,752	-	38,432	58,692	842
Less:						
2010-11 expenditures	(1,709,863)	(11,993)	-	(83,890)	(70,213)	-
Receivables/Payables	-	-	-	45,458	11,521	-
Cash, June 30, 2011	<u>276,375</u>	<u>5,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>842</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	43,217	-	-	-	-	-
Cash per Books	<u>319,592</u>	<u>5,759</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>842</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	(45,719)	-	2,501	-	-	-
Fund Balance, Modified Accrual Bas	<u>273,873</u>	<u>5,759</u>	<u>2,501</u>	<u>-</u>	<u>-</u>	<u>842</u>

The accompanying notes are an integral part of these financial statements

Schedule III
 (Page 2 of 2)

Local/State 29000	Public School Capital Outlay 31200	Total
\$ 10,000	\$ -	\$ 284,798
10,000	-	1,837,158
-	-	-
20,000	-	2,121,956
(8,850)	-	(1,884,809)
-	-	56,979
<u>11,150</u>	<u>-</u>	<u>294,126</u>
-	-	43,217
<u>11,150</u>	<u>-</u>	<u>\$ 337,343</u>
-	-	(43,218)
<u>11,150</u>	<u>-</u>	<u>294,125</u>

The accompanying notes are an integral part of these financial statements
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**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME VI

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	29,827
Prepays	<u>23,493</u>
Total current assets	<u>53,320</u>
Total assets	<u><u>\$ 53,320</u></u>
 LIABILITIES AND NET ASSETS	
Accounts payable	<u>20,583</u>
Total current liabilities	<u>20,583</u>
Total liabilities	<u>20,583</u>
Restricted for:	
Other	<u>32,737</u>
Total net assets	<u>32,737</u>
Total liabilities and net assets	<u><u>\$ 53,320</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				Net (Expenses) Revenues and Changes in Net Assets
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ -	\$ -	\$ 138,435	\$ -	\$ 138,435
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	1,232	-	-	-	(1,232)
School Administration	21,364	-	-	-	(21,364)
Central Services	49,018	-	-	-	(49,018)
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	34,084	-	-	-	(34,084)
Total governmental activities	<u>\$ 105,698</u>	<u>\$ -</u>	<u>\$ 138,435</u>	<u>\$ -</u>	<u>\$ 32,737</u>
			General Revenues:		
			State Equalization Guarantee		-
			Miscellaneous		-
			Total general revenues		-
			Change in net assets		<u>32,737</u>
			Net assets - beginning		-
			Net assets - ending		<u>\$ 32,737</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 2)

	Federal Charter Planning 24146	State Planning 27112	Total Primary Government
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 29,827	\$ -	\$ 29,827
Prepaid Expenses	23,493	-	23,493
<i>Total assets</i>	53,320	-	53,320
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accounts payable	20,583	-	20,583
<i>Total liabilities</i>	20,583	-	20,583
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Nonspendable	23,493	-	23,493
Restricted	9,244	-	9,244
<i>Total fund balance</i>	32,737	-	32,737
<i>Total liabilities and fund balance</i>	\$ 53,320	\$ -	\$ 53,320

The accompanying notes are an integral part of these financial statements
R-3

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 32,737
Net Assets-total Governmental Activities	<u>\$ 32,737</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NEW MEXICO INTERNATIONAL SCHOOL
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 2)

	Federal Charter Planning 24146	State Planning 27112	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	3,407	3,407
Federal grant	135,028	-	135,028
Miscellaneous income	-	-	-
<i>Total revenues</i>	<u>135,028</u>	<u>3,407</u>	<u>138,435</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	1,232	-	1,232
School Administration	21,364	-	21,364
Central Services	45,611	3,407	49,018
Operation & Maintenance of Plant	34,084	-	34,084
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>102,291</u>	<u>3,407</u>	<u>105,698</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>32,737</u>	<u>-</u>	<u>32,737</u>
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>32,737</u>	<u>-</u>	<u>32,737</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 32,737</u>	<u>\$ -</u>	<u>\$ 32,737</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-2
(Page 2 of 2)

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, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 32,737
Net Assets-total Governmental Activities	<u>\$ 32,737</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
FEDERAL CHARTER PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	800,000	800,000	135,028	(664,972)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>800,000</u>	<u>800,000</u>	<u>135,028</u>	<u>(664,972)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	550,450	550,450	-	550,450
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	15,000	15,000	1,232	13,768
School Administration	87,550	87,550	9,183	78,367
Central Services	88,000	88,000	51,586	36,414
Operation & Maintenance of Plant	51,500	51,500	43,200	8,300
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	7,500	7,500	-	7,500
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>800,000</u>	<u>800,000</u>	<u>105,201</u>	<u>694,799</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>29,827</u>	<u>29,827</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>29,827</u>	<u>29,827</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,827</u>	<u>\$ 29,827</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>2,910</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 32,737</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
STATE PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,407	3,407	3,407	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	3,407	3,407	3,407	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	3,407	3,407	3,407	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	3,407	3,407	3,407	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 NEW MEXICO INTERNATIONAL SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Wells Fargo
Checking - Operational	\$ 31,327
Total On Deposit	31,327
Reconciling Items	(1,500)
Reconciled Balance June 30, 2011	\$ 29,827

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO INTERNATIONAL SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Federal Projects Account 24000	State Flow Through Fund 27000	Total
Cash, June 30, 2010	\$ -	\$ -	\$ -
Add:			
2010-11 revenues	135,028	3,407	138,435
Total cash available	135,028	3,407	138,435
Less:			
2010-11 expenditures	(105,201)	(3,407)	(108,608)
Cash, June 30, 2011	29,827	-	29,827
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	-	-
Cash per Books	29,827	-	\$ 29,827
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	2,910	-	2,910
Fund Balance, Modified Accrual Basis	32,737	-	32,737

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	42,759
Receivables	
Other	50,000
Deposits	25,000
Total current assets	117,759
Capital assets	
Furniture, fixtures and equipment	90,198
Less: accumulated depreciation	(14,314)
Total noncurrent assets	75,884
Total assets	\$ 193,643
LIABILITIES AND NET ASSETS	
Accrued Salaries	84,830
Total current liabilities	84,830
Total liabilities	84,830
Invested in capital assets	75,884
Restricted for:	
Other	28,152
Unrestricted (deficit)	4,777
Total net assets	108,813
Total liabilities and net assets	\$ 193,643

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	1,000,682	\$ -	87,612	\$ -	\$ (913,070)
Support services:					
Students	50,817	-	-	-	(50,817)
General Administration	101,067	-	-	-	(101,067)
School Administration	358,063	-	-	-	(358,063)
Central Services	111,948	-	-	-	(111,948)
Operation & Maintenance of Plant	204,375	-	-	-	(204,375)
Operation of Non-Instructional Services	3,266	-	-	-	(3,266)
Food Services Operation	54,011	37,298	10,246	-	(6,467)
Facilities Materials, Supplies & Other Services	95,279	-	-	95,279	-
Total governmental activities	\$ 1,979,508	\$ 37,298	\$ 97,858	\$ 95,279	(1,749,073)
			General Revenues:		
			State Equalization Guarantee	1,207,415	
			Miscellaneous	602,756	
			Total general revenues	1,810,171	
			Change in net assets	61,098	
			Net assets - beginning	47,715	
			Net assets - ending	\$ 108,813	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 39,487	\$ -	\$ -	\$ 70
Accounts receivable				
Due from other governments	50,000	-	-	-
Due from other funds	125	-	-	-
Deposits	25,000	-	-	-
	<u>114,612</u>	<u>-</u>	<u>-</u>	<u>70</u>
<i>Total assets</i>				
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	84,710	-	-	70
Due to other funds	-	-	-	-
	<u>84,710</u>	<u>-</u>	<u>-</u>	<u>70</u>
<i>Total liabilities</i>				
<i>Fund balances</i>				
Nonspendable	25,000	-	-	-
Restricted	-	-	-	-
Assigned	4,902	-	-	-
Unassigned (deficit)	-	-	-	-
	<u>29,902</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>				
	<u>\$ 114,612</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70</u>
<i>Total liabilities and fund balance</i>				

IDEA-B Entitlement 24106	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
\$ 50	\$ -	\$ -	\$ -	\$ -	\$ 3,152	\$ -	\$ 42,759
-	-	-	-	-	-	-	50,000
-	-	-	-	-	-	-	125
-	-	-	-	-	-	-	25,000
<u>50</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,152</u>	<u>-</u>	<u>117,884</u>
50	-	-	-	-	-	-	84,830
-	125	-	-	-	-	-	125
<u>50</u>	<u>125</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>84,955</u>
-	-	-	-	-	-	-	25,000
-	-	-	-	-	3,152	-	3,152
-	-	-	-	-	-	-	4,902
-	(125)	-	-	-	-	-	(125)
-	(125)	-	-	-	3,152	-	32,929
<u>\$ 50</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,152</u>	<u>\$ -</u>	<u>\$ 117,884</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 32,929
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>75,884</u>
Net Assets-total Governmental Activities	<u>\$ 108,813</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 137,058	\$ -	\$ 37,298	\$ -
State grant	1,194,501	15,112	-	-
Federal grant	-	-	10,246	11,028
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,331,559</u>	<u>15,112</u>	<u>47,544</u>	<u>11,028</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	674,835	15,112	-	-
Support Services				
Students	26,612	-	-	11,028
Instruction	-	-	-	-
General Administration	65,007	-	-	-
School Administration	230,411	-	-	-
Central Services	98,714	-	-	-
Operation & Maintenance of Plant	158,048	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	6,467	-	47,544	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,260,094</u>	<u>15,112</u>	<u>47,544</u>	<u>11,028</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>71,465</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>71,465</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(41,563)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 29,902</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	-	\$ -	\$ 465,698	\$ -	\$ 640,054
-	-	-	-	-	-	95,279	1,304,892
26,677	-	12,914	34,795	-	-	-	95,660
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>26,677</u>	<u>-</u>	<u>12,914</u>	<u>34,795</u>	<u>-</u>	<u>465,698</u>	<u>95,279</u>	<u>2,040,606</u>
26,677	-	12,914	34,795	30,495	226,750	-	1,021,578
-	-	-	-	-	13,177	-	50,817
-	-	-	-	-	-	-	-
-	-	-	-	-	36,060	-	101,067
-	125	-	-	8,000	119,527	-	358,063
-	-	-	-	-	13,234	-	111,948
-	-	-	-	-	50,532	-	208,580
-	-	-	-	-	-	-	-
-	-	-	-	-	3,266	-	3,266
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	54,011
-	-	-	-	-	-	95,279	95,279
<u>26,677</u>	<u>125</u>	<u>12,914</u>	<u>34,795</u>	<u>38,495</u>	<u>462,546</u>	<u>95,279</u>	<u>2,004,609</u>
-	(125)	-	-	(38,495)	3,152	-	35,997
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(125)	-	-	(38,495)	3,152	-	35,997
-	-	-	-	38,495	-	-	(3,068)
<u>\$ -</u>	<u>\$ (125)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,152</u>	<u>\$ -</u>	<u>\$ 32,929</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
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, 2011

Exhibit B-2
 (Page 3 of 3)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
Net change in fund balances - total governmental funds	\$ 35,997
<p>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.</p>	
Depreciation expense	(13,339)
Capital Outlays	38,440
	25,101
Change in Net Assets-total Governmental Activities	\$ 61,098

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 53,810	\$ 134,837	\$ 137,058	\$ 2,221
State grants	1,180,571	1,194,501	1,194,501	-
Federal grants	-	-	-	-
Miscellaneous	-	14,000	-	(14,000)
<i>Total revenues</i>	<u>1,234,381</u>	<u>1,343,338</u>	<u>1,331,559</u>	<u>(11,779)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	568,021	686,298	678,245	8,053
Support Services				
Students	-	27,476	26,612	864
Instruction	-	-	-	-
General Administration	113,464	68,628	65,272	3,356
School Administration	224,152	232,880	230,411	2,469
Central Services	97,877	103,592	98,714	4,878
Operation & Maintenance of Plant	200,867	211,464	200,897	10,567
Student Transportation	25,000	-	-	-
Other Support Services	5,000	-	-	-
Food Services Operations	-	13,000	6,467	6,533
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,234,381</u>	<u>1,343,338</u>	<u>1,306,618</u>	<u>36,720</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>24,941</u>	<u>24,941</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>24,941</u>	<u>24,941</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,538)</u>	<u>(7,538)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,403</u>	<u>\$ 17,403</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>46,524</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 71,465</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	15,112	15,112	15,112	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,112</u>	<u>15,112</u>	<u>15,112</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,112	15,112	15,112	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,112</u>	<u>15,112</u>	<u>15,112</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 53,460	\$ 38,344	\$ 37,298	\$ (1,046)
State grants	-	-	-	-
Federal grants	-	7,846	10,246	2,400
Interest	-	-	-	-
<i>Total revenues</i>	53,460	46,190	47,544	1,354
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	53,460	46,190	47,544	(1,354)
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	53,460	46,190	47,544	(1,354)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	25,465	11,028	11,028	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,465</u>	<u>11,028</u>	<u>11,028</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	25,465	11,028	11,028	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>25,465</u>	<u>11,028</u>	<u>11,028</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	26,677	26,677	26,677	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>26,677</u>	<u>26,677</u>	<u>26,677</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	26,677	26,677	26,677	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>26,677</u>	<u>26,677</u>	<u>26,677</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,773	5,773	-	(5,773)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,773</u>	<u>5,773</u>	<u>-</u>	<u>(5,773)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,196	5,196	-	5,196
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	577	577	125	452
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,773</u>	<u>5,773</u>	<u>125</u>	<u>5,648</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(125)</u>	<u>(125)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(125)</u>	<u>(125)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (125)</u>	<u>\$ (125)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (125)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	12,112	12,914	12,914	-
Interest	-	-	-	-
<i>Total revenues</i>	12,112	12,914	12,914	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	12,112	12,914	12,914	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	12,112	12,914	12,914	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	34,795	34,795	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>34,795</u>	<u>34,795</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	34,795	34,795	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>34,795</u>	<u>34,795</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
STATE PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(38,495)	
NET CHANGE IN FUND BALANCE			\$ (38,495)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
PRIVATE DIR. GRANTS (CATEGORICAL)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 465,698	\$ 465,698	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	465,698	465,698	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	226,759	226,750	9
Support Services				
Students	-	13,179	13,177	2
Instruction	-	-	-	-
General Administration	-	37,334	36,060	1,274
School Administration	-	119,537	119,527	10
Central Services	-	13,592	13,234	358
Operation & Maintenance of Plant	-	50,537	50,532	5
Student Transportation	-	-	-	-
Other Support Services	-	4,760	3,266	1,494
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	465,698	462,546	3,152
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	3,152	3,152
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	3,152	3,152
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 3,152	\$ 3,152
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 3,152	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	95,279	95,279	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	95,279	95,279	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	95,279	95,279	-
<i>Total expenditures</i>	-	95,279	95,279	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 2,640</u>
<i>Total assets</i>	<u><u>2,640</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>2,640</u>
<i>Total liabilities</i>	<u><u>\$ 2,640</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	4,136	1,496	\$ 2,640
Total assets	\$ -	\$ 4,136	\$ 1,496	\$ 2,640
LIABILITIES				
Deposits held for others	\$ -	4,136	1,496	\$ 2,640
Total liabilities	\$ -	\$ 4,136	\$ 1,496	\$ 2,640

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NEW MEXICO SCHOOL FOR THE ARTS
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 82,624
Total On Deposit	82,624
Reconciling Items	(37,225)
Reconciled Balance June 30, 2011	\$ 45,399
Less Agency Funds	2,640
Total Cash	\$ 42,759

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NEW MEXICO SCHOOL FOR THE ARTS
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ 14,113	\$ -	\$ -	\$ -	\$ -
Add:					
2010-11 revenues	1,331,559	15,112	47,544	4,136	37,705
Loans from other funds	-	-	-	-	-
Total cash available	1,345,672	15,112	47,544	4,136	37,705
Less:					
2010-11 expenditures	(1,305,191)	(15,112)	(47,544)	(1,496)	(37,830)
Loans to other funds	-	-	-	-	125
Receivables/Payables	(18,767)	-	-	-	120
Cash, June 30, 2011	21,714	-	-	2,640	120
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	(52,093)	-	-	-	-
Audit reclassifications to cash	69,866	-	-	-	-
Cash per Books	39,487	-	-	2,640	120
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	(52,093)	-	-	-	-
Modified Accrual Adjustments	60,281	-	-	-	(245)
Fund Balance, Modified Accrual Bas	29,902	-	-	2,640	(125)

The accompanying notes are an integral part of these financial statements

Federal Direct Account 25000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ -	\$ 14,113
47,710	465,698	95,279	2,044,743
-	-	-	-
47,710	465,698	95,279	2,058,856
(47,710)	(462,546)	(95,279)	(2,012,708)
-	(125)	-	-
-	-	-	(18,647)
-	3,027	-	27,501
-	-	-	(52,093)
-	125	-	69,991
-	3,152	-	\$ 45,399
	Less Activity funds		\$ 2,640
	Per Exhibit B-1		\$ 42,759
-	-	-	(52,093)
-	125	-	60,161
-	3,152	-	35,569
	Less Activity funds		2,640
	Per Exhibit B-1		\$ 32,929

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	556,224
Receivables	
Due from other governments	103,968
Total current assets	660,192
Capital assets	
Building and improvements	91,474
Furniture, fixtures and equipment	9,911
Less: accumulated depreciation	(75,455)
Total noncurrent assets	25,930
Total assets	\$ 686,122
LIABILITIES AND NET ASSETS	
Accounts payable	52,048
Accrued Salaries	354,840
Current portion of compensated absences	5,097
Total current liabilities	411,985
Total liabilities	411,985
Invested in capital assets	25,930
Restricted for:	
Other	75,699
Unrestricted	172,508
Total net assets	274,137
Total liabilities and net assets	\$ 686,122

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	1,928,734	\$ -	593,854	\$ -	\$ (1,334,880)
Support services:					
Students	488,159	-	-	-	(488,159)
Instruction	-	-	-	-	-
General Administration	21,326	-	-	-	(21,326)
School Administration	218,676	-	-	-	(218,676)
Central Services	37,217	-	-	-	(37,217)
Operation & Maintenance of Plant	429,331	-	-	-	(429,331)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	147,789	44,808	114,883	-	11,902
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	350,800	-	-	353,400	2,600
Total governmental activities	\$ 3,622,032	\$ 44,808	\$ 708,737	\$ 353,400	(2,515,087)
			General Revenues:		
			State Equalization Guarantee		2,708,595
			Miscellaneous		2,518
			Total general revenues		2,711,103
			Change in net assets		196,016
			Net assets - beginning		78,121
			Net assets - ending		\$ 274,137

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 5)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 456,892	\$ 44,127	\$ 13,928	\$ 21,179
Accounts receivable				
Due from other governments	-	-	12,273	568
Due from other funds	52,570	-	-	-
<i>Total assets</i>	509,462	44,127	26,201	21,747
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	37,299	-	14,727	22
Accrued expenses	294,558	-	-	21,725
Due to other funds	-	-	-	-
<i>Total liabilities</i>	331,857	-	14,727	21,747
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	44,127	11,474	-
Assigned	176,295	-	-	-
Unassigned	1,310	-	-	-
<i>Total fund balance</i>	177,605	44,127	11,474	-
<i>Total liabilities and fund balance</i>	\$ 509,462	\$ 44,127	\$ 26,201	\$ 21,747

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher/Principal Training 24154	Title I Federal Stimulus 24201	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Microsoft Settlement 26170
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000
16,755	1,915	2,175	44,709	-	-	-
-	-	-	-	-	-	-
<u>16,755</u>	<u>1,915</u>	<u>2,175</u>	<u>44,709</u>	<u>-</u>	<u>-</u>	<u>1,000</u>
-	-	-	-	-	-	-
5,953	859	-	13,231	-	-	-
<u>10,802</u>	<u>1,056</u>	<u>2,175</u>	<u>31,478</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>16,755</u>	<u>1,915</u>	<u>2,175</u>	<u>44,709</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	1,000
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	<u>1,000</u>
<u>\$ 16,755</u>	<u>\$ 1,915</u>	<u>\$ 2,175</u>	<u>\$ 44,709</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>

The accompanying notes are an integral part of these financial statements

Technology for Ed Grant 27117	Incentives for School Improvements 27138	Pre-K Initiative 27149	Beginning Mentoring Teacher 27154	Pre-K Planning 27161	Library Book Fund 27549	Priv Dir Grant 29102
\$ -	\$ 19,098	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	22,973	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>19,098</u>	<u>22,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	18,514	-	-	-	-
-	-	4,459	-	-	-	-
<u>-</u>	<u>-</u>	<u>22,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	19,098	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>19,098</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 19,098</u>	<u>\$ 22,973</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
\$ -	\$ -	\$ 556,224
-	2,600	103,968
-	-	52,570
<u>-</u>	<u>2,600</u>	<u>712,762</u>
-	-	52,048
-	-	354,840
-	2,600	52,570
<u>-</u>	<u>2,600</u>	<u>459,458</u>
-	-	75,699
-	-	176,295
-	-	1,310
<u>-</u>	<u>-</u>	<u>253,304</u>
<u>\$ -</u>	<u>\$ 2,600</u>	<u>\$ 712,762</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 5 of 5)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 253,304
Compensated Absences	(5,097)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>25,930</u>
Net Assets-total Governmental Activities	<u><u>\$ 274,137</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY

Exhibit B-2
(Page 1 of 5)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 2,518	\$ -	\$ 44,808	\$ -
State grant	2,708,585	19,386	-	-
Federal grant	-	-	114,883	90,878
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,711,103</u>	<u>19,386</u>	<u>159,691</u>	<u>90,878</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,496,837	36,942	-	90,878
Support Services				
Students	329,487	-	-	-
Instruction	-	-	-	-
General Administration	21,326	-	-	-
School Administration	218,676	-	-	-
Central Services	37,217	-	-	-
Operation & Maintenance of Plant	434,626	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	147,789	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,538,169</u>	<u>36,942</u>	<u>147,789</u>	<u>90,878</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>172,934</u>	<u>(17,556)</u>	<u>11,902</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	(76,080)	-	-	9,614
<i>Total other financing sources (uses)</i>	<u>(76,080)</u>	<u>-</u>	<u>-</u>	<u>9,614</u>
<i>Net changes in fund balances</i>	<u>96,854</u>	<u>(17,556)</u>	<u>11,902</u>	<u>9,614</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>80,751</u>	<u>61,683</u>	<u>(428)</u>	<u>(9,614)</u>
<i>Fund balances - end of year</i>	<u>\$ 177,605</u>	<u>\$ 44,127</u>	<u>\$ 11,474</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA B Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Microsoft Settlement 26170
\$ -	\$ -	\$ -	\$ -	\$ -	-	\$ -
-	-	-	-	-	-	-
53,895	18,323	44,874	44,709	139,126	78,900	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>53,895</u>	<u>18,323</u>	<u>44,874</u>	<u>44,709</u>	<u>139,126</u>	<u>78,900</u>	<u>-</u>
38,459	-	14,904	44,709	20,573	78,900	-
15,436	18,323	29,970	-	84,943	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>53,895</u>	<u>18,323</u>	<u>44,874</u>	<u>44,709</u>	<u>105,516</u>	<u>78,900</u>	<u>-</u>
-	-	-	-	33,610	-	-
7,036	36,143	2,529	5,428	-	-	-
<u>7,036</u>	<u>36,143</u>	<u>2,529</u>	<u>5,428</u>	<u>-</u>	<u>-</u>	<u>-</u>
7,036	36,143	2,529	5,428	33,610	-	-
<u>7,036</u>	<u>36,143</u>	<u>2,529</u>	<u>5,428</u>	<u>33,610</u>	<u>-</u>	<u>-</u>
(7,036)	(36,143)	(2,529)	(5,428)	(33,610)	-	1,000
<u>(7,036)</u>	<u>(36,143)</u>	<u>(2,529)</u>	<u>(5,428)</u>	<u>(33,610)</u>	<u>-</u>	<u>1,000</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000

Technology for Ed Grant 27117	Incentives for School Improvements 27138	PreK Initiative 27149	Beginning Teacher Mentoring 27154	Pre-K Planning 27169	Library Book Fund 27549	Priv Dir Grant 29102
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	103,763	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	103,763	-	-	-	-
-	-	103,763	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	103,763	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,869	-	52,416	(28,373)	(8,975)	(1,310)	(1,297)
2,869	-	52,416	(28,373)	(8,975)	(1,310)	(1,297)
2,869	-	52,416	(28,373)	(8,975)	(1,310)	(1,297)
(2,869)	19,098	(52,416)	28,373	8,975	1,310	1,297
\$ -	\$ 19,098	\$ -	\$ -	\$ -	\$ -	\$ -

Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
\$ -	\$ -	\$ 47,326
350,800	2,600	3,185,134
-	-	585,588
-	-	-
-	-	-
<u>350,800</u>	<u>2,600</u>	<u>3,818,048</u>
-	-	1,925,965
-	-	478,159
-	-	-
-	-	21,326
-	-	218,676
-	-	37,217
-	2,600	437,226
-	-	-
-	-	-
-	-	-
-	-	147,789
<u>350,800</u>	<u>-</u>	<u>350,800</u>
<u>350,800</u>	<u>2,600</u>	<u>3,617,158</u>
-	-	200,890
-	-	-
-	-	-
-	-	200,890
-	-	52,414
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 253,304</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY

Exhibit B-2
(Page 5 of 5)

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, 2011

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 200,890
Change in Compensated Absences	(1,065)
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	(13,720)
Capital Outlays	9,911
	(3,809)
Change in Net Assets-total Governmental Activities	\$ 196,016

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 2,518	\$ 2,518
State grants	2,786,237	2,708,589	2,708,585	(4)
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,786,237</u>	<u>2,708,589</u>	<u>2,711,103</u>	<u>2,514</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,673,401	1,732,593	1,601,546	131,047
Support Services				
Students	344,583	395,313	334,732	60,581
Instruction	-	-	-	-
General Administration	20,000	20,000	21,326	(1,326)
School Administration	240,595	223,595	218,676	4,919
Central Services	50,500	50,500	37,217	13,283
Operation & Maintenance of Plant	631,158	532,528	438,485	94,043
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,960,237</u>	<u>2,954,529</u>	<u>2,651,982</u>	<u>302,547</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(174,000)</u>	<u>(245,940)</u>	<u>59,121</u>	<u>305,061</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(76,080)	(76,080)
Designated Cash	174,000	245,940	-	(245,940)
<i>Total other financing sources (uses)</i>	<u>174,000</u>	<u>245,940</u>	<u>(76,080)</u>	<u>(322,020)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(16,959)</u>	<u>(16,959)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>489,122</u>	<u>489,122</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 472,163</u>	<u>\$ 472,163</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>113,813</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 96,854</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	16,901	16,901	19,386	2,485
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,901</u>	<u>16,901</u>	<u>19,386</u>	<u>2,485</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,901	79,111	36,942	42,169
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,901</u>	<u>79,111</u>	<u>36,942</u>	<u>42,169</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(62,210)</u>	<u>(17,556)</u>	<u>44,654</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	62,210	-	(62,210)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>62,210</u>	<u>-</u>	<u>(62,210)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(17,556)</u>	<u>(17,556)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>61,683</u>	<u>61,683</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,127</u>	<u>\$ 44,127</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (17,556)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 45,339	\$ 45,339
State grants	-	-	-	-
Federal grants	200,000	200,000	114,387	(85,613)
Interest	-	-	-	-
<i>Total revenues</i>	200,000	200,000	159,726	(40,274)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	200,000	200,000	149,482	50,518
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	200,000	200,000	149,482	50,518
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	10,244	10,244
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	10,244	10,244
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	6,138	6,138
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 16,382	\$ 16,382
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(35)	
Adjustments to expenditures			1,693	
NET CHANGE IN FUND BALANCE			\$ 11,902	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
TITLE I - IASA

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	122,746	143,813	156,881	13,068
Interest	-	-	-	-
<i>Total revenues</i>	<u>122,746</u>	<u>143,813</u>	<u>156,881</u>	<u>13,068</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	122,746	143,813	90,878	52,935
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>122,746</u>	<u>143,813</u>	<u>90,878</u>	<u>52,935</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>66,003</u>	<u>66,003</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	9,614	9,614
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>9,614</u>	<u>9,614</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>75,617</u>	<u>75,617</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>-</u>	<u>-</u>	<u>(55,006)</u>	<u>(55,006)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,611</u>	<u>\$ 20,611</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(66,003)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 9,614</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	84,171	85,398	78,509	(6,889)
Interest	-	-	-	-
<i>Total revenues</i>	<u>84,171</u>	<u>85,398</u>	<u>78,509</u>	<u>(6,889)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	62,171	63,398	38,459	24,939
Support Services				
Students	23,756	23,756	15,436	8,320
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>85,927</u>	<u>87,154</u>	<u>53,895</u>	<u>33,259</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,756)</u>	<u>(1,756)</u>	<u>24,614</u>	<u>26,370</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,756)</u>	<u>(1,756)</u>	<u>24,614</u>	<u>26,370</u>
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	<u>(1,756)</u>	<u>(1,756)</u>	<u>(41,369)</u>	<u>(39,613)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ (3,512)</u>	<u>\$ (3,512)</u>	<u>\$ (16,755)</u>	<u>\$ (13,243)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(24,614)	
Adjustments to expenditures			7,036	
NET CHANGE IN FUND BALANCE			<u>\$ 7,036</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	23,528	32,608	19,375	(13,233)
Interest	-	-	-	-
<i>Total revenues</i>	23,528	32,608	19,375	(13,233)
<i>Expenditures:</i>				
Current:				
Instruction	-	9,080	-	9,080
Support Services				
Students	23,528	23,528	18,323	5,205
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	23,528	32,608	18,323	14,285
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,052	1,052
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	36,143	36,143
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	36,143	36,143
<i>Net changes in fund balances</i>	-	-	37,195	37,195
<i>Cash or fund balance, beginning of year (deficit)</i>	(1,756)	(1,756)	(39,110)	(37,354)
<i>Cash or fund balance, end of year (deficit)</i>	\$ (1,756)	\$ (1,756)	\$ (1,915)	\$ (159)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(1,052)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 36,143	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
TITLE I FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	14,904	97,831	82,927
Interest	-	-	-	-
<i>Total revenues</i>	-	14,904	97,831	82,927
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	14,904	14,904	-
Support Services				
Students	29,970	29,970	29,970	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	29,970	44,874	44,874	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(29,970)	(29,970)	52,957	82,927
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	(29,970)	(29,970)	52,957	82,927
<i>Cash or fund balance, beginning of year</i>	(1,756)	(1,756)	(55,132)	(53,376)
<i>Cash or fund balance, end of year</i>	\$ (31,726)	\$ (31,726)	\$ (2,175)	\$ 29,551
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(55,486)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (2,529)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
IDEA B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	44,709	46,968	2,259
Interest	-	-	-	-
<i>Total revenues</i>	-	44,709	46,968	2,259
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	44,709	44,709	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	44,709	44,709	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,259	2,259
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	2,259	2,259
<i>Cash or fund balance, beginning of year, as restated (deficit)</i>	-	-	(46,968)	(46,968)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (44,709)	\$ (44,709)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(2,259)	
Adjustments to transfers			(5,428)	
NET CHANGE IN FUND BALANCE			\$ (5,428)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	28,585	28,585	169,487	140,902
Interest	-	-	-	-
<i>Total revenues</i>	<u>28,585</u>	<u>28,585</u>	<u>169,487</u>	<u>140,902</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	57,556	57,556	57,556	-
Support Services				
Students	28,000	84,943	84,943	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>85,556</u>	<u>142,499</u>	<u>142,499</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(56,971)</u>	<u>(113,914)</u>	<u>26,988</u>	<u>140,902</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	56,971	113,914	-	(113,914)
<i>Total other financing sources (uses)</i>	<u>56,971</u>	<u>113,914</u>	<u>-</u>	<u>(113,914)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>26,988</u>	<u>26,988</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(26,988)</u>	<u>(26,988)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(30,361)	
Adjustments to expenditures			36,983	
NET CHANGE IN FUND BALANCE			<u>\$ 33,610</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
EDUCATION JOB FUND

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	78,900	78,900	-
Interest	-	-	-	-
<i>Total revenues</i>	-	78,900	78,900	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	78,900	78,900	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	78,900	78,900	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
MICROSOFT SETTLEMENT

Exhibit C-11

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	1,000	1,000
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 1,000	\$ 1,000
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
TECHNOLOGY FOR ED GRANT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	2,869	2,869
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>2,869</u>	<u>2,869</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,869</u>	<u>2,869</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,869)</u>	<u>(2,869)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 2,869</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
INCENTIVES FOR SCHOOL IMPROVEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	19,098	19,098
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 19,098	\$ 19,098
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
PRE K INITIATIVE

Exhibit C-14

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	104,436	104,436	144,418	39,982
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>104,436</u>	<u>104,436</u>	<u>144,418</u>	<u>39,982</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	104,436	104,436	103,762	674
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>104,436</u>	<u>104,436</u>	<u>103,762</u>	<u>674</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>40,656</u>	<u>40,656</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	52,416	52,416
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>52,416</u>	<u>52,416</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>93,072</u>	<u>93,072</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(116,045)</u>	<u>(116,045)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (22,973)</u>	<u>\$ (22,973)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(42,909)	
Adjustments to expenditures			<u>2,253</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 52,416</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
BEGINNING TEACHER MENTORING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(28,373)	(28,373)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(28,373)	(28,373)
<i>Net changes in fund balances</i>	-	-	(28,373)	(28,373)
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	28,373	28,373
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (28,373)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
PRE-K PLANNING

Exhibit C-16

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(8,975)	(8,975)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(8,975)	(8,975)
<i>Net changes in fund balances</i>	-	-	(8,975)	(8,975)
<i>Cash or fund balance, beginning of year</i>	-	-	8,975	8,975
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (8,975)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
LIBRARY BOOK FUND

Exhibit C-17

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(1,310)	(1,310)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,310)</u>	<u>(1,310)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,310)</u>	<u>(1,310)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,310</u>	<u>1,310</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (1,310)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
PRIV DIR GRANT

Exhibit C-18

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(1,297)	(1,297)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(1,297)</u>	<u>(1,297)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,297)</u>	<u>(1,297)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,297</u>	<u>1,297</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (1,297)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-19

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	350,800	350,800	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>350,800</u>	<u>350,800</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	350,800	350,800	-
<i>Total expenditures</i>	<u>-</u>	<u>350,800</u>	<u>350,800</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NORTH VALLEY ACADEMY
 SB 9 CAPITAL IMPROVEMENTS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-20

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	10,684	-	(10,684)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	10,684	-	(10,684)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	10,684	2,600	8,084
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,684	2,600	8,084
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,600)	(2,600)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(2,600)	(2,600)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,600)	\$ (2,600)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,600	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 5,803</u>
<i>Total assets</i>	<u><u>5,803</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>5,803</u>
<i>Total liabilities</i>	<u><u>\$ 5,803</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 NORTH VALLEY ACADEMY
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 5,269	35,967	35,433	\$ 5,803
Total assets	\$ 5,269	\$ 35,967	\$ 35,433	\$ 5,803
LIABILITIES				
Deposits held for others	\$ 5,269	35,967	35,433	\$ 5,803
Total liabilities	\$ 5,269	\$ 35,967	\$ 35,433	\$ 5,803

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	NM Bank & Trust
Checking - Operational	\$ 568,571
Checking - Food Service	\$ 2,238
Checking - Student Activity	<u>6,646</u>
Total On Deposit	577,455
Reconciling Items	<u>(15,428)</u>
Reconciled Balance June 30, 2011	<u>\$ 562,027</u>
Less Agency Funds	5,803
Total Cash	<u>\$ 556,224</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account 11000		Instructional Materials 14000		Food Services 21000		Activity Account 23000		Federal Projects Account 24000
Cash, June 30, 2010	\$ 7,225	**	\$ 62,210		\$ 48,224		\$ 6,029	**	\$ 14,089
Add:									
2010-11 revenues	2,711,103		19,386		159,726		35,967		403,420
Loans from other funds	-		-		-		-		-
Total cash available	2,718,328		81,596		207,950		41,996		417,509
Less:									
2010-11 expenditures	(2,660,239)		(36,935)		(147,789)		(34,538)		(252,679)
Loans to other funds	136,185	*	-		-		-		(49,723)
Receivables/Payables	304,130	*	(534)		(46,233)	*	(1,655)	*	(115,107)
Cash, June 30, 2011	<u>498,404</u>	*	<u>44,127</u>		<u>13,928</u>		<u>5,803</u>		<u>-</u>
Fund Balance Reconciliation to GAAP Basis:									
Unreconciled difference	74,469		-		-		-		(71,869)
Audit reclassifications to cash	(115,981)		-		-		-		93,048
Cash per Books	<u>456,892</u>		<u>44,127</u>		<u>13,928</u>		<u>5,803</u>		<u>21,179</u>

Fund Balance Reconciliation to GAAP Basis:									
Modified Accrual Adjustments	(396,582)		-		(2,454)		-		71,869
Unreconciled difference	75,783		-		-		-		(71,869)
Fund Balance, Modified Accrual Bas	<u>177,605</u>		<u>44,127</u>		<u>11,474</u>		<u>5,803</u>		<u>-</u>

* Amounts did not agree to the unadjusted general ledger.

** Difference from prior year audited financial statements.

The accompanying notes are an integral part of these financial statements

Federal Direct Account 25000	Local Grants Account 26000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Special Capital Outlay State 31700	Total
\$ 37,152	\$ 1,000	\$ 58,806	\$ 1,456	\$ -	\$ -	\$ 236,191
250,629	-	146,671	-	350,800	-	4,077,702
-	-	-	-	-	-	-
287,781	1,000	205,477	1,456	350,800	-	4,313,893
(221,399)	-	(103,763)	-	(350,800)	(2,600)	(3,810,742)
-	-	(89,062) *	-	-	2,600	-
(64,142) *	-	(17,424) *	(160)	-	-	58,875
2,240	1,000	(4,772)	1,296	-	-	562,026
-	-	-	\$ -	-	(2,600)	-
(2,240)	-	25,180	(1,296)	-	2,600	1,311
-	1,000	19,098	-	-	-	\$ 562,027
					Less Activity Fund	\$ 5,803
					Exhibit B-1	\$ 556,224
(2,240)	-	23,870	(1,296)	-	2,600	(304,233)
-	-	-	-	-	(2,600)	1,314
-	1,000	19,098	-	-	-	259,107
					Less Activity Fund	5,803
					Exhibit B-1	\$ 253,304

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	458,643
Receivables	
Due from other governments	50,441
Total current assets	509,084
Capital assets	
Furniture, fixtures and equipment	202,984
Less: accumulated depreciation	(75,925)
Total noncurrent assets	127,059
Total assets	\$ 636,143
LIABILITIES AND NET ASSETS	
Due to government	3,728
Accrued Expenses	151,122
Total current liabilities	154,850
Total liabilities	154,850
Invested in capital assets	139,368
Restricted	6,022
Unrestricted	335,903
Total net assets	481,293
Total liabilities and net assets	\$ 636,143

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	819,555	\$ -	160,535	-	\$ (659,020)
Support services:					
Students	297,501	-	-	-	(297,501)
Instruction	1,078	-	-	-	(1,078)
General Administration	49,127	-	-	-	(49,127)
School Administration	228,753	-	-	-	(228,753)
Central Services	55,201	-	-	-	(55,201)
Operation & Maintenance of Plant	396,735	-	-	-	(396,735)
Community Services Operations	65,826	-	-	-	(65,826)
Facilities Materials, Supplies & Other Services	106,467	-	-	106,467	-
Total governmental activities	\$ 2,020,243	\$ -	\$ 160,535	\$ 106,467	(1,753,241)
			General Revenues:		
			State Equalization Guarantee		1,912,483
			Miscellaneous		291
			Total general revenues		1,912,774
			Change in net assets		159,533
			Net assets - beginning		321,760
			Net assets - ending		\$ 481,293

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	434,684	\$ 7,594	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	2,376	4,263
Due from other funds	42,235	-	-	-
	<u>476,919</u>	<u>7,594</u>	<u>2,376</u>	<u>4,263</u>
<i>Total assets</i>	<u>476,919</u>	<u>7,594</u>	<u>2,376</u>	<u>4,263</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	128,707	-	-	-
Due to government	-	-	-	-
Due to other funds	-	1,572	2,376	4,263
	<u>128,707</u>	<u>1,572</u>	<u>2,376</u>	<u>4,263</u>
<i>Total liabilities</i>	<u>128,707</u>	<u>1,572</u>	<u>2,376</u>	<u>4,263</u>
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	6,022	-	-
Assigned	348,212	-	-	-
Unassigned	-	-	-	-
	<u>348,212</u>	<u>6,022</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>348,212</u>	<u>6,022</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 476,919</u>	<u>\$ 7,594</u>	<u>\$ 2,376</u>	<u>\$ 4,263</u>

The accompanying notes are an integral part of these financial statements

Public Charter School Implementation 24141	Teacher Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Federal Stimulus 24206	SEG Federal Stimulus 25250
\$ -	\$ -	\$ -	\$ -	\$ -
-	3,966	7,267	-	-
-	-	-	-	-
<u>-</u>	<u>3,966</u>	<u>7,267</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	3,966	7,267	-	-
<u>-</u>	<u>3,966</u>	<u>7,267</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 3,966</u>	<u>\$ 7,267</u>	<u>\$ -</u>	<u>\$ -</u>

Education Job Fund 25255	Charter State Stimulus Fund 27112	Lograr Institute 28192	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ 3,728	\$ 12,637	\$ -	\$ 458,643
32,569	-	-	-	50,441
-	-	-	-	42,235
<u>32,569</u>	<u>3,728</u>	<u>12,637</u>	<u>-</u>	<u>551,319</u>
9,778	-	12,637	-	151,122
-	3,728	-	-	3,728
<u>22,791</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,235</u>
<u>32,569</u>	<u>3,728</u>	<u>12,637</u>	<u>-</u>	<u>197,085</u>
-	-	-	-	6,022
-	-	-	-	348,212
-	-	-	-	-
-	-	-	-	354,234
<u>\$ 32,569</u>	<u>\$ 3,728</u>	<u>\$ 12,637</u>	<u>\$ -</u>	<u>\$ 551,319</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 354,234
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>127,059</u>
Net Assets-total Governmental Activities	<u>\$ 481,293</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY

Exhibit B-2
(Page 1 of 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Operational 11000	Instructional Support 14000	Title I IASA 24101
<i>Revenues:</i>			
Local and county grant	\$ 291	\$ -	\$ -
State grant	1,877,102	7,249	-
Federal grant	-	-	17,610
Miscellaneous income	-	-	-
Interest	-	-	-
<i>Total revenues</i>	1,877,393	7,249	17,610
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	692,941	15,662	17,610
Support Services			
Students	266,845	-	-
Instruction	-	-	-
General Administration	49,127	-	-
School Administration	226,196	-	-
Central Services	46,700	-	-
Operation & Maintenance of Plant	380,203	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	15,851	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	1,677,863	15,662	17,610
<i>Excess (deficiency) of revenues over (under) expenditures</i>	199,530	(8,413)	-
<i>Other financing sources (uses):</i>			
Operating transfers	(2,034)	-	-
<i>Total other financing sources (uses)</i>	(2,034)	-	-
<i>Net changes in fund balances</i>	197,496	(8,413)	-
<i>Fund balances - beginning of year</i>	150,716	14,435	-
<i>Fund balances - end of year</i>	\$ 348,212	\$ 6,022	\$ -

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Public Charter School Implementation 24141	Teacher Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Federal Stimulus 24206	SEG Federal Stimulus 25250
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
15,771	-	7,535	7,267	447	35,382
-	-	-	-	-	-
-	-	-	-	-	-
<u>15,771</u>	<u>-</u>	<u>7,535</u>	<u>7,267</u>	<u>447</u>	<u>35,382</u>
-	-	5,904	7,267	-	12,513
15,771	-	-	-	-	14,885
-	-	631	-	447	-
-	-	-	-	-	-
-	-	1,000	-	-	-
-	8,501	-	-	-	-
-	-	-	-	-	15,030
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>15,771</u>	<u>8,501</u>	<u>7,535</u>	<u>7,267</u>	<u>447</u>	<u>42,428</u>
-	(8,501)	-	-	-	(7,046)
260	-	-	1,774	-	-
<u>260</u>	<u>-</u>	<u>-</u>	<u>1,774</u>	<u>-</u>	<u>-</u>
260	(8,501)	-	1,774	-	(7,046)
<u>(260)</u>	<u>8,501</u>	<u>-</u>	<u>(1,774)</u>	<u>-</u>	<u>7,046</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Education Job Fund 25255	Charter State Stimulus Fund 27112	Lograr Institute 28192	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	-	-	\$ -	\$ 291
-	-	49,975	106,467	2,040,793
54,680	-	-	-	138,692
-	-	-	-	-
-	-	-	-	-
<u>54,680</u>	<u>-</u>	<u>49,975</u>	<u>106,467</u>	<u>2,179,776</u>
54,680	3,728	-	-	810,305
-	-	-	-	297,501
-	-	-	-	1,078
-	-	-	-	49,127
-	-	-	-	227,196
-	-	-	-	55,201
-	-	-	-	395,233
-	-	-	-	-
-	-	-	-	-
-	-	49,975	-	65,826
-	-	-	-	-
-	-	-	106,467	106,467
<u>54,680</u>	<u>3,728</u>	<u>49,975</u>	<u>106,467</u>	<u>2,007,934</u>
-	(3,728)	-	-	171,842
-	-	-	-	-
-	-	-	-	-
-	(3,728)	-	-	171,842
-	3,728	-	-	182,392
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 354,234</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
Net change in fund balances - total governmental funds	\$ 171,842
<p>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.</p>	
Depreciation expense	(12,309)
Capital Outlays	-
Excess of capital outlay over depreciation expense	<u>(12,309)</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ 159,533</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 291	\$ 291
State grants	1,625,873	1,833,980	1,877,102	43,122
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,625,873</u>	<u>1,833,980</u>	<u>1,877,393</u>	<u>43,413</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	610,003	883,975	702,192	181,783
Support Services				
Students	311,410	276,410	266,845	9,565
Instruction	-	-	-	-
General Administration	44,200	44,200	49,127	(4,927)
School Administration	235,860	224,995	226,196	(1,201)
Central Services	50,000	50,000	49,900	100
Operation & Maintenance of Plant	320,851	350,851	380,203	(29,352)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	65,850	65,850	15,851	49,999
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,638,174</u>	<u>1,896,281</u>	<u>1,690,314</u>	<u>205,967</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(12,301)</u>	<u>(62,301)</u>	<u>187,079</u>	<u>249,380</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(2,034)	(2,034)
Designated Cash	12,301	62,301	-	(62,301)
<i>Total other financing sources (uses)</i>	<u>12,301</u>	<u>62,301</u>	<u>(2,034)</u>	<u>(64,335)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>185,045</u>	<u>185,045</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>163,167</u>	<u>163,167</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 348,212</u>	<u>\$ 348,212</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>12,451</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ 197,496</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
INSTRUCTIONAL SUPPORT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	15,662	15,662	7,249	(8,413)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,662</u>	<u>15,662</u>	<u>7,249</u>	<u>(8,413)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,662	15,662	15,662	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,662</u>	<u>15,662</u>	<u>15,662</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,413)</u>	<u>(8,413)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,413)</u>	<u>(8,413)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,435</u>	<u>14,435</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,022</u>	<u>\$ 6,022</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (8,413)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
TITLE I - IASA

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	17,610	17,873	263
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>17,610</u>	<u>17,873</u>	<u>263</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	17,610	17,610	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>17,610</u>	<u>17,610</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>263</u>	<u>263</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>263</u>	<u>263</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,639)</u>	<u>(2,639)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,376)</u>	<u>\$ (2,376)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(263)	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
IDEA-B ENTITLEMENT

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	21,364	21,364	11,840	(9,524)
Interest	-	-	-	-
<i>Total revenues</i>	<u>21,364</u>	<u>21,364</u>	<u>11,840</u>	<u>(9,524)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	21,364	21,364	15,771	5,593
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>21,364</u>	<u>21,364</u>	<u>15,771</u>	<u>5,593</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,931)</u>	<u>(3,931)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	260	260
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>260</u>	<u>260</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,671)</u>	<u>(3,671)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(592)</u>	<u>(592)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,263)</u>	<u>\$ (4,263)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,931	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 260</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SCHOOL OF DREAMS ACADEMY
 PUBLIC CHARTER SCHOOL IMPLEMENTATION
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(8,501)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (8,501)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	3,569	7,642	3,569	(4,073)
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,569</u>	<u>7,642</u>	<u>3,569</u>	<u>(4,073)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,869	5,943	5,904	39
Support Services				
Students	-	-	-	-
Instruction	700	700	632	68
General Administration	-	-	-	-
School Administration	1,000	999	999	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,569</u>	<u>7,642</u>	<u>7,535</u>	<u>107</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,966)</u>	<u>(3,966)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,966)</u>	<u>(3,966)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,966)</u>	<u>\$ (3,966)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,966	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
TITLE I IASA FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	7,267	-	(7,267)
Interest	-	-	-	-
<i>Total revenues</i>	-	7,267	-	(7,267)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,267	7,267	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	7,267	7,267	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(7,267)	(7,267)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	1,774	1,774
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	1,774	1,774
<i>Net changes in fund balances</i>	-	-	(5,493)	(5,493)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,774)	(1,774)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,267)	\$ (7,267)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,267	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 1,774	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
IDEA-B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	447	7,059	6,612
Interest	-	-	-	-
<i>Total revenues</i>	-	447	7,059	6,612
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	447	447	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	447	447	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	6,612	6,612
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	6,612	6,612
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(6,612)	(6,612)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,612)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
SEG FEDERAL STIMULUS

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	16,680	40,010	55,453	15,443
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,680</u>	<u>40,010</u>	<u>55,453</u>	<u>15,443</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,530	10,445	12,513	(2,068)
Support Services				
Students	-	15,000	14,885	115
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	12,150	14,565	15,030	(465)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,680</u>	<u>40,010</u>	<u>42,428</u>	<u>(2,418)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>13,025</u>	<u>13,025</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>13,025</u>	<u>13,025</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(13,025)</u>	<u>(13,025)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(20,071)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (7,046)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
FEDERAL EDUCATION JOB FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	54,680	22,111	(32,569)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>54,680</u>	<u>22,111</u>	<u>(32,569)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	54,680	54,680	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>54,680</u>	<u>54,680</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(32,569)</u>	<u>(32,569)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(32,569)</u>	<u>(32,569)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,569)</u>	<u>\$ (32,569)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			32,569	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
CHARTER STATE STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,728</u>	<u>3,728</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,728</u>	<u>\$ 3,728</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(3,728)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (3,728)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
LOGRAR INSTITUTE

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	49,975	49,975	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>49,975</u>	<u>49,975</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	49,975	49,975	49,975	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>49,975</u>	<u>49,975</u>	<u>49,975</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(49,975)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	49,975	-	-	-
<i>Total other financing sources (uses)</i>	<u>49,975</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	106,467	106,467	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	106,467	106,467	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	106,467	106,467	-
<i>Total expenditures</i>	-	106,467	106,467	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 3,615</u>
<i>Total assets</i>	<u><u>3,615</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>3,615</u>
<i>Total liabilities</i>	<u><u>\$ 3,615</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 181	7,231	3,797	\$ 3,615
Total assets	\$ 181	\$ 7,231	\$ 3,797	\$ 3,615
LIABILITIES				
Deposits held for others	\$ 181	7,231	3,797	\$ 3,615
Total liabilities	\$ 181	\$ 7,231	\$ 3,797	\$ 3,615

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SCHOOL OF DREAMS ACADEMY
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Wells Fargo
Checking - Operational	\$ 454,875
Total On Deposit	454,875
Reconciling Items	7,383
Reconciled Balance June 30, 2011	\$ 462,258
Less Agency Funds	3,615
Total Cash	\$ 458,643

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Federal Projects Account 24000	Federal Direct Account 25000	State Flow Through Fund 27000
Cash, June 30, 2010	\$ 136,496 **	\$ 15,773 **	\$ -	\$ -	\$ 3,728
Add:					
2010-11 revenues	1,877,393	3,643 *	41,894 *	81,525 *	-
Loans from other funds	-	-	17,957	-	-
Total cash available	2,013,889	19,416	59,851	81,525	3,728
Less:					
2010-11 expenditures	(1,672,358)	(15,662)	(48,630)	(94,688)	-
Loans to other funds	-	-	(11,221)	13,163	-
Receivables/Payables	(31,119)	-	-	-	-
Cash, June 30, 2011	310,412 *	3,754	-	-	3,728
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	166,481	234	(18,216)	9,780	
Audit reclassifications to cash	(46,370)	3,606	18,216	3,383	-
Cash per Books	430,523	7,594	-	-	3,728
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	166,481	234	-	-	-
Modified Accrual Adjustments	(128,681)	2,034	-	-	(3,728)
Fund Balance, Modified Accrual Basis	348,212	6,022	-	-	-

*Amounts do not agree to the GL.

**Amounts do not agree to prior year audited cash balances.

The accompanying notes are an integral part of these financial statements

Local Grants Account 28000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ 155,997
49,975	106,467	2,160,897
-	-	17,957
49,975	106,467	2,334,851
(49,975)	(106,467)	(1,987,780)
-	-	1,942
-	-	(31,119)
-	-	317,894
		158,279
16,798	-	(4,367)
16,798	-	458,643
	-	166,715
-	-	(130,375)
-	-	354,234

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTH VALLEY PREPARATORY SCHOOL
 STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	133,642
Receivables	
Due from other governments	59,808
Deposits	25,125
Prepaid expenses	16,176
Total current assets	234,751
Total assets	\$ 234,751
LIABILITIES AND NET ASSETS	
Accounts Payable	5,754
Accrued Salaries	34,122
Due to government	37
Deferred revenue	58,354
Total current liabilities	98,267
Total liabilities	98,267
Restricted for:	
Other	42,552
Unrestricted	93,932
Total net assets	136,484
Total liabilities and net assets	\$ 234,751

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	699,948	-	256,381	-	\$ (443,567)
Support services:					
Students	18,726	-	-	-	(18,726)
Instruction	2,943	-	-	-	(2,943)
General Administration	17,297	-	-	-	(17,297)
School Administration	225,703	-	-	-	(225,703)
Central Services	60,170	-	-	-	(60,170)
Operation & Maintenance of Plant	67,106	-	-	-	(67,106)
Food Services Operation	24,131	4,544	19,161	-	(426)
Facilities Materials, Supplies & Other Services	44,575	-	-	44,575	-
Total governmental activities	\$ 1,160,599	\$ 4,544	\$ 275,542	\$ 44,575	(835,938)
			General Revenues:		
			State Equalization Guarantee		663,756
			Total general revenues		663,756
			Change in net assets		(172,182)
			Net assets - beginning		308,666
			Net assets - ending		\$ 136,484

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 116,176	\$ 17,264	\$ -	\$ 87
Accounts receivable				
Due from other governments	-	-	-	-
Due from other funds	12,897	-	-	-
Prepaid Expenses	-	-	-	-
<i>Total assets</i>	129,073	17,264	-	87
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	33,589	-	-	59
Due to government	-	-	-	28
Due to other funds	-	-	-	-
Deferred revenue - other	-	16,013	-	-
<i>Total liabilities</i>	33,589	16,013	-	87
<i>Fund balances</i>				
<i>Fund Balance:</i>				
Nonspendable				
Restricted	-	1,251	-	-
Assigned	70,000	-	-	-
Unassigned (deficit)	25,484	-	-	-
<i>Total fund balance</i>	95,484	1,251	-	-
<i>Total liabilities and fund balance</i>	\$ 129,073	\$ 17,264	\$ -	\$ 87

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ 115	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 133,642
-	52,214	-	-	7,594	-	-	59,808
-	-	-	-	-	-	-	12,897
-	41,301	-	-	-	-	-	41,301
<u>115</u>	<u>93,515</u>	<u>-</u>	<u>-</u>	<u>7,594</u>	<u>-</u>	<u>-</u>	<u>247,648</u>
-	5,754	-	-	-	-	-	5,754
106	-	-	-	368	-	-	34,122
9	-	-	-	-	-	-	37
-	4,119	1,552	-	7,226	-	-	12,897
-	42,341	-	-	-	-	-	58,354
<u>115</u>	<u>52,214</u>	<u>1,552</u>	<u>-</u>	<u>7,594</u>	<u>-</u>	<u>-</u>	<u>111,164</u>
-	41,301	-	-	-	-	-	41,301
-	-	-	-	-	-	-	1,251
-	-	-	-	-	-	-	70,000
-	-	(1,552)	-	-	-	-	23,932
-	41,301	(1,552)	-	-	-	-	136,484
<u>\$ 115</u>	<u>\$ 93,515</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,594</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 247,648</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 136,484
Net Assets-total Governmental Activities	<u>\$ 136,484</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 17	\$ -	\$ 4,544	\$ -
State grant	656,656	3,525	-	-
Federal grant	-	-	19,161	28,548
Interest	-	-	-	-
<i>Total revenues</i>	<u>656,673</u>	<u>3,525</u>	<u>23,705</u>	<u>28,548</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	335,263	2,274	-	28,548
Support Services				
Students	12,726	-	-	-
Instruction	-	-	-	-
General Administration	227	-	-	-
School Administration	128,895	-	-	-
Central Services	56,287	-	-	-
Operation & Maintenance of Plant	27,166	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	426	-	23,705	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>560,990</u>	<u>2,274</u>	<u>23,705</u>	<u>28,548</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>95,683</u>	<u>1,251</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>95,683</u>	<u>1,251</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(199)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 95,484</u>	<u>\$ 1,251</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements
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IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ 32	\$ -	\$ -	-	-	\$ -	\$ 4,593
-	-	-	-	-	-	44,575	704,756
16,041	189,106	-	7,100	19,112	-	-	279,068
-	-	-	-	-	-	-	-
<u>16,041</u>	<u>189,138</u>	<u>-</u>	<u>7,100</u>	<u>19,112</u>	<u>-</u>	<u>44,575</u>	<u>988,417</u>
10,041	315,232	1,552	1,259	2,372	3,407	-	699,948
6,000	-	-	-	-	-	-	18,726
-	2,943	-	-	-	-	-	2,943
-	17,070	-	-	-	-	-	17,297
-	80,068	-	-	16,740	-	-	225,703
-	3,883	-	-	-	-	-	60,170
-	34,099	-	5,841	-	-	-	67,106
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	24,131
-	-	-	-	-	-	44,575	44,575
<u>16,041</u>	<u>453,295</u>	<u>1,552</u>	<u>7,100</u>	<u>19,112</u>	<u>3,407</u>	<u>44,575</u>	<u>1,160,599</u>
-	(264,157)	(1,552)	-	-	(3,407)	-	(172,182)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	(264,157)	(1,552)	-	-	(3,407)	-	(172,182)
-	305,458	-	-	-	3,407	-	308,666
<u>\$ -</u>	<u>\$ 41,301</u>	<u>\$ (1,552)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,484</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
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, 2011

Exhibit B-2
 (Page 3 of 3)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p> <p style="padding-left: 40px;">Net change in fund balances - total governmental funds</p>	<p>\$ (172,182)</p>
<p>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.</p>	
Depreciation expense	-
Capital Outlays	-
Loss on Disposal	-
Change in Net Assets-total Governmental Activities	<u>\$ (172,182)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 17	\$ 17
State grants	525,427	656,656	656,656	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>525,427</u>	<u>656,656</u>	<u>656,673</u>	<u>17</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	266,460	344,116	335,263	8,853
Support Services				
Students	10,000	13,000	12,726	274
Instruction	-	2,000	-	2,000
General Administration	-	1,000	227	773
School Administration	147,400	134,763	128,895	5,868
Central Services	64,517	75,768	56,287	19,481
Operation & Maintenance of Plant	37,050	85,509	27,166	58,343
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	500	426	74
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>525,427</u>	<u>656,656</u>	<u>560,990</u>	<u>95,666</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>95,683</u>	<u>95,683</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>95,683</u>	<u>95,683</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(199)</u>	<u>(199)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 95,484</u>	<u>\$ 95,484</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 95,683</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
INSTRUCTIONAL SUPPORT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	18,064	18,064	19,538	1,474
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>18,064</u>	<u>18,064</u>	<u>19,538</u>	<u>1,474</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	18,064	18,064	2,274	15,790
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>18,064</u>	<u>18,064</u>	<u>2,274</u>	<u>15,790</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>17,264</u>	<u>17,264</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>17,264</u>	<u>17,264</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,264</u>	<u>\$ 17,264</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(16,013)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 1,251</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 3,500	\$ 4,544	\$ 1,044
State grants	-	-	-	-
Federal grants	-	20,205	19,161	(1,044)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>23,705</u>	<u>23,705</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	23,705	23,705	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,705</u>	<u>23,705</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
TITLE I - IASA

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	19,568	31,438	28,548	(2,890)
Interest	-	-	-	-
<i>Total revenues</i>	<u>19,568</u>	<u>31,438</u>	<u>28,548</u>	<u>(2,890)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,568	31,438	28,548	2,890
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>19,568</u>	<u>31,438</u>	<u>28,548</u>	<u>2,890</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	16,182	16,041	(141)
Interest	-	-	-	-
<i>Total revenues</i>	-	16,182	16,041	(141)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,182	10,041	141
Support Services				
Students	-	6,000	6,000	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	16,182	16,041	141
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 32	\$ 32
State grants	-	-	-	-
Federal grants	396,746	504,746	179,233	(325,513)
Interest	-	-	-	-
<i>Total revenues</i>	<u>396,746</u>	<u>504,746</u>	<u>179,265</u>	<u>(325,481)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	279,302	388,529	309,478	79,051
Support Services				
Students	-	-	-	-
Instruction	-	3,706	2,943	763
General Administration	21,790	23,643	17,070	6,573
School Administration	46,497	49,331	46,966	2,365
Central Services	10,232	4,890	3,883	1,007
Operation & Maintenance of Plant	38,925	34,647	34,099	548
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>396,746</u>	<u>504,746</u>	<u>414,439</u>	<u>90,307</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(235,174)</u>	<u>(235,174)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(235,174)</u>	<u>(235,174)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>231,055</u>	<u>231,055</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,119)</u>	<u>\$ (4,119)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			9,873	
Adjustments to expenditures			<u>(38,856)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (264,157)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	3,532	4,076	-	(4,076)
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,532</u>	<u>4,076</u>	<u>-</u>	<u>(4,076)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,032	3,576	1,552	2,024
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	500	500	-	500
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,532</u>	<u>4,076</u>	<u>1,552</u>	<u>2,524</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,552)</u>	<u>(1,552)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,552)</u>	<u>(1,552)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,552)</u>	<u>\$ (1,552)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (1,552)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	5,390	7,100	7,100	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,390</u>	<u>7,100</u>	<u>7,100</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,259	1,259	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	5,390	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	5,841	5,841	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,390</u>	<u>7,100</u>	<u>7,100</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	19,129	11,518	(7,611)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,129</u>	<u>11,518</u>	<u>(7,611)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,379	2,372	7
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	16,750	16,740	10
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,129</u>	<u>19,112</u>	<u>17</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,594)</u>	<u>(7,594)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,594)</u>	<u>(7,594)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,594)</u>	<u>\$ (7,594)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,594	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
STATE PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	-	(3,407)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,407	-	(3,407)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,407	3,407	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	3,407	3,407	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,407)	(3,407)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(3,407)	(3,407)
<i>Cash or fund balance, beginning of year</i>	-	-	3,407	3,407
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (3,407)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	49,032	44,575	(4,457)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	49,032	44,575	(4,457)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	49,032	44,575	4,457
<i>Total expenditures</i>	-	49,032	44,575	4,457
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	\$ 4,634
<i>Total assets</i>	<u>4,634</u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>4,634</u>
<i>Total liabilities</i>	<u>\$ 4,634</u>

The accompanying notes are an integral part of these financial statements
V-20

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	17,688	13,054	\$ 4,634
Total assets	\$ -	\$ 17,688	\$ 13,054	\$ 4,634
LIABILITIES				
Deposits held for others	\$ -	17,688	13,054	\$ 4,634
Total liabilities	\$ -	\$ 17,688	\$ 13,054	\$ 4,634

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTH VALLEY PREPARATORY SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Bank of Albuquerque
Checking - Operational	\$ 178,910
Total On Deposit	178,910
Reconciling Items	(40,634)
Reconciled Balance June 30, 2011	\$ 138,276
Less Agency Funds	4,634
Total Cash	\$ 133,642

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Non-Instruc. Account 23000	Federal Flowthrough Account 24000
Cash, June 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ 6,371 **
Add:					
2010-11 revenues	656,656	19,538	23,705	17,689	223,891
Loans from other funds	-	-	-	-	-
Total cash available	656,656	19,538	23,705	17,689	230,262
Less:					
Receivables/Payables	3,153	-	-	-	224,650
2010-11 expenditures	(560,990)	(2,274)	(23,705)	(13,055)	(460,580)
Loans to other funds	(12,877)	-	-	-	5,668
Cash, June 30, 2011	<u>\$ 85,942 *</u>	<u>17,264</u>	<u>-</u>	<u>4,634</u>	<u>- *</u>
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	(165)	-	-	-	165
Audit reclassifications to cash	30,399	-	-	-	37
Cash per Books	<u>116,176</u>	<u>17,264</u>	<u>-</u>	<u>4,634</u>	<u>202</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit adjustments to income statement					
that closed to fund balance	-	-	-	-	-
Modified Accrual Adjustments	9,542	(16,013)	-	-	39,749
Fund Balance, Modified Accrual Basis	<u>95,484</u>	<u>1,251</u>	<u>-</u>	<u>4,634</u>	<u>39,749</u>

*Does not agree to the general ledger.

**Does not agree to prior year audited cash.

The accompanying notes are an integral part of these financial statements

Federal Direct Account 25000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Total
\$ -	\$ 3,407	\$ -	\$ 9,778
18,635	-	44,575	1,004,689
-	-	-	-
18,635	3,407	44,575	1,014,467
368	-	-	228,171
(26,212)	(3,407)	(44,575)	(1,134,798)
7,209	-	-	-
-	-	-	107,840
-	-	-	-
-	-	-	30,436
-	-	-	138,276
	Less Activity funds Per Exhibit B-1		4,634
			133,642
-	-	-	-
-	-	-	33,278
-	-	-	141,118
	Less Activity funds Per Exhibit B-1		4,634
			136,484

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government
	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 298,421
Receivables	
Due from other governments	5,489
Total current assets	303,910
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	155,776
Building improvements	14,151
Less: accumulated depreciation	(139,793)
Total noncurrent assets	30,134
Total assets	\$ 334,044
LIABILITIES AND NET ASSETS	
Deferred Revenue	59,547
Current portion of compensated absences	17,668
Total current liabilities	77,215
Total liabilities	77,215
Invested in capital assets	30,134
Restricted	12,808
Unrestricted	213,887
Total net assets	256,829
Total liabilities and net assets	\$ 334,044

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 418,730	\$ 2,731	\$ 69,159	\$ -	\$ (346,840)
Support services:					
Students	116,090	-	-	-	(116,090)
Instruction	3,170	-	-	-	(3,170)
General Administration	200,479	-	-	-	(200,479)
School Administration	43,146	-	-	-	(43,146)
Central Services	30,703	-	-	-	(30,703)
Operation & Maintenance of Plant	68,841	-	-	-	(68,841)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	80,843	-	-	80,843	-
Total governmental activities	\$ 962,002	\$ 2,731	\$ 69,159	\$ 80,843	(809,269)
General Revenues:					
State Stimulus					869,410
Interest income					808
Total general revenues					870,218
Change in net assets					60,949
Net assets - beginning					195,880
Net assets - ending					\$ 256,829

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 4)

	General	Instructional Support	Title I	IDEA-B Entitlement	IDEA B Risk Pool
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	226,066	12,808	-	-	-
Accounts receivable					
Due from other governments	-	-	334	-	-
Due from other funds	5,489	-	-	-	-
<i>Total assets</i>	<u>231,555</u>	<u>12,808</u>	<u>334</u>	<u>-</u>	<u>-</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Deferred Revenue	-	-	-	-	-
Due to other funds	-	-	334	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>334</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Restricted		12,808			
Assigned	225,000	-	-	-	-
Unassigned	6,555	-	-	-	-
<i>Total fund balance</i>	<u>231,555</u>	<u>12,808</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>231,555</u>	<u>12,808</u>	<u>334</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements
 W-3

<u>Teacher/Principal Training</u>	<u>SEG Federal Stimulus</u>	<u>Education Job Fund</u>	<u>EMSI</u>	<u>2008 Library GO Bond</u>
-	-	-	-	-
2,995	-	-	2,160	-
-	-	-	-	-
<u>2,995</u>	<u>-</u>	<u>-</u>	<u>2,160</u>	<u>-</u>
-	-	-	-	-
2,995	-	-	2,160	-
<u>2,995</u>	<u>-</u>	<u>-</u>	<u>2,160</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,995</u>	<u>-</u>	<u>-</u>	<u>2,160</u>	<u>-</u>

<u>Public School Capital Outlay</u>	<u>HB 33 Capital Improvement</u>	<u>Total Primary Government</u>
-	59,547	298,421
-	-	5,489
-	-	5,489
-	59,547	309,399
-	59,547	59,547
-	-	5,489
-	59,547	65,036
-	-	12,808
-	-	225,000
-	-	6,555
-	-	244,363
-	59,547	309,399

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
 (Page 4 of 4)

		Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:		
Fund balances - total governmental funds	\$	244,363
Compensated Absences		(17,668)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		30,134
Net Assets-total Governmental Activities	\$	256,829

The accompanying notes are an integral part of these financial statements
 W-6

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	General	Instructional Support	Title I	IDEA-B Entitlement	IDEA-B Risk Pool
<i>Revenues:</i>					
Local and county sources	\$ 2,731	\$ -	\$ -	\$ -	\$ -
State sources	854,661	4,486	-	-	-
Federal sources	-	-	14,230	17,148	235
Interest	808	-	-	-	-
<i>Total revenues</i>	<u>858,200</u>	<u>4,486</u>	<u>14,230</u>	<u>17,148</u>	<u>235</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	350,325	13,549	14,230	-	-
Support Services:					
Students	98,707	-	-	17,148	235
Instruction	-	-	-	-	-
General Administration	200,479	-	-	-	-
School Administration	43,146	-	-	-	-
Central Services	30,703	-	-	-	-
Operation & Maintenance of Plant	59,557	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>782,917</u>	<u>13,549</u>	<u>14,230</u>	<u>17,148</u>	<u>235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>75,283</u>	<u>(9,063)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
Other financing uses	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>75,283</u>	<u>(9,063)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>156,272</u>	<u>21,871</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 231,555</u>	<u>\$ 12,808</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher/Principal Training	SEG Federal Stimulus	Education Job Fund	EMSI	2008 Library GO Bond
\$ -	\$ -	\$ -	4,922	\$ -
-	-	-	-	3,170
4,414	10,694	24,609	-	-
-	-	-	-	-
<u>4,414</u>	<u>10,694</u>	<u>24,609</u>	<u>4,922</u>	<u>3,170</u>
4,414	4,240	24,609	4,922	-
-	-	-	-	-
-	-	-	-	3,170
-	-	-	-	-
-	-	-	-	-
-	6,454	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,414</u>	<u>10,694</u>	<u>24,609</u>	<u>4,922</u>	<u>3,170</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Public School Capital Outlay	HB 33 Capital Improvement	Total Primary Government
\$ -	\$ -	\$ 7,653
80,843	-	943,160
-	-	71,330
-	-	808
80,843	-	1,022,951
-	-	416,289
-	-	116,090
-	-	3,170
-	-	200,479
-	-	43,146
-	-	30,703
-	-	66,011
-	-	-
-	-	-
-	-	-
-	-	-
80,843	-	80,843
80,843	-	956,731
-	-	66,220
-	-	-
-	-	-
-	-	-
-	-	66,220
-	-	178,143
\$ -	\$ -	\$ 244,363

The accompanying notes are an integral part of these financial statements
 W-9

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 66,220
Change in compensated absences	(4,133)
<p>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.</p>	
Depreciation expense	(7,312)
Capital outlays	6,174
Excess of capital outlay over depreciation expense	<u>(1,138)</u>
Change in Net Assets of governmental activities:	<u>\$ 60,949</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 2,500	\$ 2,500	\$ 2,731	\$ 231
State sources	839,744	844,801	854,661	9,860
Federal sources	-	-	-	-
Interest	-	750	808	58
<i>Total revenues</i>	842,244	848,051	858,200	10,149
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	514,481	475,836	350,325	125,511
Support Services:				
Students	136,022	131,017	98,707	32,310
Instruction	-	-	-	-
General Administration	210,339	235,339	200,479	34,860
School Administration	44,098	44,223	43,146	1,077
Central Services	34,598	34,598	30,703	3,895
Operation & Maintenance of Plant	82,706	83,311	59,557	23,754
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1,022,244	1,004,324	782,917	221,407
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(180,000)	(156,273)	75,283	231,556
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	180,000	156,273	-	(156,273)
<i>Total other financing sources (uses)</i>	180,000	156,273	-	(156,273)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	75,283	75,283
<i>Cash or fund balance, beginning of year</i>	-	-	156,272	156,272
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 231,555	\$ 231,555
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ 75,283	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 75,283	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST INTERMEDIATE LEARNING CENTER
 INSTRUCTIONAL SUPPORT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,903	4,486	4,486	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	3,903	4,486	4,486	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	25,774	26,357	13,549	12,808
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	25,774	26,357	13,549	12,808
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(21,871)	(21,871)	(9,063)	12,808
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	21,871	21,871	-	(21,871)
<i>Total other financing sources (uses)</i>	21,871	21,871	-	(21,871)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(9,063)	(9,063)
<i>Cash or fund balance, beginning of year</i>	-	-	21,871	21,871
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 12,808	\$ 12,808
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (9,063)	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (9,063)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
TITLE I
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	14,230	13,896	(334)
Interest	-	-	-	-
<i>Total revenues</i>	-	14,230	13,896	(334)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	14,230	14,230	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	14,230	14,230	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(334)	(334)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(334)	(334)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (334)	\$ (334)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (334)	
Adjustments to revenues			334	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	17,148	17,148	17,148	-
Interest	-	-	-	-
<i>Total revenues</i>	17,148	17,148	17,148	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	17,148	17,148	17,148	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	17,148	17,148	17,148	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	235	235	-
Interest	-	-	-	-
<i>Total revenues</i>	-	235	235	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	235	235	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	235	235	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	4,288	4,414	4,752	338
Interest	-	-	-	-
<i>Total revenues</i>	4,288	4,414	4,752	338
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,288	4,414	4,414	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	4,288	4,414	4,414	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	338	338
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	338	338
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(3,333)	(3,333)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,995)	\$ (2,995)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (2,995)	
Adjustments to revenues			2,995	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	8,615	10,694	10,694	-
Interest	-	-	-	-
<i>Total revenues</i>	8,615	10,694	10,694	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,161	4,240	4,240	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	6,454	6,454	6,454	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	8,615	10,694	10,694	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	-	\$ -
State sources	-	-	-	-
Federal sources	-	24,609	24,609	-
Interest	-	-	-	-
<i>Total revenues</i>	-	24,609	24,609	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	24,609	24,609	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	24,609	24,609	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
W-18

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
EMSI

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	3,773	\$ (1,227)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	3,773	(1,227)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	4,922	78
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,922	78
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,149)	(1,149)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(1,149)	(1,149)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,011)	(1,011)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,160)	\$ (2,160)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (2,160)	
Adjustments to revenues			2,160	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
2008 LIBRARY GO BONDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,170	3,170	3,170	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,170</u>	<u>3,170</u>	<u>3,170</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	3,170	3,170	3,170	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,170</u>	<u>3,170</u>	<u>3,170</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	80,843	80,843	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	80,843	80,843	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	80,843	80,843	-
<i>Total expenditures</i>	-	80,843	80,843	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST INTERMEDIATE LEARNING CENTER
 HB 33 CAPITAL IMPROVEMENTS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Property taxes	-	69,417	59,547	(9,870)
Interest	-	-	-	-
<i>Total revenues</i>	-	69,417	59,547	(9,870)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	\$ -	69,417	-	69,417
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	69,417	-	69,417
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	59,547	59,547
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	59,547	59,547
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ 69,417	\$ 59,547	\$ 59,547
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ 59,547	
Adjustments to revenues			(59,547)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

Bank Account Type	
Checking - Operational Account	\$ 312,756
Total On Deposit	312,756
Reconciling Items	(14,335)
Reconciled Balance June 30, 2011	\$ 298,421

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST INTERMEDIATE LEARNING CENTER
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account 11000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Account 26000	State Flow-through Fund 27000	Public School Capital Outlay 31200	Capital Improv. HB 33 31600	Total
Cash, June 30, 2010	\$ 156,272	\$ 21,871	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 178,143
Add:									
2010-11 revenues	858,199	4,486	32,698	35,303	2,762	3,170	80,843	59,547	1,077,008
Loans from other funds	-	-	-	-	-	-	-	-	-
Total cash available	1,014,471	26,357	32,698	35,303	2,762	3,170	80,843	59,547	1,255,151
Less:									
Bank/Treasurer Adj	-	-	-	-	-	-	-	-	-
Receivables/Payables	(1,039)	-	-	-	-	-	-	-	(1,039)
2010-11 expenditures	(781,931)	(13,549)	(36,027)	(35,303)	(4,868)	(3,170)	(80,843)	-	(955,691)
Loans to other funds	(5,435)	-	3,329	-	2,106	-	-	-	-
Cash, June 30, 2011	226,066	12,808	-	-	-	-	-	59,547	298,421
Cash Reconciliation to GAAP Basis:									
Audit reclassifications to cash	-	-	-	-	-	-	-	-	-
Cash per books	226,066	12,808	-	-	-	-	-	59,547	298,421
Fund Balance Reconciliation to GAAP Basis:									
Modified Accrual Adjustments	5,489	-	-	-	-	-	-	(59,547)	(54,058)
Fund Balance, Modified Accrual Basis	231,555	12,808	-	-	-	-	-	-	244,363

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government
	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 322,128
Receivables	
Due from other governments	5,555
Total current assets	<u>327,683</u>
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	219,996
Building and building improvements	13,536
Land improvements	2,800
Less: accumulated depreciation	<u>(120,207)</u>
Total noncurrent assets	<u>116,125</u>
Total assets	<u><u>\$ 443,808</u></u>
LIABILITIES AND NET ASSETS	
Deferred Revenue	59,547
Compensated absences	16,894
Total current liabilities	<u>76,441</u>
Total liabilities	<u>76,441</u>
Invested in capital assets	116,125
Restricted	5,312
Unrestricted	<u>245,930</u>
Total net assets	<u>367,367</u>
Total liabilities and net assets	<u><u>\$ 443,808</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 557,582	\$ -	\$ 243,487	\$ -	\$ (314,095)
Support services:					
Students	88,330	-	-	-	(88,330)
Instruction	3,161	-	-	-	(3,161)
General Administration	192,832	-	-	-	(192,832)
School Administration	26,039	-	-	-	(26,039)
Central Services	21,257	-	-	-	(21,257)
Operation & Maintenance of Plant	79,973	-	-	-	(79,973)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	90,002	-	-	75,790	(14,212)
Total governmental activities	\$ 1,059,176	\$ -	\$ 243,487	\$ 75,790	(739,899)
			General Revenues:		
			SEG Guarantee		792,988
			Interest Income		852
			Total general revenues		793,840
			Change in net assets		53,941
			Net assets - beginning		313,426
			Net assets - ending		\$ 367,367

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General	Instructional Support	IDEA-B Entitlement	IDEA-B Risk Pool
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 257,269	\$ 5,312	-	-
Accounts receivable				
Due from other governments	-	-	169	-
Due from other funds	5,555	-		
<i>Total assets</i>	<u>\$ 262,824</u>	<u>\$ 5,312</u>	<u>\$ 169</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Deferred revenue				
Due to other funds	-	-	169	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>169</u>	<u>-</u>
<i>Fund balances</i>				
Restricted by grantor	-	5,312	-	-
Assigned	245,000	-	-	-
Unassigned	17,824		-	-
<i>Total fund balance</i>	<u>262,824</u>	<u>5,312</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 262,824</u>	<u>\$ 5,312</u>	<u>\$ 169</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Teacher/Principal Training	Enhancing Technology Federal Stimulus	SEG Federal Stimulus	Education Job Fund	EMSI	2008 Library GO Bond
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,350	-	-	-	2,036	-
-	-	-	-	-	-
<u>\$ 3,350</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,036</u>	<u>\$ -</u>
3,350	-	-	-	2,036	-
<u>3,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,036</u>	<u>-</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>\$ 3,350</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,036</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Truancy CYFD	Public School Capital Outlay	HB 33 Capital Improvements	Total Primary Government
\$ -	\$ -	\$ 59,547	\$ 322,128
-	-	-	5,555
-	-	-	5,555
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,547</u>	<u>\$ 333,238</u>
		59,547	59,547
-	-	-	5,555
-	-	59,547	65,102
			5,312
-	-	-	245,000
-	-	-	17,824
-	-	-	268,136
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 59,547</u>	<u>\$ 333,238</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 268,136
Compensated absences	(16,894)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>116,125</u>
Net Assets-total Governmental Activities	<u>\$ 367,367</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	General	Instructional Support	IDEA-B Entitlement	IDEA-B Risk Pool	Teacher/Principal Training
<i>Revenues:</i>					
Local and county sources	\$ 7,258	\$ -	\$ -	\$ -	\$ -
State sources	783,031	4,206	-	-	-
Federal sources	-	-	15,115	220	4,219
Interest	852	-	-	-	-
<i>Total revenues</i>	<u>791,141</u>	<u>4,206</u>	<u>15,115</u>	<u>220</u>	<u>4,219</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	362,844	18,611	-	-	4,219
Support Services:					
Students	38,334	-	15,115	220	-
Instruction	-	-	-	-	-
General Administration	192,832	-	-	-	-
School Administration	26,039	-	-	-	-
Central Services	21,257	-	-	-	-
Operation & Maintenance of Plant	75,899	-	-	-	-
Student Transportation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>717,205</u>	<u>18,611</u>	<u>15,115</u>	<u>220</u>	<u>4,219</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>73,936</u>	<u>(14,405)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Other financing uses	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>73,936</u>	<u>(14,405)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>188,888</u>	<u>19,717</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 262,824</u>	<u>\$ 5,312</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Education Technology Federal Stimulus	SEG Federal Stimulus	Education Job Fund	EMSI	2008 Library GO Bonds	Truancy CYFD
\$ -	\$ -	\$ -	\$ 4,914	\$ -	\$ -
-	-	-	-	3,161	15,000
166,586	9,957	22,810	-	-	-
-	-	-	-	-	-
166,586	9,957	22,810	4,914	3,161	15,000
132,065	5,883	22,810	4,914	-	15,000
34,521	-	-	-	-	-
-	-	-	-	3,161	-
-	-	-	-	-	-
-	-	-	-	-	-
-	4,074	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
166,586	9,957	22,810	4,914	3,161	15,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

Public School Capital Outlay	HB 33 Capital Improvement	Total Primary Government
\$ -	\$ -	\$ 12,172
75,790	-	881,188
-	-	218,907
-	-	852
<u>75,790</u>	<u>-</u>	<u>1,113,119</u>
-	-	566,346
-	-	88,190
-	-	3,161
-	-	192,832
-	-	26,039
-	-	21,257
-	-	79,973
-	-	-
-	-	-
-	-	-
75,790	-	75,790
<u>75,790</u>	<u>-</u>	<u>1,053,588</u>
-	-	59,531
-	-	-
-	-	-
-	-	59,531
-	-	208,605
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 268,136</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 59,531
Change in Compensated absences	(3,694)
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	(18,027)
Capital outlays	16,130
Excess of capital outlay over depreciation expense	<u>(1,897)</u>
Change in Net Assets of governmental activities:	<u>\$ 53,940</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 1,500	\$ 1,500	\$ 7,258	\$ 5,758
State sources	805,478	783,031	783,031	-
Federal sources	-	-	-	-
Interest	-	750	852	102
<i>Total revenues</i>	806,978	785,281	791,141	5,860
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	531,248	511,113	362,844	148,269
<i>Support Services:</i>				
Students	68,910	64,420	38,334	26,086
Instruction	-	-	-	-
General Administration	196,108	212,308	192,832	19,476
School Administration	26,471	26,571	26,039	532
Central Services	24,598	25,447	21,257	4,190
Operation & Maintenance of Plant	94,143	96,759	75,899	20,860
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	941,478	936,618	717,205	219,413
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(134,500)	(151,337)	73,936	225,273
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	173,000	173,000	-	(173,000)
<i>Total other financing sources (uses)</i>	173,000	173,000	-	(173,000)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	38,500	21,663	73,936	52,273
<i>Cash or fund balance, beginning of year</i>	-	-	188,888	188,888
<i>Cash or fund balance, end of year</i>	\$ 38,500	\$ 21,663	\$ 262,824	\$ 241,161
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 73,936	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,659	4,206	4,206	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	3,659	4,206	4,206	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	23,376	23,923	18,611	5,312
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	23,376	23,923	18,611	5,312
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(19,717)	(19,717)	(14,405)	5,312
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	5,313	5,313	-	(5,313)
<i>Total other financing sources (uses)</i>	5,313	5,313	-	(5,313)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	(14,404)	(14,404)	(14,405)	(1)
<i>Cash or fund balance, beginning of year</i>	-	-	19,717	19,717
<i>Cash or fund balance, end of year</i>	\$ (14,404)	\$ (14,404)	\$ 5,312	\$ 19,716
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (14,405)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	16,657	16,657	14,947	(1,710)
Interest	-	-	-	-
<i>Total revenues</i>	16,657	16,657	14,947	(1,710)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	16,657	16,657	15,116	1,541
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	16,657	16,657	15,116	1,541
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(169)	(169)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(169)	(169)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (169)	\$ (169)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			169	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 169	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	220	220	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>220</u>	<u>220</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	220	220	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>220</u>	<u>220</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	4,219	3,220	(999)
Interest	-	-	-	-
<i>Total revenues</i>	-	4,219	3,220	(999)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,156	4,219	4,219	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	4,156	4,219	4,219	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(4,156)	-	(999)	(999)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	4,156	-	-	-
<i>Total other financing sources (uses)</i>	4,156	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(999)	(999)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,351)	(2,351)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,350)	\$ (3,350)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			999	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
ENHANCING EDUCATION-FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	166,598	166,586	(12)
Interest	-	-	-	-
<i>Total revenues</i>	-	166,598	166,586	(12)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	132,065	132,065	-
Support Services:				
Students	-	34,533	34,521	12
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	166,598	166,586	12
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
SEG-FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	8,264	9,957	9,957	-
Interest	-	-	-	-
<i>Total revenues</i>	8,264	9,957	9,957	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,190	5,883	5,883	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	4,074	4,074	4,074	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	8,264	9,957	9,957	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	22,809	22,809	-
Interest	-	-	-	-
<i>Total revenues</i>	-	22,809	22,809	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	22,809	22,809	-
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	22,809	22,809	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
EMSI

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	3,045	\$ (1,955)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	3,045	(1,955)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	4,914	86
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,914	86
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,869)	(1,869)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(1,869)	(1,869)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(167)	(167)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,036)	\$ (2,036)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,869	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
LIBRARY GO BOND

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	3,161	3,161	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,161	3,161	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,161	3,161	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	3,161	3,161	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
TRUANCY CYFD

Exhibit C-11

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	15,000	15,000	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	15,000	15,000	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,000	15,000	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	15,000	15,000	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	75,790	75,790	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	75,790	75,790	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	75,790	75,790	-
<i>Total expenditures</i>	-	75,790	75,790	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
HB 33 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	65,079	59,547	\$ (5,532)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	65,079	59,547	(5,532)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	65,079	-	65,079
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	65,079	-	65,079
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	59,547	59,547
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	59,547	59,547
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 59,547	\$ 59,547
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(59,547)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
 SOUTHWEST PRIMARY LEARNING CENTER
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
 FOR PUBLIC FUNDS
 June 30, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2011
New Mexico	FHLB 3133XVNT4 1.75%	
Educators	Matures December 14, 2012	\$ 3,000,000
Federal Credit Union		\$ 3,000,000

The accompanying notes are and integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST PRIMARY LEARNING CENTER
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	High Desert State Bank
Checking - Operational Account	\$ 327,400
Total On Deposit	327,400
Reconciling Items	<u>(5,272)</u>
Reconciled Balance June 30, 2011	<u><u>\$ 322,128</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST PRIMARY LEARNING CENTER
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Fund 25000	Local Grants Account 26000	State Flow-through Fund 27000	Public School Capital Outlay 31200	Capital Improvement 31600	Total
Cash, June 30, 2010	\$ 188,888	\$ 19,717	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 208,605
Add:									
2010-11 revenues	791,139	4,206	182,621	32,767	2,878	18,161	75,790	59,547	1,167,109
Loans from other funds	-	-	-	-	-	-	-	-	-
Total cash available	980,027	23,923	182,621	32,767	2,878	18,161	75,790	59,547	1,375,714
Less:									
Receivables/Payables	(1,663)	-	-	-	-	-	-	-	(1,663)
2010-11 expenditures	(715,540)	(18,607)	(186,140)	(32,767)	(4,914)	(18,161)	(75,790)	-	(1,051,919)
Loans to other funds	(5,555)	-	3,519	-	2,036	-	-	-	-
Cash, June 30, 2011	<u>257,269</u>	<u>5,316</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>59,547</u>	<u>322,132</u>
Cash Reconciliation to GAAP Basis:									
Audit reclassifications to cash	-	(4)	-	-	-	-	-	-	(4)
Cash per books	<u>257,269</u>	<u>5,312</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>59,547</u>	<u>322,128</u>
Fund Balance Reconciliation to GAAP Basis:									
Modified Accrual Adjustments	5,555	(4)	-	-	-	-	-	(59,547)	(53,996)
Fund Balance, Modified Accrual Basis	<u>262,824</u>	<u>5,312</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>268,136</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Primary Government
	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 656,276
Receivables	
Due from other governments	56,165
Total current assets	712,441
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	972,423
Building improvements	42,662
Less: accumulated depreciation	(893,596)
Total noncurrent assets	121,489
Total assets	\$ 833,930
LIABILITIES AND NET ASSETS	
Due to government	\$ 34,621
Deferred revenue	151,574
Compensated absences	18,994
Total current liabilities	205,189
Total liabilities	205,189
Invested in capital assets	121,489
Restricted for:	
Other	74,927
Unrestricted	432,325
Total net assets	628,741
Total liabilities and net assets	\$ 833,930

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	
	Expenses	Charges for Service	Operating Grants and Contributions		Capital Grants and Contributions
Governmental activities:					
Instruction	\$ 1,062,192	\$ -	234,463	\$ -	\$ (827,729)
Support services:					
Students	439,312	-	-	-	(439,312)
Instruction	-	-	-	-	-
General Administration	323,716	-	-	-	(323,716)
School Administration	142,177	-	-	-	(142,177)
Central Services	62,676	-	-	-	(62,676)
Operation & Maintenance of Plant	277,381	-	-	-	(277,381)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	123,761	-	39,910	-	(83,851)
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	251,168	-	-	198,498	(52,670)
Total governmental activities	\$ 2,682,383	\$ -	\$ 274,373	\$ 198,498	(2,209,512)
			General Revenues:		
			SEG guarantee		2,070,404
			Interest & Investment Earnings		2,227
			Miscellaneous		22,027
			Total general revenues		2,094,658
			Change in net assets		(114,854)
			Net assets - beginning		743,595
			Net assets - ending		\$ 628,741

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	General 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I 24101	IDEA B Entitlement 24106
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 395,154	\$ 69,240	\$ 40,308	\$ -	\$ -
Accounts receivable					
Due from other governments	21,129	-	-	1,415	-
Due from other funds	35,036	-	-	-	-
<i>Total assets</i>	<u>\$ 451,319</u>	<u>\$ 69,240</u>	<u>\$ 40,308</u>	<u>\$ 1,415</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Due to other governments	-	34,621	-	-	-
Due to other funds	-	-	-	1,415	-
Deferred revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>34,621</u>	<u>-</u>	<u>1,415</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted		34,619	40,308		
Assigned	451,319	-	-	-	-
Unassigned	-	-	-	-	-
<i>Total fund balance</i>	<u>451,319</u>	<u>34,619</u>	<u>40,308</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 451,319</u>	<u>\$ 69,240</u>	<u>\$ 40,308</u>	<u>\$ 1,415</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA B Risk Pool 24120	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	EMSI 26117	Dual Credit Instruction 27103
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	2,238	25,908
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,238</u>	<u>\$ 25,908</u>
-	-	-	-	-	-
-	-	-	-	2,238	25,908
-	-	-	-	-	-
-	-	-	-	2,238	25,908
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,238</u>	<u>\$ 25,908</u>

The accompanying notes are an integral part of these financial statements

City/County Grants 29107	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ -	\$ -	\$ 151,574	\$ 656,276
5,475	-	-	56,165
-	-	-	35,036
<u>\$ 5,475</u>	<u>\$ -</u>	<u>\$ 151,574</u>	<u>\$ 747,477</u>
-	-	-	34,621
5,475	-	-	35,036
-	-	151,574	151,574
<u>5,475</u>	<u>-</u>	<u>151,574</u>	<u>221,231</u>
-	-	-	74,927
-	-	-	451,319
-	-	-	-
-	-	-	526,246
<u>\$ 5,475</u>	<u>\$ -</u>	<u>\$ 151,574</u>	<u>\$ 747,477</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
 (Page 4 of 4)

		Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:		
Fund balances - total governmental funds	\$	526,246
Compensated absences		(18,994)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		121,489
Net Assets-total Governmental Activities	\$	628,741

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 4)

	General 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I 24101	IDEA B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	28,027	\$ -	\$ -	\$ -	\$ -
State sources	2,070,404	39,910	11,055	-	-
Federal sources	-	-	-	27,826	30,251
Interest	2,227	-	-	-	-
Miscellaneous	16,509	-	-	-	-
<i>Total revenues</i>	<u>2,117,167</u>	<u>39,910</u>	<u>11,055</u>	<u>27,826</u>	<u>30,251</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	959,932	-	8,427	27,826	-
<i>Support Services:</i>					
Students	377,142	-	-	-	30,251
Instruction	-	-	-	-	-
General Administration	322,625	-	-	-	-
School Administration	105,874	-	-	-	-
Central Services	62,676	-	-	-	-
Operation & Maintenance of Plant	271,909	-	-	-	-
Student Transportation	-	123,761	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,100,158</u>	<u>123,761</u>	<u>8,427</u>	<u>27,826</u>	<u>30,251</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>17,009</u>	<u>(83,851)</u>	<u>2,628</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>17,009</u>	<u>(83,851)</u>	<u>2,628</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>434,310</u>	<u>118,470</u>	<u>37,680</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 451,319</u>	<u>\$ 34,619</u>	<u>\$ 40,308</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA B Risk Pool 24120	Teacher/Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	EMSI 26117	Dual Credit Instruction 27103
\$ -	\$ -	\$ -	\$ -	\$ 4,988	\$ -
-	-	-	-	-	33,806
579	10,652	26,362	60,310	-	-
-	-	-	-	-	-
-	-	-	-	-	-
579	10,652	26,362	60,310	4,988	33,806
-	10,652	4,512	-	4,988	33,806
579	-	-	24,007	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	36,303	-	-
-	-	-	-	-	-
-	-	21,850	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
579	10,652	26,362	60,310	4,988	33,806
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

City/County Grants 29107	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
\$ 6,125	\$ -	\$ -	\$ 39,140
-	198,498	-	2,353,673
-	-	-	155,980
-	-	-	2,227
-	-	-	16,509
<u>6,125</u>	<u>198,498</u>	<u>-</u>	<u>2,567,529</u>
-	-	-	1,050,143
6,125	-	-	438,104
-	-	-	-
-	-	-	322,625
-	-	-	142,177
-	-	-	62,676
-	-	-	293,759
-	-	-	123,761
-	-	-	-
-	-	-	-
-	-	-	-
-	198,498	-	198,498
<u>6,125</u>	<u>198,498</u>	<u>-</u>	<u>2,631,743</u>
-	-	-	(64,214)
-	-	-	-
-	-	-	-
-	-	-	(64,214)
-	-	-	590,460
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 526,246</u>

The accompanying notes are an integral part of these financial statements
 Y-9

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
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, 2011

Exhibit B-2
(Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (64,214)
Change to compensated absences	(4,885)
<p>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.</p>	
Depreciation expense	(68,901)
Capital outlays	23,146
Excess of capital outlay over depreciation expense	<u>(45,755)</u>
Change in Net Assets of governmental activities:	<u>\$ (114,854)</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 11,500	\$ 12,500	30,254	\$ 17,754
State sources	2,129,757	2,070,404	2,070,404	-
Federal sources	-	18,729	18,729	-
Interest	1,000	1,000	-	(1,000)
<i>Total revenues</i>	2,142,257	2,102,633	2,119,387	16,754
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,243,234	1,125,904	946,737	179,167
Support Services:				
Students	482,795	482,014	377,142	104,872
Instruction	-	-	-	-
General Administration	316,521	365,752	328,379	37,373
School Administration	136,792	134,079	105,874	28,205
Central Services	81,198	81,250	62,676	18,574
Operation & Maintenance of Plant	356,715	347,944	271,909	76,035
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	2,617,255	2,536,943	2,092,717	444,226
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(474,998)	(434,310)	26,670	460,980
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	474,998	434,310	-	(434,310)
<i>Total other financing sources (uses)</i>	474,998	434,310	-	(434,310)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	26,670	26,670
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	403,520	403,520
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 430,190	\$ 430,190
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,220)	
Adjustments to expenditures			(7,441)	
NET CHANGE IN FUND BALANCE			\$ 17,009	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 PUPIL TRANSPORTATION
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	99,148	39,910	(59,238)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	99,148	39,910	(59,238)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	158,383	89,140	69,243
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	158,383	89,140	69,243
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(59,235)	(49,230)	10,005
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	59,235	-	(59,235)
<i>Total other financing sources (uses)</i>	-	59,235	-	(59,235)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(49,230)	(49,230)
<i>Cash or fund balance, beginning of year</i>	-	-	118,470	118,470
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 69,240	\$ 69,240
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(34,621)	
NET CHANGE IN FUND BALANCE			\$ (83,851)	

The accompanying notes are an integral part of these financial statements
 Y-12

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	9,616	11,055	13,357	2,302
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	9,616	11,055	13,357	2,302
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	47,317	48,754	8,427	40,327
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	47,317	48,754	8,427	40,327
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(37,701)	(37,699)	4,930	42,629
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	37,701	37,699	-	(37,699)
<i>Total other financing sources (uses)</i>	37,701	37,699	-	(37,699)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	4,930	4,930
<i>Cash or fund balance, beginning of year</i>	-	-	35,378	35,378
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 40,308	\$ 40,308
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ 4,930	
Adjustments to revenues			(2,302)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 2,628	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
TITLE I

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	26,921	27,826	26,411	(1,415)
Interest	-	-	-	-
<i>Total revenues</i>	26,921	27,826	26,411	(1,415)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	26,921	27,826	27,826	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	26,921	27,826	27,826	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,415)	(1,415)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(1,415)	(1,415)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,415)	\$ (1,415)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,415	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 IDEA B ENTITLEMENT
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	42,040	42,040	30,251	(11,789)
Interest	-	-	-	-
<i>Total revenues</i>	42,040	42,040	30,251	(11,789)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	42,040	42,040	30,251	11,789
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	42,040	42,040	30,251	11,789
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
IDEA B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	579	579	-
Interest	-	-	-	-
<i>Total revenues</i>	-	579	579	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	579	579	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	579	579	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 TEACHER PRINCIPAL TRAINING
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	10,656	10,652	10,652	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,656</u>	<u>10,652</u>	<u>10,652</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	10,656	10,652	10,652	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,656</u>	<u>10,652</u>	<u>10,652</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	21,850	26,362	26,362	-
Interest	-	-	-	-
<i>Total revenues</i>	21,850	26,362	26,362	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,512	4,512	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	21,850	21,850	21,850	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	21,850	26,362	26,362	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	60,310	60,310	-
Interest	-	-	-	-
<i>Total revenues</i>	-	60,310	60,310	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	24,010	24,010	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	36,300	36,300	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	60,310	60,310	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
EMSI

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	\$ 4,388	\$ (612)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	4,388	(612)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	4,988	12
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	5,000	4,988	12
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(600)	(600)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(600)	(600)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,638)	(1,638)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,238)	\$ (2,238)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			600	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 DUAL CREDIT INSTRUCTIONAL
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	33,806	7,898	(25,908)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	33,806	7,898	(25,908)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	33,806	33,806	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	33,806	33,806	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(25,908)	(25,908)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(25,908)	(25,908)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (25,908)	\$ (25,908)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			25,908	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 CITY/COUNTY GRANTS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 6,125	\$ 3,777	\$ (2,348)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	6,125	3,777	(2,348)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	6,125	6,125	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	6,125	6,125	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,348)	(2,348)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(2,348)	(2,348)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(3,127)	(3,127)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (5,475)	\$ (5,475)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,348	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
 Y-22

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	198,498	198,498	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	198,498	198,498	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	198,498	198,498	-
<i>Total expenditures</i>	-	198,498	198,498	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 HB 33 CAPITAL IMPROVEMENTS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ 171,064	\$ 151,574	\$ (19,490)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>171,064</u>	<u>151,574</u>	<u>(19,490)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	171,064	-	171,064
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>171,064</u>	<u>-</u>	<u>171,064</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>151,574</u>	<u>151,574</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>151,574</u>	<u>151,574</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,574</u>	<u>\$ 151,574</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(151,574)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
 FOR PUBLIC FUNDS
 June 30, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2011
New Mexico Educators Federal Credit Union	FHLB 3133XVNT4 Rate 1.75 Maturity 12/14/12	\$ 3,000,000
		<u>\$ 3,000,000</u>

The accompanying notes are and integral part of these financial statements
 Y-25

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 SOUTHWEST SECONDARY LEARNING CENTER
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	New Mexico Educators Federal Credit Union
Checking - Operational Account	\$ 683,909
Total On Deposit	683,909
Reconciling Items	(27,633)
Reconciled Balance June 30, 2011	\$ <u>656,276</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTHWEST SECONDARY LEARNING CENTER
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Transportation Fund 13000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Fund 26000
Cash, June 30, 2010	\$ 403,521	\$ 59,235	* \$ 37,680	\$ -	\$ -	\$ -
Add:						
2010-11 revenues	2,119,386	99,145	11,054	67,894	89,672	2,750
Prior year warrants voided	41	-	-	-	-	-
Total cash available	2,522,948	158,380	48,734	67,894	89,672	2,750
Less:						
Receivables/Payables	(3,131)	-	-	-	-	-
Permanent cash transfers	(374)	-	-	-	-	-
2010-11 expenditures	(2,089,256)	(89,140)	(8,426)	(69,308)	(89,672)	(4,988)
Loans to other funds	(35,033)	-	-	1,414	-	2,238
Cash, June 30, 2011	<u>395,154</u>	<u>69,240</u>	<u>40,308</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per books	<u>395,154</u>	<u>69,240</u>	<u>40,308</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit adjustments to income statement that closed to fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Modified Accrual Adjustments	56,165	(34,621)	-	-	-	-
Fund Balance, Modified Accrual Basis	<u>451,319</u>	<u>34,619</u>	<u>40,308</u>	<u>-</u>	<u>-</u>	<u>-</u>

*Does not agree to prior year audit report.

State Flow-through Fund 27000	Local or State Fund 29000	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total
\$ -	\$ -	\$ -	\$ -	\$ 500,436
7,900	650	198,498	151,574	2,748,523
-	-	-	-	41
7,900	650	198,498	151,574	3,249,000
		-	-	(3,131)
(33,806)	(6,125)	(198,498)	-	(374)
25,906	5,475	-	-	(2,589,219)
-	-	-	151,574	-
-	-	-	-	-
-	-	-	151,574	656,276
\$ -	\$ -	\$ -	\$ -	-
-	-	-	(151,574)	(130,030)
-	-	-	-	526,246

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 305,446
Receivables	
Due from other governments	25,140
Total current assets	<u>330,586</u>
Capital assets	
Furniture, fixtures and equipment	12,344
Less: accumulated depreciation	(5,538)
Total noncurrent assets	<u>6,806</u>
Deposits	4,000
Total assets	<u>\$ 341,392</u>
LIABILITIES AND NET ASSETS	
Due to other governments	\$ 3,002
Accrued Salaries	94,239
Current portion of compensated absences	22,079
Total current liabilities	<u>119,320</u>
Total liabilities	<u>119,320</u>
Invested in capital assets	6,806
Restricted for:	
Other	4,294
Unrestricted	<u>210,972</u>
Total net assets	<u>222,072</u>
Total liabilities and net assets	<u>\$ 341,392</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 822,637	2,350	108,224	\$ -	\$ (712,063)
Support services:					
Students	74,488	-	-	-	(74,488)
Instruction	23,059	-	-	-	(23,059)
General Administration	173,659	-	-	-	(173,659)
School Administration	145,972	-	-	-	(145,972)
Operation & Maintenance of Plant	127,534	-	-	-	(127,534)
Unallocated Depreciation	2,469	-	-	-	(2,469)
Facilities Materials, Supplies & Other Services	70,021	-	-	70,021	-
Total governmental activities	\$ 1,439,839	\$ 2,350	\$ 108,224	\$ 70,021	(1,259,244)
General Revenues:					
State Equalization Guarantee					1,330,478
Interest income					362
Total general revenues					1,330,840
Change in net assets					71,596
Net assets - beginning					150,476
Net assets - ending					\$ 222,072

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 5)

	Operational 11000	Instructional Support 14000	Title I IASA 24101
ASSETS			
<i>Current Assets</i>			
Cash and temporary investments	\$ 302,185	\$ -	\$ -
Accounts receivable			
Due from other governments	-	-	1,021
Due from other funds	23,963	-	-
Deposits	-	-	-
	<u>326,148</u>	<u>-</u>	<u>1,021</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities:</i>			
Accrued expenses	92,589	-	679
Due to government	-	-	-
Due to other funds	-	-	342
	<u>92,589</u>	<u>-</u>	<u>1,021</u>
<i>Fund balances</i>			
Restricted	-	-	-
Assigned	35,383	-	-
Unassigned (Deficit)	198,176	-	-
	<u>233,559</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>233,559</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 326,148</u>	<u>\$ -</u>	<u>\$ 1,021</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Planning Entitlement 24146	Teacher Principal Training 24154	Safe & Drug Free School 24157	Title I Federal Stimulus 24201
\$ -	\$ -	\$ 2,967	\$ -	\$ -	\$ -
4,227	-	-	1,020	356	42
-	-	-	-	-	-
-	-	4,000	-	-	-
<u>4,227</u>	<u>-</u>	<u>6,967</u>	<u>1,020</u>	<u>356</u>	<u>42</u>
371	-	-	-	-	-
-	-	2,967	-	-	-
<u>3,856</u>	<u>-</u>	<u>-</u>	<u>1,020</u>	<u>356</u>	<u>42</u>
<u>4,227</u>	<u>-</u>	<u>2,967</u>	<u>1,020</u>	<u>356</u>	<u>42</u>
-	-	4,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	4,000	-	-	-
<u>\$ 4,227</u>	<u>\$ -</u>	<u>\$ 6,967</u>	<u>\$ 1,020</u>	<u>\$ 356</u>	<u>\$ 42</u>

SEG Federal Stimulus 25250	Education Job Fund 25255	Dual Credit Instructional Materials 27103	Library GO Bonds 27105	Technology for Education PED 27117	Rural Revitalization 27503
\$ -	\$ -	\$ -	\$ -	\$ 294	\$ -
-	12,778	1,061	2,464	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>12,778</u>	<u>1,061</u>	<u>2,464</u>	<u>294</u>	<u>-</u>
-	600	-	-	-	-
-	-	35	-	-	-
-	12,178	1,026	2,972	-	-
<u>-</u>	<u>12,778</u>	<u>1,061</u>	<u>2,972</u>	<u>-</u>	<u>-</u>
-	-	-	-	294	-
-	-	-	-	-	-
-	-	-	(508)	-	-
-	-	-	(508)	294	-
<u>\$ -</u>	<u>\$ 12,778</u>	<u>\$ 1,061</u>	<u>\$ 2,464</u>	<u>\$ 294</u>	<u>\$ -</u>

Private Dir Grants 29102	Public Schools Capital Outlay 31200	SB9 Capital Improvements 31700	Total Primary Government
\$ -	\$ -	\$ -	\$ 305,446
-	-	2,171	25,140
-	-	-	23,963
-	-	-	4,000
<u>-</u>	<u>-</u>	<u>2,171</u>	<u>358,549</u>
-	-	-	94,239
-	-	-	3,002
-	-	2,171	23,963
<u>-</u>	<u>-</u>	<u>2,171</u>	<u>121,204</u>
-	-	-	4,294
-	-	-	35,383
-	-	-	197,668
<u>-</u>	<u>-</u>	<u>-</u>	<u>237,345</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,171</u>	<u>\$ 358,549</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
 (Page 5 of 5)

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 237,345
Compensated Absences	(22,079)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	6,806
Net Assets-total Governmental Activities	\$ 222,072

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY

Exhibit B-2
(Page 1 of 5)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Operational 11000	Instructional Support 14000	Title I IASA 24101
<i>Revenues:</i>			
Local and county grant	\$ 26,110	\$ -	\$ -
State grant	1,314,627	5,087	-
Federal grant	-	-	7,042
Miscellaneous income	-	-	-
Interest	362	-	-
<i>Total revenues</i>	<u>1,341,099</u>	<u>5,087</u>	<u>7,042</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	686,868	20,850	10,922
Support Services			
Students	71,702	-	-
Instruction	3,344	-	-
General Administration	19,715	-	-
School Administration	145,972	-	-
Central Services	169,492	-	-
Operation & Maintenance of Plant	130,003	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>1,227,096</u>	<u>20,850</u>	<u>10,922</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>114,003</u>	<u>(15,763)</u>	<u>(3,880)</u>
<i>Other financing sources (uses):</i>			
Operating transfers	(300)	-	-
<i>Total other financing sources (uses)</i>	<u>(300)</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>113,703</u>	<u>(15,763)</u>	<u>(3,880)</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>119,856</u>	<u>15,763</u>	<u>3,880</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 233,559</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Planning Entitlement 24146	Teacher Principal Training 24154	Safe & Drug Free School 24157	Title I IASA Federal Stimulus 24201
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
19,159	75	-	5,301	356	4,091
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,159</u>	<u>75</u>	<u>-</u>	<u>5,301</u>	<u>356</u>	<u>4,091</u>
16,448	-	368	5,301	356	42
2,711	75	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,159</u>	<u>75</u>	<u>368</u>	<u>5,301</u>	<u>356</u>	<u>42</u>
-	-	(368)	-	-	4,049
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(368)	-	-	4,049
-	-	4,368	-	-	(4,049)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEG Federal Stimulus 25250	Education Job Fund 25255	2009 Dual Credit 27103	Library GO Bonds 27105	Technology for Education PED 27117	Rural Revitalization 27503
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	1,597	2,464	-	-
15,851	38,294	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>15,851</u>	<u>38,294</u>	<u>1,597</u>	<u>2,464</u>	<u>-</u>	<u>-</u>
11,684	38,294	1,597	2,972	1,389	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,167	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>15,851</u>	<u>38,294</u>	<u>1,597</u>	<u>2,972</u>	<u>1,389</u>	<u>-</u>
-	-	-	(508)	(1,389)	-
-	-	-	-	-	300
-	-	-	-	-	300
-	-	-	(508)	(1,389)	300
-	-	-	-	1,683	(300)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (508)</u>	<u>\$ 294</u>	<u>\$ -</u>

Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB9 Capital Improvements 31700	Total Primary Government
\$ 1,000	\$ -	\$ -	\$ 27,110
-	67,850	2,171	1,393,796
-	-	-	90,169
-	-	-	-
-	-	-	362
<u>1,000</u>	<u>67,850</u>	<u>2,171</u>	<u>1,511,437</u>
1,000	-	-	798,091
-	-	-	74,488
-	-	-	3,344
-	-	-	19,715
-	-	-	145,972
-	-	-	173,659
-	-	-	130,003
-	-	-	-
-	-	-	-
-	-	-	-
-	67,850	2,171	70,021
<u>1,000</u>	<u>67,850</u>	<u>2,171</u>	<u>1,415,293</u>
-	-	-	96,144
-	-	-	-
-	-	-	-
-	-	-	96,144
-	-	-	141,201
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 237,345</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY

Exhibit B-2
(Page 5 of 5)

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, 2011

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 96,144
Change in Compensated Absences	(22,079)
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	<u>(2,469)</u>
	<u>\$ 71,596</u>
Change in Net Assets-total Governmental Activities	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
TAOS ACADEMY
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-1

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 2,212	\$ 26,110	\$ 23,898
State grants	1,211,905	1,314,627	1,314,627	-
Federal grants	-	-	-	-
Miscellaneous	-	421	362.00	(59)
<i>Total revenues</i>	<u>1,211,905</u>	<u>1,317,260</u>	<u>1,341,099</u>	<u>23,839</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	640,038	766,450	646,956	119,494
Support Services				
Students	80,250	89,510	71,702	17,808
Instruction	-	3,663	3,344	319
General Administration	23,000	32,894	19,715	13,179
School Administration	160,098	150,653	145,972	4,681
Central Services	118,834	191,730	169,492	22,238
Operation & Maintenance of Plant	189,727	216,473	130,003	86,470
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,211,947</u>	<u>1,451,373</u>	<u>1,187,184</u>	<u>264,189</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(42)</u>	<u>(134,113)</u>	<u>153,915</u>	<u>288,028</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	42	134,113	-	(134,113)
<i>Total other financing sources (uses)</i>	<u>42</u>	<u>134,113</u>	<u>-</u>	<u>(134,113)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>153,915</u>	<u>153,915</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>101,575</u>	<u>101,575</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 255,490</u>	<u>\$ 255,490</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(40,212)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 113,703</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,136	5,085	5,085	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,136</u>	<u>5,085</u>	<u>5,085</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	3,136	6,863	6,863	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,136</u>	<u>6,863</u>	<u>6,863</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,778)</u>	<u>(1,778)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	1,778	-	(1,778)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,778</u>	<u>-</u>	<u>(1,778)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,778)</u>	<u>(1,778)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,778</u>	<u>1,778</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(13,985)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (15,763)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
TITLE I - IASA

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,231	10,231	6,021	(4,210)
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,231</u>	<u>10,231</u>	<u>6,021</u>	<u>(4,210)</u>
<i>Expenditures:</i>				
Current:				
Instruction	10,231	11,305	10,922	383
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,231</u>	<u>11,305</u>	<u>10,922</u>	<u>383</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,074)</u>	<u>(4,901)</u>	<u>(3,827)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(1,074)</u>	<u>(4,901)</u>	<u>(3,827)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,880</u>	<u>3,880</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ (1,074)</u>	<u>\$ (1,021)</u>	<u>\$ 53</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,021	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,880)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
IDEA-B ENTITLEMENT

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	19,159	14,932	(4,227)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,159</u>	<u>14,932</u>	<u>(4,227)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	16,448	16,448	-
Support Services				
Students	-	2,711	2,711	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,159</u>	<u>19,159</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,227)</u>	<u>(4,227)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,227)</u>	<u>(4,227)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,227)</u>	<u>\$ (4,227)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,227	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
IDEA-B RISK POOL

Exhibit C-5

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	198	75	(123)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>198</u>	<u>75</u>	<u>(123)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	198	75	123
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>198</u>	<u>75</u>	<u>123</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
IDEA-B ENTITLEMENT

Exhibit C-6

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	2,599	2,599
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,599</u>	<u>2,599</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,599</u>	<u>2,599</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,599</u>	<u>2,599</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,368</u>	<u>4,368</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,967</u>	<u>\$ 6,967</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,599)	
Adjustments to expenditures			(368)	
NET CHANGE IN FUND BALANCE			<u>\$ (368)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,835	5,835	4,281	(1,554)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,835</u>	<u>5,835</u>	<u>4,281</u>	<u>(1,554)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,835	5,835	5,301	534
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,835</u>	<u>5,835</u>	<u>5,301</u>	<u>534</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,020)</u>	<u>(1,020)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,020)</u>	<u>(1,020)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,020)</u>	<u>\$ (1,020)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,020	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
SAFE & DRUG FREE SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	356	-	(356)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>356</u>	<u>-</u>	<u>(356)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	356	356	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>356</u>	<u>356</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(356)</u>	<u>(356)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(356)</u>	<u>(356)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (356)</u>	<u>\$ (356)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			356	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TAOS ACADEMY
 TITLE I IASA FEDERAL STIMULUS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	43	4,050	4,007
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>43</u>	<u>4,050</u>	<u>4,007</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	43	43	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>43</u>	<u>43</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,007</u>	<u>4,007</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,007</u>	<u>4,007</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,049)</u>	<u>(4,049)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (42)</u>	<u>\$ (42)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			42	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 4,049</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
SEG FEDERAL STIMULUS

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	14,213	15,851	1,638
Interest	-	-	-	-
<i>Total revenues</i>	-	14,213	15,851	1,638
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	11,684	11,684	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	4,167	4,167	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	15,851	15,851	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(1,638)	-	1,638
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(1,638)	-	1,638
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ (1,638)	\$ -	\$ 1,638
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
EDUCATION JOB FUND

Exhibit C-11

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	12,433	38,294	25,516	(12,778)
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,433</u>	<u>38,294</u>	<u>25,516</u>	<u>(12,778)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	12,433	38,294	38,294	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>12,433</u>	<u>38,294</u>	<u>38,294</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,778)</u>	<u>(12,778)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,778)</u>	<u>(12,778)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,778)</u>	<u>\$ (12,778)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			12,778	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
DUAL CREDIT INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	7,736	571	(7,165)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,736</u>	<u>571</u>	<u>(7,165)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,736	1,597	6,139
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>7,736</u>	<u>1,597</u>	<u>6,139</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,026)</u>	<u>(1,026)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,026)</u>	<u>(1,026)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,026)</u>	<u>\$ (1,026)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,026	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TAOS ACADEMY
 LIBRARY GO BONDS-LAWS OF 2008
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,000	-	(3,000)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,000	-	(3,000)
<i>Expenditures:</i>				
Current:				
Instruction	-	3,000	2,972	28
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	3,000	2,972	28
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,972)	(2,972)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(2,972)	(2,972)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,972)	\$ (2,972)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,464	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (508)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
TECHNOLOGY FOR EDUCATION PED
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,683	1,389	294
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,683</u>	<u>1,389</u>	<u>294</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,683)</u>	<u>(1,389)</u>	<u>294</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(1,683)</u>	<u>(1,389)</u>	<u>294</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,683</u>	<u>1,683</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ (1,683)</u>	<u>\$ 294</u>	<u>\$ 1,977</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ (1,389)</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
RURAL REVITALIZATION

Exhibit C-15

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	300	300
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>300</u>	<u>300</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>300</u>	<u>300</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(300)</u>	<u>(300)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 300</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
PRIVATE DIR. GRANTS (CATEGORICAL)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,000	\$ 1,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,000	1,000	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,000	1,000	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,000	1,000	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	67,850	67,850	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>67,850</u>	<u>67,850</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	67,850	67,850	-
<i>Total expenditures</i>	<u>-</u>	<u>67,850</u>	<u>67,850</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
SB9 CAPITAL IMPROVEMENTS

Exhibit C-18

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,171	-	(2,171)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,171</u>	<u>-</u>	<u>(2,171)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	2,171	2,171	-
<i>Total expenditures</i>	<u>-</u>	<u>2,171</u>	<u>2,171</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,171)</u>	<u>(2,171)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,171)</u>	<u>(2,171)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,171)</u>	<u>\$ (2,171)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,171	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 454</u>
<i>Total assets</i>	<u><u>454</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>454</u>
<i>Total liabilities</i>	<u><u>\$ 454</u></u>

The accompanying notes are an integral part of these financial statements
Z-31

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 654	12,104	12,304	\$ 454
Total assets	\$ 654	\$ 12,104	\$ 12,304	\$ 454
LIABILITIES				
Deposits held for others	\$ 654	12,104	12,304	\$ 454
Total liabilities	\$ 654	\$ 12,104	\$ 12,304	\$ 454

The accompanying notes are an integral part of these financial statements
 Z-32

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
 June 30, 2011

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2011
First Community Bank	GNR 2009-67 PA 5% Matures 11/20/2036	\$ 92,202
	GNR 2009-42 PA 5% Matures 1/20/2036	28,081
	GNR 2010-23 LC 3.5% Matures 10/20/2037	22,279
		\$ 142,562

The accompanying notes are and integral part of these financial statements
 Z-33

STATE OF NEW MEXICO Schedule II
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Bank Account Type	First Community Bank
Checking - Operational	\$ 371,845
Total On Deposit	371,845
Reconciling Items	(65,945)
Reconciled Balance June 30, 2011	\$ 305,900
Less Agency Funds	454
Total Cash	\$ 305,446

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account 11000	Instructional Materials 14000	Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 2500
Cash, June 30, 2010	\$ 119,856	\$ 15,763	\$ 654	\$ 4,199	\$ -
Add:					
2010-11 revenues	1,341,182	5,085	12,104	31,874	41,366
Loans from other funds	-	-	-	-	-
Total cash available	1,461,038	20,848	12,758	36,073	41,366
Less:					
2010-11 expenditures	(1,173,882)	(6,863)	(12,304)	(35,856)	(54,145)
Loans to other funds	(21,686)	-	-	2,732	12,779
Receivables/Payables	(31,585)	(13,985)	-	(2,949)	600
Cash, June 30, 2011	<u>233,885</u>	<u>-</u>	<u>454</u>	<u>-</u>	<u>600</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	68,300	-	-	2,967	(600)
Cash per Books	<u>302,185</u>	<u>-</u>	<u>454</u>	<u>2,967</u>	<u>-</u>

Fund Balance Reconciliation to GAAP Basis:					
Audit adjustments to income statement					
that closed to fund balance	-	-	-	-	-
Modified Accrual Adjustments	(68,626)	-	-	1,033	-
Fund Balance, Modified Accrual Bas	<u>233,559</u>	<u>-</u>	<u>454</u>	<u>4,000</u>	<u>-</u>

Schedule III

State Flow Through Fund 27000	Local/State 29000	Public School Capital Improvements Capital Outlay 31200	SB9 31700	Total
\$ 1,383	\$ -	\$ -	\$ -	\$ 141,855
571	1,000	67,850	-	1,501,032
-	-	-	-	-
1,954	1,000	67,850	-	1,642,887
(5,958)	(1,000)	(67,850)	(2,171)	(1,360,029)
4,004	-	-	-	(2,171)
-	-	-	2,171	(45,748)
-	-	-	-	234,939
294	-	-	-	70,961
294	-	-	-	\$ 305,900
			Less Activity Fund	\$ 454
			Exhibit B-1	\$ 305,446
-	-	-	-	-
(508)	-	-	-	(68,101)
(214)	-	-	-	237,799
			Less Activity Fund	454
			Exhibit B-1	\$ 237,345

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO PUBLIC
EDUCATION DEPARTMENT**

FINANCIAL STATEMENTS

JUNE 30, 2011

VOLUME VII

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 53,708
Receivables	
Due from other governments	97,900
Deposits	6,000
Prepaid expenses	47,243
Total current assets	<u>204,851</u>
Capital assets	
Furniture, fixtures and equipment	10,915
Less: accumulated depreciation	(728)
Total noncurrent assets	<u>10,187</u>
Total assets	<u><u>\$ 215,038</u></u>
LIABILITIES AND NET ASSETS	
Accounts Payable	\$ 8,941
Due to government	20,198
Accrued Salaries	32,113
Total current liabilities	<u>61,252</u>
Total liabilities	<u>61,252</u>
Invested in capital assets	10,187
Restricted for:	
Other	32,741
Unrestricted	110,858
Total net assets	<u>153,786</u>
Total liabilities and net assets	<u><u>\$ 215,038</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 448,652	6,799	287,408	-	\$ (154,445)
Support services:					
Students	41,574		-	-	(41,574)
Instruction	4,339	-		-	(4,339)
General Administration	20,844	-		-	(20,844)
School Administration	147,070	-		-	(147,070)
Central Services	135,285	-		-	(135,285)
Operation & Maintenance of Plant	145,249	-		-	(145,249)
Operation of Non-Instructional Service	-	-		-	-
Student Transportation	-	-		-	-
Food Services Operation	-	-		-	-
Community Services Operations	8,336	-		-	(8,336)
Facilities Materials, Supplies & Other Services	-	-		63,519	63,519
Total governmental activities	\$ 951,349	\$ 6,799	\$ 287,408	\$ 63,519	(593,623)
			General Revenues:		
			State Equalization Guarantee		692,188
			Miscellaneous		-
			Total general revenues		692,188
			Change in net assets		98,565
			Net assets - beginning		55,221
			Net assets - ending		\$ 153,786

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 29,945	\$ 23,763	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	-	2,070
Due from other funds	121,655	-	-	-
Deposits	-	-	-	-
Prepaid Expenses	-	-	-	-
	151,600	23,763	-	2,070
<i>Total assets</i>	151,600	23,763	-	2,070
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	-	-	8,941	-
Accrued expenses	31,801	-	-	-
Due to government	-	20,198	-	-
Due to other funds	-	-	-	2,070
	31,801	20,198	8,941	2,070
<i>Total liabilities</i>	31,801	20,198	8,941	2,070
<i>Fund balances</i>				
Fund Balance:				
Nonspendable				
Restricted	-	3,565	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned (deficit)	119,799	-	(8,941)	-
	119,799	3,565	(8,941)	-
<i>Total fund balance (deficit)</i>	119,799	3,565	(8,941)	-
 <i>Total liabilities and fund balance</i>	\$ 151,600	\$ 23,763	\$ -	\$ 2,070

Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,708
77,051	-	-	3,982	-	14,797	97,900
-	-	-	-	-	-	121,655
6,000	-	-	-	-	-	6,000
47,243	-	-	-	-	-	47,243
<u>130,294</u>	<u>-</u>	<u>-</u>	<u>3,982</u>	<u>-</u>	<u>14,797</u>	<u>326,506</u>
-	-	-	-	-	-	8,941
-	-	-	312	-	-	32,113
-	-	-	-	-	-	20,198
101,118	-	-	3,670	-	14,797	121,655
<u>101,118</u>	<u>-</u>	<u>-</u>	<u>3,982</u>	<u>-</u>	<u>14,797</u>	<u>182,907</u>
29,176	-	-	-	-	-	29,176
-	-	-	-	-	-	3,565
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>29,176</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,599</u>
<u>\$ 130,294</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,982</u>	<u>\$ -</u>	<u>\$ 14,797</u>	<u>\$ 326,506</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 143,599
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>10,187</u>
Net Assets-total Governmental Activities	<u>\$ 153,786</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county grant	\$ 6,799	\$ -	\$ -	\$ -
State grant	684,783	3,565	-	-
Federal grant	-	-	14,667	19,046
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>691,582</u>	<u>3,565</u>	<u>14,667</u>	<u>19,046</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	274,211	-	23,280	-
Support Services				
Students	14,375	-	114	19,046
Instruction	1,139	-	70	-
General Administration	18,840	-	-	-
School Administration	139,410	-	144	-
Central Services	65,958	-	-	-
Operation & Maintenance of Plant	49,584	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	8,336	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>571,853</u>	<u>-</u>	<u>23,608</u>	<u>19,046</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>119,729</u>	<u>3,565</u>	<u>(8,941)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>119,729</u>	<u>3,565</u>	<u>(8,941)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>70</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 119,799</u>	<u>\$ 3,565</u>	<u>\$ (8,941)</u>	<u>\$ -</u>

Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,799
-	-	-	-	-	63,519	751,867
229,300	885	7,404	19,948	-	-	291,250
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>229,300</u>	<u>885</u>	<u>7,404</u>	<u>19,948</u>	<u>-</u>	<u>63,519</u>	<u>1,049,916</u>
136,485	885	625	19,948	3,407	-	458,841
3,409	-	4,630	-	-	-	41,574
3,130	-	-	-	-	-	4,339
2,004	-	-	-	-	-	20,844
7,516	-	-	-	-	-	147,070
68,827	-	500	-	-	-	135,285
30,497	-	1,649	-	-	-	81,730
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	8,336
-	-	-	-	-	-	-
-	-	-	-	-	63,519	63,519
<u>251,868</u>	<u>885</u>	<u>7,404</u>	<u>19,948</u>	<u>3,407</u>	<u>63,519</u>	<u>961,538</u>
<u>(22,568)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>-</u>	<u>88,378</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(22,568)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>-</u>	<u>88,378</u>
<u>51,744</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,407</u>	<u>-</u>	<u>55,221</u>
<u>\$ 29,176</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 143,599</u>

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TAOS INTEGRATED SCHOOL OF THE ARTS
 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, 2011

Exhibit B-2
 (Page 3 of 3)

Governmental
 Funds

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

Net change in fund balances - total governmental funds	\$	88,378
--	----	--------

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		(728)
Capital Outlays		<u>10,915</u>

Change in Net Assets-total Governmental Activities	\$	<u>98,565</u>
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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 6,599	\$ 6,799	\$ 200
State grants	612,077	684,785	684,785	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>612,077</u>	<u>691,384</u>	<u>691,584</u>	<u>200</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	342,255	352,110	274,213	77,897
Support Services				
Students	18,864	25,807	14,375	11,432
Instruction	-	2,500	1,139	1,361
General Administration	22,000	24,430	18,840	5,590
School Administration	122,202	143,175	139,410	3,765
Central Services	50,000	61,768	65,958	(4,190)
Operation & Maintenance of Plant	56,756	73,253	49,584	23,669
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	8,341	8,336	5
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>612,077</u>	<u>691,384</u>	<u>571,855</u>	<u>119,529</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>119,729</u>	<u>119,729</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>119,729</u>	<u>119,729</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>70</u>	<u>70</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 119,799</u>	<u>\$ 119,799</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 119,729</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	21,969	21,969	23,763	1,794
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	21,969	21,969	23,763	1,794
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	21,969	21,969	-	21,969
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	21,969	21,969	-	21,969
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	23,763	23,763
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	23,763	23,763
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 23,763	\$ 23,763
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(20,198)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 3,565	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
TITLE I - IASA

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	23,461	14,667	(8,794)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>23,461</u>	<u>14,667</u>	<u>(8,794)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	18,134	14,340	3,794
Support Services				
Students	-	113	113	-
Instruction	-	5,070	70	5,000
General Administration	-	-	-	-
School Administration	-	144	144	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>23,461</u>	<u>14,667</u>	<u>8,794</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(8,941)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (8,941)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	22,268	16,976	(5,292)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>22,268</u>	<u>16,976</u>	<u>(5,292)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	22,268	19,046	3,222
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>22,268</u>	<u>19,046</u>	<u>3,222</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,070)</u>	<u>(2,070)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,070)</u>	<u>(2,070)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,070)</u>	<u>\$ (2,070)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,070	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	108,000	117,582	9,582
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>108,000</u>	<u>117,582</u>	<u>9,582</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	181,588	213,510	151,075	62,435
Support Services				
Students	-	3,438	3,409	29
Instruction	-	3,130	3,130	-
General Administration	7,481	16,029	2,004	14,025
School Administration	35,173	38,900	7,516	31,384
Central Services	97,771	135,066	74,975	60,091
Operation & Maintenance of Plant	26,000	86,134	27,385	58,749
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>348,013</u>	<u>496,207</u>	<u>269,494</u>	<u>226,713</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(348,013)</u>	<u>(388,207)</u>	<u>(151,912)</u>	<u>236,295</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(348,013)</u>	<u>(388,207)</u>	<u>(151,912)</u>	<u>236,295</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>74,861</u>	<u>74,861</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ (348,013)</u>	<u>\$ (388,207)</u>	<u>\$ (77,051)</u>	<u>\$ 311,156</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			110,768	
Adjustments to expenditures			<u>18,576</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (22,568)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	4,528	4,528	885	(3,643)
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,528</u>	<u>4,528</u>	<u>885</u>	<u>(3,643)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,528	4,528	885	3,643
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>4,528</u>	<u>4,528</u>	<u>885</u>	<u>3,643</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	6,279	7,404	7,404	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,279</u>	<u>7,404</u>	<u>7,404</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	625	625	-
Support Services				
Students	4,630	4,630	4,630	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	500	500	-
Operation & Maintenance of Plant	1,649	1,649	1,649	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,279</u>	<u>7,404</u>	<u>7,404</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	19,948	15,966	(3,982)
Interest	-	-	-	-
<i>Total revenues</i>	-	19,948	15,966	(3,982)
<i>Expenditures:</i>				
Current:				
Instruction	-	19,948	19,948	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	19,948	19,948	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,982)	(3,982)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(3,982)	(3,982)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,982)	\$ (3,982)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,982	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
STATE PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	-	(3,407)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,407	-	(3,407)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,407	3,407	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	3,407	3,407	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,407)	(3,407)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(3,407)	(3,407)
<i>Cash or fund balance, beginning of year</i>	-	-	3,407	3,407
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (3,407)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	63,519	48,722	(14,797)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>63,519</u>	<u>48,722</u>	<u>(14,797)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	63,519	63,519	-
<i>Total expenditures</i>	<u>-</u>	<u>63,519</u>	<u>63,519</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,797)</u>	<u>(14,797)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(14,797)</u>	<u>(14,797)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,797)</u>	<u>\$ (14,797)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			14,797	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 1,072</u>
<i>Total assets</i>	<u><u>1,072</u></u>
LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>1,072</u>
<i>Total liabilities</i>	<u><u>\$ 1,072</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TAOS INTEGRATED SCHOOL OF THE ARTS
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	2,470	1,398	\$ 1,072
Total assets	\$ -	\$ 2,470	\$ 1,398	\$ 1,072
LIABILITIES				
Deposits held for others	\$ -	2,470	1,398	\$ 1,072
Total liabilities	\$ -	\$ 2,470	\$ 1,398	\$ 1,072

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TAOS INTEGRATED SCHOOL OF THE ARTS
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Peoples Bank
Checking - Operational	\$ 91,980
Total On Deposit	91,980
Reconciling Items	(37,200)
Reconciled Balance June 30, 2011	\$ 54,780
Less Agency Funds	1,072
Total Cash	\$ 53,708

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TAOS INTEGRATED SCHOOL OF THE ARTS
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
Cash, June 30, 2010	\$ 70	\$ -	\$ -	\$ 51,744	\$ -	\$ 3,407	\$ -	\$ 55,221
Add:								
2010-11 revenues	691,584	23,763	2,469	184,775	23,369	-	48,722	974,682
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	691,654	23,763	2,469	236,519	23,369	3,407	48,722	1,029,903
Less:								
2010-11 expenditures	(571,853)	-	(1,397)	(305,040)	(27,351)	(3,407)	(63,519)	(972,567)
Loans to other funds	(121,654)	-	-	103,188	3,670	-	14,797	1
Receivables/Payables	3,972	-	-	(34,667)	312	-	-	(30,383)
Cash, June 30, 2011	<u>2,119</u>	<u>23,763</u>	<u>1,072</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,954</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	27,826	-	-	-	-	-	-	27,826
Cash per Books	<u>29,945</u>	<u>23,763</u>	<u>1,072</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 54,780</u>
						Less Activity Funds		\$ 1,072
						Per Exhibit B-1		<u>\$ 53,708</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	89,854	(20,198)	-	20,235	-	-	-	89,891
Fund Balance, Modified Accrual Bas	<u>119,799</u>	<u>3,565</u>	<u>1,072</u>	<u>20,235</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>144,671</u>
						Less Activity Funds		1,072
						Per Exhibit B-1		<u>\$ 143,599</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	38,484
Receivables	
Due from other governments	55,772
Prepays	20,344
Total current assets	114,600
Capital assets	
Furniture, fixtures and equipment	10,527
Less: accumulated depreciation	(1,755)
Total noncurrent assets	8,772
Total assets	\$ 123,372
LIABILITIES AND NET ASSETS	
Accounts payable	16,149
Due to government	1,922
Accrued Salaries	55,613
Deferred revenue	8,718
Total current liabilities	82,402
Total liabilities	82,402
Invested in capital assets	8,772
Restricted for:	
Other	23,178
Unrestricted	9,020
Total net assets	40,970
Total liabilities and net assets	\$ 123,372

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	519,218	-	199,858	-	\$ (319,360)
Support services:					
Students	102,814	-	-	-	(102,814)
Instruction	2,492	-	-	-	(2,492)
General Administration	12,058	-	-	-	(12,058)
School Administration	157,015	-	-	-	(157,015)
Central Services	72,868	-	-	-	(72,868)
Operation & Maintenance of Plant	47,945	-	-	-	(47,945)
Operation of Non-Instructional Services	45	-	-	-	(45)
Student Transportation	196,214	-	196,214	-	-
Food Services Operation	13,030	1,494	11,682	-	146
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	26,950	-	-	26,950	-
Total governmental activities	\$ 1,150,649	\$ 1,494	\$ 407,754	\$ 26,950	(714,451)
			General Revenues:		
					657,230
					23,513
					<u>680,743</u>
					(33,708)
					74,678
					<u>\$ 40,970</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
 (Page 1 of 4)

	<u>Operational</u> 11000	<u>Pupil</u> <u>Transportation</u> 13000	<u>Instructional</u> <u>Support</u> 14000	<u>Food</u> <u>Services</u> 21000
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 26,302	\$ 1,064	\$ 10,546	\$ 572
Accounts receivable				
Due from other governments	-	-	-	434
Due from other funds	47,320	-	-	-
Prepaid Expenses	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total assets</i>	<u>73,622</u>	<u>1,064</u>	<u>10,546</u>	<u>1,006</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	12,906	-	-	860
Accrued expenses	44,651	1,064	-	-
Due to government	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	8,718	-
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total liabilities</i>	<u>57,557</u>	<u>1,064</u>	<u>8,718</u>	<u>860</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	-	1,828	146
Assigned	8,000	-	-	-
Unassigned (deficit)	8,065	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total fund balance (deficit)</i>	<u>16,065</u>	<u>-</u>	<u>1,828</u>	<u>146</u>
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Total liabilities and fund balance</i>	<u>\$ 73,622</u>	<u>\$ 1,064</u>	<u>\$ 10,546</u>	<u>\$ 1,006</u>

Title I IASA 24101	IDEA-B Entitlement 24106	Federal Charter Planning 24146	Teacher Principal Training 24154	Tile XIX Medicaid 25153	SEG Federal Stimulus 25250	Education Job 25255
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
12,823	3,247	18,575	-	8,877	-	4,598
-	-	-	-	-	-	-
-	-	20,344	-	-	-	-
<u>12,823</u>	<u>3,247</u>	<u>38,919</u>	<u>-</u>	<u>8,877</u>	<u>-</u>	<u>4,598</u>
-	-	786	-	1,597	-	-
5,284	1,472	-	-	-	-	3,142
-	-	-	-	-	-	-
7,539	1,775	23,669	305	7,280	-	1,456
-	-	-	-	-	-	-
<u>12,823</u>	<u>3,247</u>	<u>24,455</u>	<u>305</u>	<u>8,877</u>	<u>-</u>	<u>4,598</u>
-	-	20,344	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(5,880)	(305)	-	-	-
-	-	14,464	(305)	-	-	-
<u>\$ 12,823</u>	<u>\$ 3,247</u>	<u>\$ 38,919</u>	<u>\$ -</u>	<u>\$ 8,877</u>	<u>\$ -</u>	<u>\$ 4,598</u>

State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 38,484
-	7,218	55,772
-	-	47,320
-	-	20,344
<u>-</u>	<u>7,218</u>	<u>161,920</u>
-	-	16,149
-	-	55,613
-	1,922	1,922
-	5,296	47,320
-	-	8,718
<u>-</u>	<u>7,218</u>	<u>129,722</u>
-	-	20,344
-	-	1,974
-	-	8,000
<u>-</u>	<u>-</u>	<u>1,880</u>
<u>-</u>	<u>-</u>	<u>32,198</u>
<u>\$ -</u>	<u>\$ 7,218</u>	<u>\$ 161,920</u>

STATE OF NEW MEXICO
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 32,198
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>8,772</u>
Net Assets-total Governmental Activities	<u>\$ 40,970</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Pupil Transportation 13000	Instructional Support 14000	Food Services 21000
<i>Revenues:</i>				
Local and county grant	\$ 23,513	\$ -	\$ -	\$ -
Charges for services	-	-	-	1,494
State grant	650,200	196,214	1,843	-
Federal grant	-	-	-	11,682
Interest	-	-	-	-
<i>Total revenues</i>	<u>673,713</u>	<u>196,214</u>	<u>1,843</u>	<u>13,176</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	340,171	-	15	-
Support Services				
Students	79,845	-	-	-
Instruction	2,200	-	-	-
General Administration	1,000	-	-	-
School Administration	156,852	-	-	-
Central Services	31,662	-	-	-
Operation & Maintenance of Plant	22,073	-	-	-
Student Transportation	-	196,214	-	-
Other Support Services	45	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	13,030
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>633,848</u>	<u>196,214</u>	<u>15</u>	<u>13,030</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>39,865</u>	<u>-</u>	<u>1,828</u>	<u>146</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>39,865</u>	<u>-</u>	<u>1,828</u>	<u>146</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(23,800)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 16,065</u>	<u>\$ -</u>	<u>\$ 1,828</u>	<u>\$ 146</u>

Title I IASA 24101	IDEA-B Entitlement 24106	Federal Charter Planning 24146	Teacher Principal Training 24154	Tile XIX Medicaid 25153	SEG Federal Stimulus 25250	Education Job 25255
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
13,463	9,098	137,590	-	18,924	7,030	18,940
<u>13,463</u>	<u>9,098</u>	<u>137,590</u>	<u>-</u>	<u>18,924</u>	<u>7,030</u>	<u>18,940</u>
13,463	9,098	136,089	305	-	6,502	18,940
-	-	4,045	-	18,924	-	-
-	-	292	-	-	-	-
-	-	11,058	-	-	-	-
-	-	163	-	-	-	-
-	-	41,206	-	-	-	-
-	-	25,344	-	-	528	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>13,463</u>	<u>9,098</u>	<u>218,197</u>	<u>305</u>	<u>18,924</u>	<u>7,030</u>	<u>18,940</u>
-	-	(80,607)	(305)	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(80,607)	(305)	-	-	-
-	-	95,071	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,464</u>	<u>\$ (305)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 23,513
-	-	1,494
-	26,950	875,207
-	-	216,727
-	-	-
<u>-</u>	<u>26,950</u>	<u>1,116,941</u>
3,407	-	527,990
-	-	102,814
-	-	2,492
-	-	12,058
-	-	157,015
-	-	72,868
-	-	47,945
-	-	196,214
-	-	45
-	-	-
-	-	-
-	-	13,030
-	26,950	26,950
<u>3,407</u>	<u>26,950</u>	<u>1,159,421</u>
<u>(3,407)</u>	<u>-</u>	<u>(42,480)</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>(3,407)</u>	<u>-</u>	<u>(42,480)</u>
<u>3,407</u>	<u>-</u>	<u>74,678</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,198</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (42,480)
<p>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.</p>	
Depreciation expense	(1,755)
Capital Outlays	10,527
	8,772
Change in Net Assets-total Governmental Activities	\$ (33,708)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 22,107	\$ 23,513	\$ 1,406
State grants	612,570	650,200	650,200	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>612,570</u>	<u>672,307</u>	<u>673,713</u>	<u>1,406</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	332,136	345,100	340,054	5,046
Support Services				
Students	35,578	79,866	71,336	8,530
Instruction	-	1,108	2,200	(1,092)
General Administration	-	1,000	1,000	-
School Administration	166,556	154,939	156,006	(1,067)
Central Services	35,000	55,052	49,554	5,498
Operation & Maintenance of Plant	43,300	26,806	24,523	2,283
Student Transportation	-	-	-	-
Other Support Services	-	7,246	45	7,201
Food Services Operations	-	1,190	-	1,190
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>612,570</u>	<u>672,307</u>	<u>644,718</u>	<u>27,589</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>28,995</u>	<u>28,995</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>28,995</u>	<u>28,995</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>(25)</u>	<u>(25)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,970</u>	<u>\$ 28,970</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>10,870</u>	
NET CHANGE IN FUND BALANCE			<u><u>\$ 39,865</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
PUPIL TRANSPORTATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	196,214	196,214	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>196,214</u>	<u>196,214</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	196,214	195,150	1,064
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>196,214</u>	<u>195,150</u>	<u>1,064</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,064</u>	<u>1,064</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,064</u>	<u>1,064</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,064</u>	<u>\$ 1,064</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(1,064)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	9,764	1,843	10,561	8,718
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,764</u>	<u>1,843</u>	<u>10,561</u>	<u>8,718</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,764	1,843	15	1,828
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>9,764</u>	<u>1,843</u>	<u>15</u>	<u>1,828</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,546</u>	<u>10,546</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,546</u>	<u>10,546</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,546</u>	<u>\$ 10,546</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(8,718)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 1,828</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
FOOD SERVICES

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 1,494	\$ 1,494
State grants	-	-	-	-
Federal grants	-	12,635	11,248	(1,387)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,635</u>	<u>12,742</u>	<u>107</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	12,635	12,170	465
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,635</u>	<u>12,170</u>	<u>465</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>572</u>	<u>572</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>572</u>	<u>572</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 572</u>	<u>\$ 572</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			434	
Adjustments to expenditures			<u>(860)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 146</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
TITLE I - IASA

Exhibit C-5

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	957	13,463	640	(12,823)
Interest	-	-	-	-
<i>Total revenues</i>	<u>957</u>	<u>13,463</u>	<u>640</u>	<u>(12,823)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	957	13,463	13,463	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>957</u>	<u>13,463</u>	<u>13,463</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,823)</u>	<u>(12,823)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,823)</u>	<u>(12,823)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,823)</u>	<u>\$ (12,823)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			12,823	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	9,098	5,851	(3,247)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>9,098</u>	<u>5,851</u>	<u>(3,247)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	9,098	9,098	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>9,098</u>	<u>9,098</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,247)</u>	<u>(3,247)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,247)</u>	<u>(3,247)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,247)</u>	<u>\$ (3,247)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,247	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	306,910	438,652	229,184	(209,468)
Interest	-	-	-	-
<i>Total revenues</i>	<u>306,910</u>	<u>438,652</u>	<u>229,184</u>	<u>(209,468)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	97,102	307,708	176,146	131,562
Support Services				
Students	-	6,534	4,045	2,489
Instruction	-	682	292	390
General Administration	31,090	13,642	13,643	(1)
School Administration	41,661	27,375	20,600	6,775
Central Services	3,936	57,915	40,750	17,165
Operation & Maintenance of Plant	133,121	24,796	25,014	(218)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>306,910</u>	<u>438,652</u>	<u>280,490</u>	<u>158,162</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(51,306)</u>	<u>(51,306)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(51,306)</u>	<u>(51,306)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>27,637</u>	<u>27,637</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,669)</u>	<u>\$ (23,669)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(91,594)	
Adjustments to expenditures			62,293	
NET CHANGE IN FUND BALANCE			<u>\$ (80,607)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	1,816	2,000	-	(2,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,816</u>	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,083	1,267	305	962
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	733	733	-	733
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,816</u>	<u>2,000</u>	<u>305</u>	<u>1,695</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(305)</u>	<u>(305)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(305)</u>	<u>(305)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (305)</u>	<u>\$ (305)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (305)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
TITLE XIX MEDICAID
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	28,824	11,644	(17,180)
Interest	-	-	-	-
<i>Total revenues</i>	-	28,824	11,644	(17,180)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	28,824	18,924	9,900
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	28,824	18,924	9,900
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(7,280)	(7,280)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(7,280)	(7,280)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,280)	\$ (7,280)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,280	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	6,284	7,030	7,030	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,284</u>	<u>7,030</u>	<u>7,030</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	6,502	6,502	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	6,284	528	528	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>6,284</u>	<u>7,030</u>	<u>7,030</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
EDUCATION JOB FUND

Exhibit C-11

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	18,940	14,342	(4,598)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>18,940</u>	<u>14,342</u>	<u>(4,598)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	18,940	18,940	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>18,940</u>	<u>18,940</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,598)</u>	<u>(4,598)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,598)</u>	<u>(4,598)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,598)</u>	<u>\$ (4,598)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,598	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
STATE PLANNING

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	-	(3,407)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,407</u>	<u>-</u>	<u>(3,407)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,407	3,407	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,407</u>	<u>3,407</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,407)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	28,872	21,654	(7,218)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	28,872	21,654	(7,218)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	28,872	26,950	1,922
<i>Total expenditures</i>	-	28,872	26,950	1,922
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(5,296)	(5,296)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(5,296)	(5,296)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (5,296)	\$ (5,296)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,296	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>NM Bank & Trust</u>
Checking - Operational	\$ 40,512
Checking - Food Service	\$ 572
	<hr/>
Total On Deposit	41,084
Reconciling Items	<hr/> (2,600)
	<hr/>
Total Cash	<u>\$ 38,484</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ALBUQUERQUE SIGN LANGUAGE ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000
Cash, June 30, 2010	\$ (25)	\$ -	\$ -	\$ -	\$ 33,328
Add:					
2010-11 revenues	673,712	196,214	10,561	12,742	235,675
Loans from other funds	-	-	-	-	33,288
Total cash available	673,687	196,214	10,561	12,742	302,291
Less:					
2010-11 expenditures	(644,717)	(196,214)	(15)	(12,170)	(303,355)
Loans to other funds	(47,319)	-	-	-	-
Receivables/Payables	44,651	1,064	-	-	1,064
Cash, June 30, 2011	<u>26,302</u>	<u>1,064</u>	<u>10,546</u>	<u>572</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	<u>26,302</u>	<u>1,064</u>	<u>10,546</u>	<u>572</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit adjustments to income statement that closed to fund balance	-	-	-	-	-
Modified Accrual Adjustments	(1,728)	(1,064)	(8,718)	434	14,159
Fund Balance, Modified Accrual Basis	<u>24,574</u>	<u>-</u>	<u>1,828</u>	<u>1,006</u>	<u>14,159</u>

The accompanying notes are an integral part of these financial statements
BB-25

Federal Direct Fund 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
\$ -	\$ 3,407	\$ -	\$ 36,710
33,016	-	21,654	1,183,574
8,735	-	5,296	47,319
41,751	3,407	26,950	1,267,603
(44,893)	(3,407)	(26,950)	(1,231,721)
-	-	-	(47,319)
3,142	-	-	49,921
-	-	-	38,484
-	-	-	-
-	-	-	\$ 38,484
-	-	-	-
(8,509)	-	-	(5,426)
(8,509)	-	-	33,058

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 121,186
Receivables	
Due from other governments	15,082
Prepaid	20,000
Total current assets	<u>156,268</u>
Capital assets	
Furniture, fixtures and equipment	6,416
Less: accumulated depreciation	<u>(963)</u>
Total noncurrent assets	<u>5,453</u>
Total assets	<u><u>\$ 161,721</u></u>
LIABILITIES AND NET ASSETS	
Accounts payable	\$ 69,958
Accrued salaries	14,942
Deferred revenue	46,970
Total current liabilities	<u>131,870</u>
Total liabilities	<u>131,870</u>
Invested in capital assets	5,453
Restricted for:	
Other	35,493
Unrestricted (deficit)	<u>(11,095)</u>
Total net assets	<u>29,851</u>
Total liabilities and net assets	<u><u>\$ 161,721</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	823,532	\$ 144	455,028	\$ -	\$ (368,360)
Support services:					
Students	151,498	-	500	-	(150,998)
Instruction	-	-	-	-	-
General Administration	21,231	-	-	-	(21,231)
School Administration	241,857	-	-	-	(241,857)
Central Services	94,593	-	-	-	(94,593)
Operation & Maintenance of Plant	207,179	-	-	-	(207,179)
Operation of Non-Instructional Service:	4	-	-	-	(4)
Student Transportation	-	-	-	-	-
Food Services Operation	4,797	4,476	-	-	(321)
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	79,399	-	-	79,399	-
Total governmental activities	\$ 1,624,090	\$ 4,620	\$ 455,528	\$ 79,399	(1,084,543)
			General Revenues:		
			State Equalization Guarantee		1,104,962
			Total general revenues		1,104,962
			Change in net assets		20,419
			Net assets - beginning		9,432
			Net assets - ending		\$ 29,851

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 18,877	\$ 7,547	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	-	7,470
Due from other funds	15,231	-	-	-
Prepaid Expenses	-	-	-	-
	<u>34,108</u>	<u>7,547</u>	<u>-</u>	<u>7,470</u>
<i>Total assets</i>				
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	6,038	-	-	-
Accrued expenses	13,711	-	-	317
Due to other funds	-	-	294	7,153
Deferred revenue - other	-	31,970	-	-
	<u>19,749</u>	<u>31,970</u>	<u>294</u>	<u>7,470</u>
<i>Total liabilities</i>				
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	1,000	-	-	-
Unassigned (deficit)	13,359	(24,423)	(294)	-
	<u>14,359</u>	<u>(24,423)</u>	<u>(294)</u>	<u>-</u>
<i>Total fund balance (deficit)</i>				
	<u>\$ 34,108</u>	<u>\$ 7,547</u>	<u>\$ -</u>	<u>\$ 7,470</u>
<i>Total liabilities and fund balance</i>				

IDEA-B Entitlement 24106	IDEA B Risk Pool 24120	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250
\$ 343	\$ -	\$ 79,413	\$ -	\$ -
-	-	-	-	-
-	-	20,000	-	-
<u>343</u>	<u>-</u>	<u>99,413</u>	<u>-</u>	<u>-</u>
-	-	63,920	-	-
343	-	-	-	-
-	-	-	737	-
-	-	-	-	-
<u>343</u>	<u>-</u>	<u>63,920</u>	<u>737</u>	<u>-</u>
-	-	20,000	-	-
-	-	15,493	-	-
-	-	-	-	-
-	-	-	(737)	-
<u>-</u>	<u>-</u>	<u>35,493</u>	<u>(737)</u>	<u>-</u>
<u>\$ 343</u>	<u>\$ -</u>	<u>\$ 99,413</u>	<u>\$ -</u>	<u>\$ -</u>

Education Job Fund 25255	General Mills Foundation 26166	CNM Foundation 26207	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ 15,000	\$ 6	\$ -	\$ -	\$ 121,186
7,612	-	-	-	-	15,082
-	-	-	-	-	15,231
-	-	-	-	-	20,000
<u>7,612</u>	<u>15,000</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>171,499</u>
-	-	-	-	-	69,958
565	-	6	-	-	14,942
7,047	-	-	-	-	15,231
-	15,000	-	-	-	46,970
<u>7,612</u>	<u>15,000</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>147,101</u>
-	-	-	-	-	20,000
-	-	-	-	-	15,493
-	-	-	-	-	1,000
-	-	-	-	-	(12,095)
-	-	-	-	-	24,398
<u>\$ 7,612</u>	<u>\$ 15,000</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 171,499</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 24,398
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>5,453</u>
Net Assets-total Governmental Activities	<u><u>\$ 29,851</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 352	\$ -	\$ 4,476	\$ -
State grant	1,093,143	7,635	-	-
Federal grant	-	-	-	10,015
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,093,495</u>	<u>7,635</u>	<u>4,476</u>	<u>10,015</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	474,836	32,058	-	2,785
Support Services				
Students	144,078	-	-	7,230
Instruction	-	-	-	-
General Administration	4,519	-	-	-
School Administration	201,309	-	-	-
Central Services	73,525	-	-	-
Operation & Maintenance of Plant	180,838	-	-	-
Student Transportation	-	-	-	-
Other Support Services	4	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	27	-	4,770	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,079,136</u>	<u>32,058</u>	<u>4,770</u>	<u>10,015</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>14,359</u>	<u>(24,423)</u>	<u>(294)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>14,359</u>	<u>(24,423)</u>	<u>(294)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 14,359</u>	<u>\$ (24,423)</u>	<u>\$ (294)</u>	<u>\$ -</u>

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Charter School Planning 24146	Teacher/Principal Training 24154	SEG Federal Stimulus 25250
\$ -	\$ -	\$ 5	\$ -	\$ -
-	-	-	-	-
26,771	290	376,248	2,013	11,819
-	-	-	-	-
-	-	-	-	-
<u>26,771</u>	<u>290</u>	<u>376,253</u>	<u>2,013</u>	<u>11,819</u>
26,771	290	252,436	2,013	-
-	-	190	-	-
-	-	-	-	-
-	-	16,712	-	-
-	-	41,857	737	-
-	-	21,068	-	-
-	-	14,522	-	11,819
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>26,771</u>	<u>290</u>	<u>346,785</u>	<u>2,750</u>	<u>11,819</u>
-	-	29,468	(737)	-
-	-	-	-	-
-	-	-	-	-
-	-	29,468	(737)	-
-	-	6,025	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,493</u>	<u>\$ (737)</u>	<u>\$ -</u>

Education Job Fund 25255	General Mills Foundation 26166	CNM Foundation 26207	State Planning 27112	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 500	\$ -	\$ -	\$ 5,333
-	-	-	-	79,399	1,180,177
31,843	-	-	-	-	458,999
-	-	-	-	-	-
-	-	-	-	-	-
<u>31,843</u>	<u>-</u>	<u>500</u>	<u>-</u>	<u>79,399</u>	<u>1,644,509</u>
31,843	-	500	-	-	823,532
-	-	-	-	-	151,498
-	-	-	-	-	-
-	-	-	-	-	21,231
-	-	-	3,407	-	247,310
-	-	-	-	-	94,593
-	-	-	-	-	207,179
-	-	-	-	-	-
-	-	-	-	-	4
-	-	-	-	-	-
-	-	-	-	-	4,797
-	-	-	-	79,399	79,399
<u>31,843</u>	<u>-</u>	<u>500</u>	<u>3,407</u>	<u>79,399</u>	<u>1,629,543</u>
-	-	-	(3,407)	-	14,966
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(3,407)	-	14,966
-	-	-	3,407	-	9,432
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,398</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 14,966
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	(963)
Capital Outlays	<u>6,416</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ 20,419</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 352	\$ 352
State grants	1,288,485	1,093,142	1,093,143	1
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,288,485</u>	<u>1,093,142</u>	<u>1,093,495</u>	<u>353</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	632,615	474,237	455,087	19,150
Support Services				
Students	80,290	146,708	144,078	2,630
Instruction	-	-	-	-
General Administration	29,500	6,424	4,519	1,905
School Administration	143,340	208,399	201,309	7,090
Central Services	194,999	73,521	73,525	(4)
Operation & Maintenance of Plant	207,741	183,756	180,838	2,918
Student Transportation	-	-	-	-
Other Support Services	-	4	4	-
Food Services Operations	-	93	27	66
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,288,485</u>	<u>1,093,142</u>	<u>1,059,387</u>	<u>33,755</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>34,108</u>	<u>34,108</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>34,108</u>	<u>34,108</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,108</u>	<u>\$ 34,108</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(19,749)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 14,359</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	36,616	36,616	39,605	2,989
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>36,616</u>	<u>36,616</u>	<u>39,605</u>	<u>2,989</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	36,616	36,616	32,058	4,558
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>36,616</u>	<u>36,616</u>	<u>32,058</u>	<u>4,558</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,547</u>	<u>7,547</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,547</u>	<u>7,547</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,547</u>	<u>\$ 7,547</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(31,970)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (24,423)</u>	

The accompanying notes are an integral part of these financial statements
CC-12

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 5,000	\$ 4,476	\$ (524)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>4,476</u>	<u>(524)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	5,000	4,770	230
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,000</u>	<u>4,770</u>	<u>230</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(294)</u>	<u>(294)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(294)</u>	<u>(294)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (294)</u>	<u>\$ (294)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (294)</u>	

The accompanying notes are an integral part of these financial statements
 CC-13

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	9,752	10,015	2,545	(7,470)
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,752</u>	<u>10,015</u>	<u>2,545</u>	<u>(7,470)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,752	-	2,785	(2,785)
Support Services				
Students	-	10,015	7,230	2,785
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>9,752</u>	<u>10,015</u>	<u>10,015</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,470)</u>	<u>(7,470)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,470)</u>	<u>(7,470)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,470)</u>	<u>\$ (7,470)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,470	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	26,771	26,771	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>26,771</u>	<u>26,771</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	26,771	26,771	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,771</u>	<u>26,771</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
IDEA-B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	290	290	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>290</u>	<u>290</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	290	290	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>290</u>	<u>290</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 5	\$ 5
State grants	-	-	-	-
Federal grants	298,447	406,447	376,248	(30,199)
Interest	-	-	-	-
<i>Total revenues</i>	<u>298,447</u>	<u>406,447</u>	<u>376,253</u>	<u>(30,194)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	182,167	182,035	188,516	(6,481)
Support Services				
Students	-	980	190	790
Instruction	-	-	-	-
General Administration	-	1,000	16,712	(15,712)
School Administration	46,477	105,318	41,857	63,461
Central Services	9,965	78,384	21,068	57,316
Operation & Maintenance of Plant	59,838	59,838	34,522	25,316
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>298,447</u>	<u>427,555</u>	<u>302,865</u>	<u>124,690</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(21,108)</u>	<u>73,388</u>	<u>94,496</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	21,108	-	(21,108)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>21,108</u>	<u>-</u>	<u>(21,108)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>73,388</u>	<u>73,388</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>6,025</u>	<u>6,025</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,413</u>	<u>\$ 79,413</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(43,920)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 29,468</u>	

The accompanying notes are an integral part of these financial statements
CC-17

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	2,889	2,750	2,013	(737)
Interest	-	-	-	-
<i>Total revenues</i>	2,889	2,750	2,013	(737)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,889	2,750	2,013	737
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	737	(737)
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	2,889	2,750	2,750	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(737)	(737)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(737)	(737)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (737)	\$ (737)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (737)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	13,219	11,819	11,819	-
Interest	-	-	-	-
<i>Total revenues</i>	13,219	11,819	11,819	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	13,219	11,819	11,819	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	13,219	11,819	11,819	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
CC-19

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
EDUCATION JOB FUND

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	31,843	24,231	(7,612)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,843</u>	<u>24,231</u>	<u>(7,612)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	31,843	31,843	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>31,843</u>	<u>31,843</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,612)</u>	<u>(7,612)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,612)</u>	<u>(7,612)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,612)</u>	<u>\$ (7,612)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,612	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
GENERAL MILLS FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 15,000	\$ 15,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	15,000	15,000
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	15,000	15,000
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	15,000	15,000
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 15,000	\$ 15,000
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(15,000)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
CNM FOUNDATION

Exhibit C-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 500	\$ 500	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	500	494	6
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>500</u>	<u>494</u>	<u>6</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6</u>	<u>6</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>6</u>	<u>6</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 6</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(6)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
STATE PLANNING

Exhibit C-13

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	3,407	3,407	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(3,407)</u>	<u>(3,407)</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,407</u>	<u>3,407</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ (3,407)</u>	<u>\$ -</u>	<u>\$ 3,407</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,407)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-14

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	79,399	79,399	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>79,399</u>	<u>79,399</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	79,399	79,399	-
<i>Total expenditures</i>	<u>-</u>	<u>79,399</u>	<u>79,399</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 7,631</u>
<i>Total assets</i>	<u><u>7,631</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>7,631</u>
<i>Total liabilities</i>	<u><u>\$ 7,631</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 2,100	9,272	3,741	\$ 7,631
Total assets	\$ 2,100	\$ 9,272	\$ 3,741	\$ 7,631
LIABILITIES				
Deposits held for others	\$ 2,100	9,272	3,741	\$ 7,631
Total liabilities	\$ 2,100	\$ 9,272	\$ 3,741	\$ 7,631

The accompanying notes are an integral part of these financial statements
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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 160,667</u>
Total On Deposit	160,667
Reconciling Items	<u>(31,850)</u>
Reconciled Balance June 30, 2011	<u>\$ 128,817</u>
Less Agency Funds	7,631
Total Cash	<u>\$ 121,186</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE ASK ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ -	\$ -	\$ -	\$ -	\$ 23,253
Add:					
2010-11 revenues	1,093,495	39,605	4,476	9,272	407,873
Loans from other funds	-	-	-	-	-
Total cash available	1,093,495	39,605	4,476	9,272	431,126
Less:					
2010-11 expenditures	(1,073,591)	(32,058)	(4,770)	(3,741)	(342,222)
Loans to other funds	(7,304)	-	294	-	-
Receivables/Payables	13,696	-	-	2,100	(16,567)
Cash, June 30, 2011	<u>26,296</u>	<u>7,547</u>	<u>-</u>	<u>7,631</u>	<u>72,337</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(7,419)	-	-	-	7,419
Cash per Books	<u>18,877</u>	<u>7,547</u>	<u>-</u>	<u>7,631</u>	<u>79,756</u>
Fund Balance Reconciliation to GAAP Basis:					
Unlocated difference	-	-	-	-	-
Modified Accrual Adjustments	(11,937)	(31,970)	(294)	-	(37,581)
Fund Balance, Modified Accrual Bas	<u>14,359</u>	<u>(24,423)</u>	<u>(294)</u>	<u>7,631</u>	<u>34,756</u>

The accompanying notes are an integral part of these financial statements

Schedule III

Federal Direct Account 25000	Local Grants Account 26000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ 3,407	\$ -	\$ 26,660
36,050	15,500	-	79,399	1,685,670
-	-	-	-	-
36,050	15,500	3,407	79,399	1,712,330
(43,624)	(500)	(3,407)	(79,399)	(1,583,312)
7,010	-	-	-	-
564	6	-	-	(201)
-	15,006	-	-	128,817
-	-	-	-	-
-	15,006	-	-	\$ 128,817
		Less Activity Funds		7,631
		Total Per Exhibit B-1		\$ 121,186
-	-	-	-	-
-	(15,006)	-	-	(96,788)
-	-	-	-	32,029
		Less Activity Funds		7,631
		Total Per Exhibit B-1		\$ 24,398

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	7,756
Receivables	
Due from other governments	314,317
Prepaid Expenses	45,000
Total current assets	367,073
Total assets	\$ 367,073
LIABILITIES AND NET ASSETS	
Accrued Salaries	5,298
Accounts Payable	99,997
Total current liabilities	105,295
Total liabilities	105,295
Restricted	187,831
Unrestricted	73,947
Total net assets	261,778
Total liabilities and net assets	\$ 367,073

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	112,177	-	568,027	-	455,850
Support services:					
Students	-	-	-	-	-
Instruction	48,150	-	-	-	(48,150)
General Administration	21,832	-	-	-	(21,832)
School Administration	121,490	-	-	-	(121,490)
Central Services	61,186	-	-	-	(61,186)
Operation & Maintenance of Plant	30,711	-	-	-	(30,711)
Student Transportation	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
Total governmental activities	395,546	-	568,027	-	172,481
General Revenues:					
State Equalization Guarantee					89,297
Total general revenues					89,297
Change in net assets					261,778
Net assets - beginning					-
Net assets - ending					261,778

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 2)

	Operational 11000	Federal Planning Charter School 24146	State Planning Charter School 27112	Total Primary Government
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	-	7,756	-	\$ 7,756
Accounts receivable				
Due from other governments	89,297	225,020	-	314,317
Prepaid Expenses	-	45,000	-	45,000
<i>Total assets</i>	<u>89,297</u>	<u>277,776</u>	<u>-</u>	<u>367,073</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accounts payable	15,350	84,647	-	99,997
Accrued expenses	-	5,298	-	5,298
<i>Total liabilities</i>	<u>15,350</u>	<u>89,945</u>	<u>-</u>	<u>105,295</u>
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	187,831	-	187,831
Unassigned	73,947	-	-	73,947
<i>Total fund balance</i>	<u>73,947</u>	<u>187,831</u>	<u>-</u>	<u>261,778</u>
<i>Total liabilities and fund balance</i>	<u>\$ 89,297</u>	<u>\$ 277,776</u>	<u>\$ -</u>	<u>\$ 367,073</u>

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE GREAT ACADEMY
 GOVERNMENTAL FUNDS
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit B-1
 (Page 2 of 2)

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 261,778
Net Assets-total Governmental Activities	\$ 261,778

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY

Exhibit B-2
(Page 1 of 2)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	Operational 11000	Federal Planning Charter School 24146	State Planning Charter School 27112	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
State grant	89,297	-	3,407	92,704
Federal grant	-	564,620	-	564,620
Interest	-	-	-	-
<i>Total revenues</i>	<u>89,297</u>	<u>564,620</u>	<u>3,407</u>	<u>657,324</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	111,788	389	112,177
Support Services				
Students	-	-	-	-
Instruction	-	48,150	-	48,150
General Administration	-	21,832	-	21,832
School Administration	3,115	115,357	3,018	121,490
Central Services	12,235	48,951	-	61,186
Operation & Maintenance of Plant	-	30,711	-	30,711
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,350</u>	<u>376,789</u>	<u>3,407</u>	<u>395,546</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>73,947</u>	<u>187,831</u>	<u>-</u>	<u>261,778</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>73,947</u>	<u>187,831</u>	<u>-</u>	<u>261,778</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 73,947</u>	<u>\$ 187,831</u>	<u>\$ -</u>	<u>\$ 261,778</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
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, 2011

Exhibit B-2
(Page 2 of 2)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	<u>\$ 261,778</u>
 Change in Net Assets-total Governmental Activities	 <u><u>\$ 261,778</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	-	-	-	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			89,297	
Adjustments to expenditures			15,350	
NET CHANGE IN FUND BALANCE			73,947	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
FEDERAL PLANNING CHARTER SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	\$ -
State grants	-	-	-	-
Federal grants	-	800,000	339,600	(460,400)
Interest	-	-	-	-
<i>Total revenues</i>	-	800,000	339,600	(460,400)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	348,154	58,674	289,480
Support Services				
Students	-	-	-	-
Instruction	-	56,259	48,150	8,109
General Administration	-	20,090	4,584	15,506
School Administration	-	150,865	115,357	35,508
Central Services	-	116,828	34,666	82,162
Operation & Maintenance of Plant	-	107,804	75,711	32,093
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	800,000	337,142	462,858
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,458	2,458
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	2,458	2,458
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	-	-	2,458	\$ 2,458
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			225,020	
Adjustments to expenditures			39,647	
NET CHANGE IN FUND BALANCE			<u>187,831</u>	

The accompanying notes are an integral part of these financial statements
DD-8

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
CHARTER SCHOOLS (PLANNING)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	\$ -
State grants	-	3,407	3,407	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,407	3,407	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	389	389	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	3,018	3,018	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	3,407	3,407	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	-	-	-	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			-	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 77,077</u>
Total On Deposit	77,077
Reconciling Items	<u>(69,321)</u>
Reconciled Balance June 30, 2011	<u><u>\$ 7,756</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE GREAT ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Federal Projects Account 24000	State Flow Through Fund 27000	Total
Cash, June 30, 2010	\$ -	\$ -	\$ -	\$ -
Add:				
2010-11 revenues	-	339,600	3,407	343,007
Total cash available	-	339,600	3,407	343,007
Less:				
2010-11 expenditures	-	(337,141)	(3,407)	(340,548)
Receivables/Payables	-	5,297	-	5,297
Cash, June 30, 2011	-	7,756	-	7,756
Fund Balance Reconciliation to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash per Books	-	7,756	-	\$ 7,756
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	73,947	180,075	-	254,022
Fund Balance, Modified Accrual Basis	73,947	187,831	-	261,778

The accompanying notes are an integral part of these financial statements
 DD-11

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE INTERNATIONAL SCHOOL AT MESA DEL SOL
 STATEMENT OF NET ASSETS
 JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	122,384
Receivables	
Due from other governments	21,055
Total current assets	143,439
Capital assets	
Buildings	117,836
Furniture, fixtures and equipment	66,946
Less: accumulated depreciation	(22,265)
Total noncurrent assets	162,517
Total assets	\$ 305,956
LIABILITIES AND NET ASSETS	
Accrued Salaries	64,126
Deferred Revenue	23
Current portion of capital lease obligation	39,590
Total current liabilities	103,739
Noncurrent portion of capital lease obligation	39,593
Total noncurrent liabilities	39,593
Total liabilities	143,332
Invested in capital assets, net of related debt	83,334
Restricted for:	
Other	40,354
Unrestricted	38,936
Total net assets	162,624
Total liabilities and net assets	\$ 305,956

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 485,173	\$ -	104,960	-	\$ (380,213)
Support services:					
Students	50,315	-	-	-	(50,315)
Instruction	29,328	-	-	-	(29,328)
General Administration	30,715	-	-	-	(30,715)
School Administration	198,173	-	-	-	(198,173)
Central Services	93,862	-	-	-	(93,862)
Operation & Maintenance of Plant	208,145	-	-	-	(208,145)
Food Services Operation	23,728	10,858	-	-	(12,870)
Facilities Materials, Supplies & Other Services	7,575	-	-	38,984	31,409
Total governmental activities	<u>\$ 1,127,014</u>	<u>\$ 10,858</u>	<u>\$ 104,960</u>	<u>\$ 38,984</u>	<u>(972,212)</u>
			General Revenues:		
			State Equalization Guarantee		894,432
			Interest income		5
			Miscellaneous		146,902
			Transfer out to agency fund		(4,097)
			Total general revenues		1,037,242
			Change in net assets		65,030
			Net assets - beginning		97,594
			Net assets - ending		\$ 162,624

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 5)

	Operational 11000	Instructional Support 14000	Food Services 21000	Non-Instructional Support 23000	Title I IASA 24101
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 82,120	\$ 3,487	\$ 1,600	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	90	-	3,005
Due from other funds	17,046	-	-	-	-
<i>Total assets</i>	<u>99,166</u>	<u>3,487</u>	<u>1,690</u>	<u>-</u>	<u>3,005</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accrued expenses	60,230	-	-	-	1,366
Due to other funds	-	-	-	-	1,639
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>60,230</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,005</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	3,487	1,690	-	-
Assigned	38,936	-	-	-	-
<i>Total fund balance</i>	<u>38,936</u>	<u>3,487</u>	<u>1,690</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 99,166</u>	<u>\$ 3,487</u>	<u>\$ 1,690</u>	<u>\$ -</u>	<u>\$ 3,005</u>

IDEA-B Entitlement 24106	IDEA-B Early Intervention Services 24112	IDEA-B Risk Pool 24120	Teacher/Principal Training and Recruiting 24154	Title IV Safe & Drug Free School 24157
\$ -	\$ -	\$ -	\$ -	\$ -
-	1,000	140	-	268
-	-	-	-	-
-	<u>1,000</u>	<u>140</u>	<u>-</u>	<u>268</u>
-	-	-	-	-
-	1,000	140	-	268
-	-	-	-	-
-	<u>1,000</u>	<u>140</u>	<u>-</u>	<u>268</u>
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 140</u>	<u>\$ -</u>	<u>\$ 268</u>

IDEA - B Entitlement Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Daniels Fund 26141	Keep NM Beautiful 26178	Private Dir Grants (Categorical) 29102
\$ -	\$ -	\$ -	\$ 25,341	\$ -	\$ 9,836
6,394	-	-	-	781	-
-	-	-	-	-	-
<u>6,394</u>	<u>-</u>	<u>-</u>	<u>25,341</u>	<u>781</u>	<u>9,836</u>
2,530	-	-	-	-	-
3,864	-	-	-	758	-
-	-	-	-	23	-
<u>6,394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>781</u>	<u>-</u>
-	-	-	25,341	-	9,836
-	-	-	-	-	-
-	-	-	<u>25,341</u>	-	<u>9,836</u>
<u>\$ 6,394</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,341</u>	<u>\$ 781</u>	<u>\$ 9,836</u>

Public Schools Capital Outlay 31200	Capital Improvement SB-9 31700	Total Primary Government
\$ -	\$ -	\$ 122,384
9,377	-	21,055
-	-	17,046
<u>9,377</u>	<u>-</u>	<u>160,485</u>
-	-	64,126
9,377	-	17,046
-	-	23
<u>9,377</u>	<u>-</u>	<u>81,195</u>
-	-	40,354
-	-	38,936
-	-	79,290
<u>\$ 9,377</u>	<u>\$ -</u>	<u>\$ 160,485</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 5 of 5)

		Governmental Funds	
Amounts reported for governmental activities in the statement of net assets are different because:			
Fund balances - total governmental funds	\$	79,290	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		162,517	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(79,183)	
Net Assets-total Governmental Activities	\$	162,624	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 5)

	Operational 11000	Instructional Support 14000	Food Services 21000	Non-Instructional Support 23000	Title I IASA 24101
<i>Revenues:</i>					
Local and county grant	19,270	\$ -	\$ 10,858	\$ -	\$ -
State grant	883,902	4,647	-	-	-
Federal grant	-	-	11,996	-	15,505
Miscellaneous income	127,632	-	-	-	-
Interest	5	-	-	-	-
<i>Total revenues</i>	<u>1,030,809</u>	<u>4,647</u>	<u>22,854</u>	<u>-</u>	<u>15,505</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	427,932	11,040	-	-	3,005
Support Services					
Students	29,946	-	-	-	-
Instruction	19,328	-	-	-	10,000
General Administration	26,596	-	-	-	-
School Administration	160,604	-	-	-	2,500
Central Services	93,862	-	-	-	-
Operation & Maintenance of Plant	201,267	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	23,728	-	-
Capital outlay	1,204	-	-	-	-
<i>Total expenditures</i>	<u>960,739</u>	<u>11,040</u>	<u>23,728</u>	<u>-</u>	<u>15,505</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>70,070</u>	<u>(6,393)</u>	<u>(874)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	(4,097)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,097)</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>70,070</u>	<u>(6,393)</u>	<u>(874)</u>	<u>(4,097)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>(31,134)</u>	<u>9,880</u>	<u>2,564</u>	<u>4,097</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 38,936</u>	<u>\$ 3,487</u>	<u>\$ 1,690</u>	<u>\$ -</u>	<u>\$ -</u>

IDEA-B Entitlement 24106	IDEA-B Early Intervention Services 24112	IDEA-B Risk Pool 24120	Teacher/Principal Training and Recruiting 24154	Title IV Safe & Drug Free School 24157
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
9,510	1,000	140	2,765	268
-	-	-	-	-
-	-	-	-	-
<u>9,510</u>	<u>1,000</u>	<u>140</u>	<u>2,765</u>	<u>268</u>
2,775	-	140	2,765	268
6,735	1,000	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>9,510</u>	<u>1,000</u>	<u>140</u>	<u>2,765</u>	<u>268</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IDEA - B Entitlement Federal Stimulus 24206	SEG Federal Stimulus 25250	Education Job Fund 25255	Daniels Fund 26141	Keep NM Beautiful 26178	Private Dir Grants (Categorical) 29102
\$ -	\$ -	\$ -	\$ -	\$ 758	\$ 9,836
-	-	-	-	-	-
22,787	10,530	25,748	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>22,787</u>	<u>10,530</u>	<u>25,748</u>	<u>-</u>	<u>758</u>	<u>9,836</u>
10,153	4,410	-	20,221	-	-
12,634	-	-	-	-	-
-	-	-	-	-	-
-	-	-	4,119	-	-
-	-	25,748	3,319	-	-
-	-	-	-	-	-
-	6,120	-	-	758	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>22,787</u>	<u>10,530</u>	<u>25,748</u>	<u>27,659</u>	<u>758</u>	<u>-</u>
-	-	-	(27,659)	-	9,836
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(27,659)	-	9,836
-	-	-	53,000	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,341</u>	<u>\$ -</u>	<u>\$ 9,836</u>

Public Schools Capital Outlay 31200	Capital Improvement SB-9 31700	Total Primary Government
\$ -	\$ -	\$ 40,722
37,508	1,476	927,533
-	-	100,249
-	-	127,632
-	-	5
<u>37,508</u>	<u>1,476</u>	<u>1,196,141</u>
-	-	482,709
-	-	50,315
-	-	29,328
-	-	30,715
-	-	192,171
-	-	93,862
-	-	208,145
-	-	-
-	-	-
-	-	-
-	-	23,728
<u>37,508</u>	<u>1,476</u>	<u>40,188</u>
<u>37,508</u>	<u>1,476</u>	<u>1,151,161</u>
-	-	44,980
-	-	(4,097)
-	-	(4,097)
-	-	40,883
-	-	38,407
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,290</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
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, 2011

Exhibit B-2
(Page 5 of 5)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 40,883
<p>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.</p>	
Depreciation expense	(14,505)
Capital Outlays	117,836
	103,331
<p>Capital assets acquired by capital leases are shown as an expenditure and other financing source in the governmental funds. The other financing source must be removed from the statement of activities; principal payments are applied to the lease liability</p>	
Other financing source- capital lease	35,631
Principal payments of capital lease	(114,815)
	(79,184)
Change in Net Assets-total Governmental Activities	\$ 65,030

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
OPERATING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 18,370	\$ 19,270	\$ 900
State grants	908,874	883,902	883,902	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>908,874</u>	<u>902,272</u>	<u>903,172</u>	<u>900</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	518,619	452,617	427,932	24,685
Support Services				
Students	38,694	32,694	29,946	2,748
Instruction	-	9,358	19,328	(9,970)
General Administration	22,650	30,415	36,046	(5,631)
School Administration	188,825	165,826	160,604	5,222
Central Services	43,495	94,408	97,612	(3,204)
Operation & Maintenance of Plant	96,591	134,074	109,893	24,181
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	1,204	1,204	-
<i>Total expenditures</i>	<u>908,874</u>	<u>920,596</u>	<u>882,565</u>	<u>38,031</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(18,324)</u>	<u>20,607</u>	<u>38,931</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	18,324	-	(18,324)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>18,324</u>	<u>-</u>	<u>(18,324)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>20,607</u>	<u>20,607</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>41,529</u>	<u>41,529</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,136</u>	<u>\$ 62,136</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			127,632	
Adjustments to expenditures			<u>(78,169)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 70,070</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,335	4,647	4,647	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,335</u>	<u>4,647</u>	<u>4,647</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,335	14,527	11,040	3,487
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,335</u>	<u>14,527</u>	<u>11,040</u>	<u>3,487</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(9,880)</u>	<u>(6,393)</u>	<u>3,487</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	9,880	-	(9,880)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>9,880</u>	<u>-</u>	<u>(9,880)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,393)</u>	<u>(6,393)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,880</u>	<u>9,880</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,487</u>	<u>\$ 3,487</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (6,393)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 10,857	\$ 10,857
State grants	-	-	-	-
Federal grants	-	17,000	11,907	(5,093)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>17,000</u>	<u>22,764</u>	<u>5,764</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	19,565	23,728	(4,163)
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,565</u>	<u>23,728</u>	<u>(4,163)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(2,565)</u>	<u>(964)</u>	<u>1,601</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	2,565	-	(2,565)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>2,565</u>	<u>-</u>	<u>(2,565)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(964)</u>	<u>(964)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,564</u>	<u>2,564</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,600</u>	<u>\$ 1,600</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			90	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (874)</u>	

The accompanying notes are an integral part of these financial statements
EE-15

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
NON-INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(4,097)	(4,097)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(4,097)</u>	<u>(4,097)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,097)</u>	<u>(4,097)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,097</u>	<u>4,097</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (4,097)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
TITLE I - IASA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	16,153	12,500	(3,653)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>16,153</u>	<u>12,500</u>	<u>(3,653)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,653	3,005	648
Support Services				
Students	-	-	-	-
Instruction	-	10,000	10,000	-
General Administration	-	-	-	-
School Administration	-	2,500	2,500	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>16,153</u>	<u>15,505</u>	<u>648</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,005)</u>	<u>(3,005)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,005)</u>	<u>(3,005)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,005)</u>	<u>\$ (3,005)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,005	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
EE-17

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	9,510	9,510	-
Interest	-	-	-	-
<i>Total revenues</i>	-	9,510	9,510	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,775	2,775	-
Support Services				
Students	-	6,735	6,735	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	9,510	9,510	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
IDEA-B EARLY INTERVENTION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	1,000	-	(1,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	1,000	1,000	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,000)</u>	<u>(1,000)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,000)</u>	<u>(1,000)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,000)</u>	<u>\$ (1,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,000	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
EE-19

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
IDEA-B RISK POOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	140	-	(140)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>140</u>	<u>-</u>	<u>(140)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	140	140	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>140</u>	<u>140</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(140)</u>	<u>(140)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(140)</u>	<u>(140)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (140)</u>	<u>\$ (140)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			140	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	2,765	5,976	2,765	(3,211)
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,765</u>	<u>5,976</u>	<u>2,765</u>	<u>(3,211)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,765	5,976	2,765	3,211
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,765</u>	<u>5,976</u>	<u>2,765</u>	<u>3,211</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE INTERNATIONAL SCHOOL AT MESA DEL SOL
 TITLE IV - A SAFE & DRUG FREE SCHOOL
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	314	-	(314)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>314</u>	<u>-</u>	<u>(314)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	314	268	46
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>314</u>	<u>268</u>	<u>46</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(268)</u>	<u>(268)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(268)</u>	<u>(268)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (268)</u>	<u>\$ (268)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			268	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
ENTITLEMENT IDEA-B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	22,787	16,393	(6,394)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>22,787</u>	<u>16,393</u>	<u>(6,394)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,153	10,153	-
Support Services				
Students	-	12,634	12,634	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>22,787</u>	<u>22,787</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,394)</u>	<u>(6,394)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,394)</u>	<u>(6,394)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (6,394)</u>	<u>\$ (6,394)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			6,394	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
 EE-23

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	9,324	10,721	10,530	(191)
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,324</u>	<u>10,721</u>	<u>10,530</u>	<u>(191)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,241	4,601	4,410	191
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	7,083	6,120	6,120	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>9,324</u>	<u>10,721</u>	<u>10,530</u>	<u>191</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
EDUCATION JOB FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	25,748	25,748	-
Interest	-	-	-	-
<i>Total revenues</i>	-	25,748	25,748	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	25,748	25,748	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	25,748	25,748	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
DANIELS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 53,000	\$ -	\$ (53,000)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>53,000</u>	<u>-</u>	<u>(53,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	36,510	20,221	16,289
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	4,222	4,119	103
School Administration	-	12,268	3,319	8,949
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>53,000</u>	<u>27,659</u>	<u>25,341</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(27,659)</u>	<u>(27,659)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(27,659)</u>	<u>(27,659)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>53,000</u>	<u>53,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,341</u>	<u>\$ 25,341</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (27,659)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
KEEP NM BEAUTIFUL

Exhibit C-15

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	758	(758)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>758</u>	<u>(758)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(758)</u>	<u>(758)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(758)</u>	<u>(758)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (758)</u>	<u>\$ (758)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			758	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
PRIVATE DIR. GRANTS (CATEGORICAL)
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 10,000	\$ 9,836	\$ (164)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,000</u>	<u>9,836</u>	<u>(164)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,350	-	4,350
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	5,650	-	5,650
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,836</u>	<u>9,836</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,836</u>	<u>9,836</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,836</u>	<u>\$ 9,836</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 9,836</u>	

The accompanying notes are an integral part of these financial statements
EE-28

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	37,508	28,131	(9,377)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>37,508</u>	<u>28,131</u>	<u>(9,377)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	37,508	37,508	-
<i>Total expenditures</i>	<u>-</u>	<u>37,508</u>	<u>37,508</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,377)</u>	<u>(9,377)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,377)</u>	<u>(9,377)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,377)</u>	<u>\$ (9,377)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,377	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
CAPITAL IMPROVEMENTS SB-9
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	1,476	1,476	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,476</u>	<u>1,476</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	1,476	1,476	-
<i>Total expenditures</i>	<u>-</u>	<u>1,476</u>	<u>1,476</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 5,088</u>
<i>Total assets</i>	<u><u>5,088</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>5,088</u>
<i>Total liabilities</i>	<u><u>\$ 5,088</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	6,868	1,780	\$ 5,088
Total assets	\$ -	\$ 6,868	\$ 1,780	\$ 5,088
LIABILITIES				
Deposits held for others	\$ -	6,868	1,780	\$ 5,088
Total liabilities	\$ -	\$ 6,868	\$ 1,780	\$ 5,088

The accompanying notes are an integral part of these financial statements
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STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE INTERNATIONAL SCHOOL AT MESA DEL SOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Bank of Albuquerque
Checking - Operational	\$ 145,754
Petty Cash	<u>50</u>
Total On Deposit	145,804
Reconciling Items	<u>(18,332)</u>
Reconciled Balance June 30, 2011	<u>\$ 127,472</u>
Less Agency Funds	5,088
Total Cash	<u><u>\$ 122,384</u></u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE INTERNATIONAL SCHOOL AT MESA DEL SOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ 41,530	\$ 9,880	\$ 2,564	\$ 4,097	\$ 135
Add:					
2010-11 revenues	903,177	4,647	22,764	2,771	41,168
Loans from other funds	-	-	-	-	-
Total cash available	944,707	14,527	25,328	6,868	41,303
Less:					
2010-11 expenditures	(882,567)	(11,040)	(23,728)	(1,780)	(51,975)
Loans to other funds	(17,046)	-	-	-	6,911
Receivables/Payables	37,026	-	-	-	3,761
Cash, June 30, 2011	<u>82,120</u>	<u>3,487</u>	<u>1,600</u>	<u>5,088</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	<u>82,120</u>	<u>3,487</u>	<u>1,600</u>	<u>5,088</u>	<u>-</u>

Fund Balance Reconciliation to GAAP Basis:					
Audit adjustments to income statement that closed to fund balance	-	-	-	-	-
Modified Accrual Adjustments	(43,184)	-	90	-	-
Fund Balance, Modified Accrual Bas	<u>\$ 38,936</u>	<u>\$ 3,487</u>	<u>\$ 1,690</u>	<u>\$ 5,088</u>	<u>\$ -</u>

Local Grants Account 26000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Capital Improvement SB-9 31700	Total
\$ 53,000	\$ -	\$ -	\$ -	\$ -	\$ 111,206
-	-	9,836	28,131	-	1,012,494
-	-	-	-	-	-
53,000	-	9,836	28,131	-	1,123,700
(28,417)	-	-	(37,508)	-	(1,037,015)
758	-	-	9,377	-	-
-	-	-	-	-	40,787
25,341	-	9,836	-	-	127,472
-	-	-	-	-	-
25,341	-	9,836	-	-	\$ 127,472
				Less Activity Fund	\$ 5,088
				Exhibit B-1	\$ 122,384
-	-	-	-	-	-
-	-	-	-	-	(43,094)
\$ 25,341	\$ -	\$ 9,836	\$ -	\$ -	84,378
				Less Activity Fund	5,088
				Exhibit B-1	\$ 79,290

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 321,132
Receivables	
Due from other governments	37,398
Other	<u>6,782</u>
Total current assets	<u>365,312</u>
Total assets	<u><u>\$ 365,312</u></u>
 LIABILITIES AND NET ASSETS	
Due to government	26,597
Accrued Salaries	<u>53,994</u>
Total current liabilities	80,591
Total liabilities	80,591
Restricted for:	
Other	11,782
Unrestricted	<u>272,939</u>
Total net assets	<u>284,721</u>
Total liabilities and net assets	<u><u>\$ 365,312</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	651,278	-	\$ 199,379	\$ -	\$ (451,899)
Support services:					
Students	161,048	-	-	-	(161,048)
Instruction	9,286	-	-	-	(9,286)
General Administration	29,970	-	-	-	(29,970)
School Administration	206,030	-	-	-	(206,030)
Central Services	110,565	-	-	-	(110,565)
Operation & Maintenance of Plant	23,241	-	-	-	(23,241)
Facilities Materials, Supplies & Other Services	69,998	-	-	69,998	-
Total governmental activities	\$ 1,261,416	\$ -	\$ 199,379	\$ 69,998	(992,039)
			General Revenues:		
			State Equalization Guarantee	1,186,165	
			Miscellaneous	5,635	
			Total general revenues	1,191,800	
			Change in net assets	199,761	
			Net assets - beginning	84,960	
			Net assets - ending	\$ 284,721	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(1 of 3)

	Operational 11000	Instructional Support 14000	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 289,535	\$ 26,597	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	7,380	-	2,662
Other	-	-	-	-	-
Due from other funds	36,220	-	-	-	-
<i>Total assets</i>	<u>325,755</u>	<u>26,597</u>	<u>7,380</u>	<u>-</u>	<u>2,662</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Due to government	-	26,597	-	-	-
Accrued expenses	52,816	-	1,178	-	-
Due to other funds	-	-	6,202	-	2,662
<i>Total liabilities</i>	<u>52,816</u>	<u>26,597</u>	<u>7,380</u>	<u>-</u>	<u>2,662</u>
<i>Fund balances</i>					
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	215,278	-	-	-	-
Unassigned	57,661	-	-	-	-
<i>Total fund balance</i>	<u>272,939</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 325,755</u>	<u>\$ 26,597</u>	<u>\$ 7,380</u>	<u>\$ -</u>	<u>\$ 2,662</u>

The accompanying notes are an integral part of these financial statements

SEG Federal Stimulus 25250	Education Job Fund 25255	2009 Dual Credit Instruction 27103	State Planning 27112	McCune Grant 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ 321,132
1,464	9,091	-	-	-	16,801	37,398
-	-	-	-	6,782	-	6,782
-	-	-	-	-	-	36,220
<u>1,464</u>	<u>9,091</u>	<u>-</u>	<u>-</u>	<u>11,782</u>	<u>16,801</u>	<u>401,532</u>
-	-	-	-	-	-	26,597
-	-	-	-	-	-	53,994
<u>1,464</u>	<u>9,091</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,801</u>	<u>36,220</u>
<u>1,464</u>	<u>9,091</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,801</u>	<u>116,811</u>
-	-	-	-	11,782	-	11,782
-	-	-	-	-	-	215,278
-	-	-	-	-	-	57,661
-	-	-	-	11,782	-	284,721
<u>\$ 1,464</u>	<u>\$ 9,091</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,782</u>	<u>\$ 16,801</u>	<u>\$ 401,532</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
GOVERNMENTAL FUNDS

Exhibit B-1
(3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 284,721
Net Assets-total Governmental Activities	<u>\$ 284,721</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154
<i>Revenues:</i>					
Local and county grant	\$ 635	\$ -	\$ -	\$ -	\$ -
State grant	1,173,478	5,087	-	-	-
Federal grant	-	-	24,404	158,057	5,241
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,174,113</u>	<u>5,087</u>	<u>24,404</u>	<u>158,057</u>	<u>5,241</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	438,380	5,087	-	110,946	5,241
Support Services					
Students	135,258	-	24,404	1,386	-
Instruction	6,161	-	-	3,125	-
General Administration	16,435	-	-	13,535	-
School Administration	197,245	-	-	8,785	-
Central Services	88,547	-	-	21,310	-
Operation & Maintenance of Plant	19,148	-	-	4,093	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>901,174</u>	<u>5,087</u>	<u>24,404</u>	<u>163,180</u>	<u>5,241</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>272,939</u>	<u>-</u>	<u>-</u>	<u>(5,123)</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	(8,898)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(8,898)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>264,041</u>	<u>-</u>	<u>-</u>	<u>(5,123)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>8,898</u>	<u>-</u>	<u>-</u>	<u>5,123</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 272,939</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEG Federal Stimulus 25250	Education Job Fund 25255	2009 Dual Credit Instruction 27103	State Planning 27112	McCune Grant 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	-	-	-	5,000	\$ -	\$ 5,635
-	-	39,939	3,407	-	69,998	1,291,909
12,687	34,183	-	-	-	-	234,572
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>12,687</u>	<u>34,183</u>	<u>39,939</u>	<u>3,407</u>	<u>5,000</u>	<u>69,998</u>	<u>1,532,116</u>
12,687	34,183	39,939	2,699	2,116	-	651,278
-	-	-	-	-	-	161,048
-	-	-	-	-	-	9,286
-	-	-	-	-	-	29,970
-	-	-	-	-	-	206,030
-	-	-	708	-	-	110,565
-	-	-	-	-	-	23,241
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	69,998	69,998
<u>12,687</u>	<u>34,183</u>	<u>39,939</u>	<u>3,407</u>	<u>2,116</u>	<u>69,998</u>	<u>1,261,416</u>
-	-	-	-	2,884	-	270,700
-	-	-	-	8,898	-	-
-	-	-	-	8,898	-	-
-	-	-	-	11,782	-	270,700
-	-	-	-	-	-	14,021
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,782</u>	<u>\$ -</u>	<u>\$ 284,721</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
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, 2011

Exhibit B-2
(Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 270,700
Deferred revenue recognized as revenue in prior year statement of activities	(70,939)
Change in Net Assets-total Governmental Activities	<u>\$ 199,761</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 635	\$ 635
State grants	1,093,989	1,173,478	1,173,478	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,093,989</u>	<u>1,173,478</u>	<u>1,174,113</u>	<u>635</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	603,485	682,974	428,649	254,325
Support Services				
Students	117,356	140,851	135,258	5,593
Instruction	25,679	7,750	6,161	1,589
General Administration	22,000	19,000	16,435	2,565
School Administration	147,373	205,623	197,245	8,378
Central Services	112,679	91,404	88,547	2,857
Operation & Maintenance of Plant	65,417	25,876	19,148	6,728
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,093,989</u>	<u>1,173,478</u>	<u>891,443</u>	<u>282,035</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>282,670</u>	<u>282,670</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>282,670</u>	<u>282,670</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,670</u>	<u>\$ 282,670</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(18,629)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 264,041</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	29,293	29,293	31,684	2,391
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>29,293</u>	<u>29,293</u>	<u>31,684</u>	<u>2,391</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	29,293	29,293	5,087	24,206
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>29,293</u>	<u>29,293</u>	<u>5,087</u>	<u>24,206</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>26,597</u>	<u>26,597</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>26,597</u>	<u>26,597</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,597</u>	<u>\$ 26,597</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			(26,597)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	24,404	17,024	(7,380)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>24,404</u>	<u>17,024</u>	<u>(7,380)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	24,404	24,404	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>24,404</u>	<u>24,404</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,380)</u>	<u>(7,380)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,380)</u>	<u>(7,380)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,380)</u>	<u>\$ (7,380)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			7,380	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	241,771	231,002	(10,769)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>241,771</u>	<u>231,002</u>	<u>(10,769)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	231,201	339,201	113,302	225,899
Support Services				
Students	3,000	4,430	1,386	3,044
Instruction	-	3,125	3,125	-
General Administration	14,152	102,053	84,124	17,929
School Administration	5,528	13,228	8,785	4,443
Central Services	1,994	30,609	16,187	14,422
Operation & Maintenance of Plant	-	5,000	4,093	907
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>255,875</u>	<u>497,646</u>	<u>231,002</u>	<u>266,644</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(255,875)</u>	<u>(255,875)</u>	<u>-</u>	<u>255,875</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(255,875)</u>	<u>(255,875)</u>	<u>-</u>	<u>255,875</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ (255,875)</u>	<u>\$ (255,875)</u>	<u>\$ -</u>	<u>\$ 255,875</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			(72,945)	
Adjustments to expenditures			67,822	
NET CHANGE IN FUND BALANCE			<u>\$ (5,123)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,241	5,241	2,579	(2,662)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,241</u>	<u>5,241</u>	<u>2,579</u>	<u>(2,662)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,241	5,241	5,241	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>5,241</u>	<u>5,241</u>	<u>5,241</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,662)</u>	<u>(2,662)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,662)</u>	<u>(2,662)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,662)</u>	<u>\$ (2,662)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures			2,662	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	11,223	12,687	11,223	(1,464)
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,223</u>	<u>12,687</u>	<u>11,223</u>	<u>(1,464)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,223	12,687	12,687	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,223</u>	<u>12,687</u>	<u>12,687</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,464)</u>	<u>(1,464)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,464)</u>	<u>(1,464)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,464)</u>	<u>\$ (1,464)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures			1,464	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
EDUCATION JOB FUND

Exhibit C-7

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	34,183	25,092	(9,091)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>34,183</u>	<u>25,092</u>	<u>(9,091)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	34,183	34,183	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>34,183</u>	<u>34,183</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,091)</u>	<u>(9,091)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,091)</u>	<u>(9,091)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,091)</u>	<u>\$ (9,091)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures			9,091	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
2009 DUAL CREDIT INSTRUCTION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	42,575	39,939	(2,636)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>42,575</u>	<u>39,939</u>	<u>(2,636)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	42,575	39,939	2,636
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>42,575</u>	<u>39,939</u>	<u>2,636</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
 FF-16

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
STATE PLANNING

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,407	3,407	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,699	2,699	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	708	708	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,407</u>	<u>3,407</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
MCCUNE GRANT

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 5,000	\$ 5,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	2,116	(2,116)
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>2,116</u>	<u>(2,116)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,884</u>	<u>2,884</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	8,898	8,898
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>8,898</u>	<u>8,898</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>11,782</u>	<u>11,782</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,782</u>	<u>\$ 11,782</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 11,782</u>	

The accompanying notes are an integral part of these financial statements
FF-18

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
PUBLIC SCHOOL CAPITAL OUTLAY GRANT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	71,395	53,197	(18,198)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>71,395</u>	<u>53,197</u>	<u>(18,198)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	71,395	69,998	1,397
<i>Total expenditures</i>	<u>-</u>	<u>71,395</u>	<u>69,998</u>	<u>1,397</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(16,801)</u>	<u>(16,801)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(16,801)</u>	<u>(16,801)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,801)</u>	<u>\$ (16,801)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			16,801	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
FF-19

STATE OF NEW MEXICO
THE MASTERS PROGRAM
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	\$ 3,299
<i>Total assets</i>	<u>3,299</u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>3,299</u>
<i>Total liabilities</i>	<u>\$ 3,299</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE MASTERS PROGRAM
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	6,591	3,292	\$ 3,299
Total assets	\$ -	\$ 6,591	\$ 3,292	\$ 3,299
LIABILITIES				
Deposits held for others	\$ -	6,591	3,292	\$ 3,299
Total liabilities	\$ -	\$ 6,591	\$ 3,292	\$ 3,299

The accompanying notes are an integral part of these financial statements
 FF-21

STATE OF NEW MEXICO Schedule II
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 381,207
Total On Deposit	381,207
Reconciling Items	<u>(56,776)</u>
Reconciled Balance June 30, 2011	<u>\$ 324,431</u>
Less Agency Funds	3,299
Total Cash Per Exhibit B-1	<u>\$ 321,132</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE MASTERS PROGRAM
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Federal Projects Account 24000	Federal Direct Account 25000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
Cash, June 30, 2010	\$ -	* \$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Add:								
2010-11 revenues	1,174,113	31,684	250,604	36,315	43,346	5,000	53,197	1,594,259
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	1,174,113	31,684	250,604	36,315	43,346	5,000	53,197	1,594,259
Less:								
2010-11 expenditures	(901,175)	(5,087)	(260,645)	(46,870)	(43,346)	-	(69,998)	(1,327,121)
Receivables/Payables	9,731	-	1,177	-	-	-	-	10,908
Cash, June 30, 2011	<u>282,669</u>	<u>26,597</u>	<u>(8,864)</u>	<u>(10,555)</u>	<u>-</u>	<u>5,000</u>	<u>(16,801)</u>	<u>278,046</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	6,866	-	8,864	10,555	-	-	16,801	43,086
Cash per Books	<u>289,535</u>	<u>26,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>\$ 321,132</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	(9,730)	(26,597)	8,864	10,555	-	6,782	16,801	6,675
Fund Balance, Modified Accrual Basis	<u>272,939</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,782</u>	<u>-</u>	<u>284,721</u>

*Amount did not agree to prior year audited cash.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

ASSETS	Primary Government	
	Governmental Activities	Component Unit
Cash and cash equivalents	\$ 416,847	\$ 42,077
Receivables		
Property taxes	3,450	-
Prepaid Expenses	54,990	-
Total current assets	475,287	42,077
Noncurrent assets:		
Capital assets		
Building and Improvements	94,151	4,336,122
Less: accumulated depreciation	(18,515)	(333,548)
Total noncurrent assets	75,636	4,002,574
Total assets	\$ 550,923	\$ 4,044,651
Accrued liabilities	145,629	-
Due to other government	4,271	-
Deferred Revenue	173,305	54,990
Current portion of capital lease obligation	-	502,561
Total current liabilities	323,205	557,551
Noncurrent portion of capital lease obligation	-	2,574,785
Total liabilities	323,205	3,132,336
Invested in capital assets, net of related debt	75,636	925,228
Restricted for:		
Other	91,964	-
Unrestricted (deficit)	60,118	(12,913)
Total net assets	227,718	912,315
Total liabilities and net assets	\$ 550,923	\$ 4,044,651

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	Component Unit
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions		
Governmental activities:						
Instruction	\$ 1,428,239	\$ 1,619	\$ 139,596	\$ -	\$ (1,287,024)	\$ -
Support services:						
Students	181,977	-	-	-	(181,977)	-
Instruction	-	-	-	-	-	-
General Administration	23,804	-	-	-	(23,804)	-
School Administration	107,664	-	-	-	(107,664)	-
Central Services	70,375	-	-	-	(70,375)	-
Operation & Maintenance of Plant	539,912	-	-	-	(539,912)	-
Facilities, Materials, Supplies & Other Services	234,588	-	-	234,588	-	-
Total governmental activities	<u>\$ 2,586,559</u>	<u>\$ 1,619</u>	<u>\$ 139,596</u>	<u>\$ 234,588</u>	<u>(2,210,756)</u>	
COMPONENT UNIT						
Foundation	314,656	-	-	-	-	(314,656)
			General Revenues:			
			State equalization		1,973,911	-
			Property taxes		2,244	-
			Miscellaneous		271,011	674,417
			Total general revenues		<u>2,247,166</u>	<u>674,417</u>
			Change in net assets		<u>36,410</u>	<u>359,761</u>
			Net assets - beginning (deficit)		<u>191,308</u>	<u>-</u>
			Addition of component unit			<u>552,554</u>
			Net assets - ending (deficit)		<u>\$ 227,718</u>	<u>\$ 912,315</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 1)

	General	Instructional Materials	Title I	IDEA-B Entitlement	SEG Federal Stimulus
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 205,747	\$ 24,601	\$ -	\$ -	\$ -
Accounts receivable					
Property taxes	-	-	-	-	-
Prepaid	54,990	-	-	-	-
<i>Total assets</i>	<u>\$ 260,737</u>	<u>\$ 24,601</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Due to government	-	-	-	-	-
Accrued expenses	145,629	-	-	-	-
Deferred Revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>145,629</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Nonspendable	54,990	-	-	-	-
Restricted	-	24,601	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	60,118	-	-	-	-
<i>Total fund balance</i>	<u>115,108</u>	<u>24,601</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 260,737</u>	<u>\$ 24,601</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Education Job Fund</u>	<u>Beginning Teacher Mentoring</u>	<u>Public School Capital Outlay</u>	<u>Capital Improvements HB33</u>	<u>Total Primary Government</u>
\$ -	\$ 16,644	\$ -	\$ 169,855	\$ 416,847
-	-	-	3,450	3,450
-	-	-	-	54,990
<u>\$ -</u>	<u>\$ 16,644</u>	<u>\$ -</u>	<u>\$ 173,305</u>	<u>\$ 475,287</u>
-	4,271	-	-	4,271
-	-	-	-	145,629
-	-	-	173,305	173,305
-	4,271	-	173,305	323,205
-	-	-	-	54,990
-	12,373	-	-	36,974
-	-	-	-	-
-	-	-	-	-
-	-	-	-	60,118
-	12,373	-	-	152,082
<u>\$ -</u>	<u>\$ 16,644</u>	<u>\$ -</u>	<u>\$ 173,305</u>	<u>\$ 475,287</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 152,082
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>75,636</u>
Net Assets-total Governmental Activities	<u><u>\$ 227,718</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
 (Page 1 of 3)

	General	Instructional Materials	Title I	IDEA-B Entitlement	SEG Federal Stimulus
<i>Revenues:</i>					
Local and county sources	\$ 272,630	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-
State sources	1,949,399	13,618	-	-	-
Federal sources	-	-	14,427	54,766	24,512
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>2,222,029</u>	<u>13,618</u>	<u>14,427</u>	<u>54,766</u>	<u>24,512</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,257,301	18,518	14,427	54,766	24,512
Support Services:					
Students	181,977	-	-	-	-
Instruction	-	-	-	-	-
General Administration	21,560	-	-	-	-
School Administration	107,664	-	-	-	-
Central Services	70,375	-	-	-	-
Operation & Maintenance of Plant	534,875	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,173,752</u>	<u>18,518</u>	<u>14,427</u>	<u>54,766</u>	<u>24,512</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>48,277</u>	<u>(4,900)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>48,277</u>	<u>(4,900)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>66,831</u>	<u>29,501</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 115,108</u>	<u>\$ 24,601</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Education Job Fund	Beginning Teacher Mentoring	Public School Capital Outlay	Capital Improvements HB33	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 272,630
-	-	-	2,244	2,244
-	-	234,588	-	2,197,605
56,785	-	-	-	150,490
-	-	-	-	-
56,785	-	234,588	2,244	2,622,969
56,785	-	-	-	1,426,309
-	-	-	-	181,977
-	-	-	-	-
-	-	-	2,244	23,804
-	-	-	-	107,664
-	-	-	-	70,375
-	-	-	-	534,875
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	234,588	-	234,588
56,785	-	234,588	2,244	2,579,592
-	-	-	-	43,377
-	-	-	-	-
-	-	-	-	-
-	-	-	-	43,377
-	12,373	-	-	108,705
\$ -	\$ 12,373	\$ -	\$ -	\$ 152,082

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
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, 2011

Exhibit B-2
(Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 43,377
<p>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.</p>	
Depreciation expense	(6,967)
Capital outlays	-
Excess of capital outlay over depreciation expense	(6,967)
Change in Net Assets of governmental activities:	\$ 36,410

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 150,000	\$ 272,630	\$ 122,630
State sources	1,991,137	1,949,399	1,949,399	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,991,137</u>	<u>2,099,399</u>	<u>2,222,029</u>	<u>122,630</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,150,391	1,332,432	1,187,982	144,450
Support Services:				
Students	130,090	182,090	181,977	113
Instruction	-	-	-	-
General Administration	20,000	22,000	21,560	440
School Administration	108,147	108,147	107,664	483
Central Services	56,969	70,969	70,375	594
Operation & Maintenance of Plant	535,540	535,540	589,865	(54,325)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,001,137</u>	<u>2,251,178</u>	<u>2,159,423</u>	<u>91,755</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,000)</u>	<u>(151,779)</u>	<u>62,606</u>	<u>214,385</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	10,000	151,779	-	(151,779)
<i>Total other financing sources (uses)</i>	<u>10,000</u>	<u>151,779</u>	<u>-</u>	<u>(151,779)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>62,606</u>	<u>62,606</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>104,181</u>	<u>104,181</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 166,787</u>	<u>\$ 166,787</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(14,329)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 48,277</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
INSTRUCTIONAL MATERIALS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	11,012	11,012	13,618	2,606
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,012</u>	<u>11,012</u>	<u>13,618</u>	<u>2,606</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,012	43,111	18,518	24,593
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,012</u>	<u>43,111</u>	<u>18,518</u>	<u>24,593</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(32,099)</u>	<u>(4,900)</u>	<u>27,199</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	32,099	-	(32,099)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>32,099</u>	<u>-</u>	<u>(32,099)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,900)</u>	<u>(4,900)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>29,501</u>	<u>29,501</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,601</u>	<u>\$ 24,601</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (4,900)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
TITLE I

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	33,541	14,427	14,427	-
Interest	-	-	-	-
<i>Total revenues</i>	33,541	14,427	14,427	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	33,541	14,427	14,427	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	33,541	14,427	14,427	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	30,276	54,766	54,766	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,276</u>	<u>54,766</u>	<u>54,766</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	30,276	54,766	54,766	-
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>30,276</u>	<u>54,766</u>	<u>54,766</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
GG-12

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
SEG FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	20,427	24,512	24,512	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,427</u>	<u>24,512</u>	<u>24,512</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	20,427	24,512	24,512	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,427</u>	<u>24,512</u>	<u>24,512</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements
GG-13

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
EDUCATION JOB FUND

Exhibit C-6

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	56,785	56,785	-
Interest	-	-	-	-
<i>Total revenues</i>	-	56,785	56,785	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	56,785	56,785	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	56,785	56,785	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 MONTESSORI ELEMENTARY
 BEGINNING TEACHER MENTORING PROGRAM
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	12,373	12,373
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 12,373	\$ 12,373
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
 GG-15

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
PUBLIC SCHOOL CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	234,588	234,588	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	234,588	234,588	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	234,588	-	234,588
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	234,588	(234,588)
<i>Total expenditures</i>	-	234,588	234,588	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ 234,588	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
CAPITAL IMPROVEMENTS HB33
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-9

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 50,000	\$ 50,000	\$ 172,099	\$ 122,099
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	50,000	50,000	172,099	122,099
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	50,000	50,000	-	50,000
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	2,244	(2,244)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	50,000	50,000	2,244	47,756
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	169,855	169,855
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	169,855	169,855
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 169,855	\$ 169,855
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(169,855)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
GG-17

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
STATEMENT OF FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	19,241
Total Assets	<u>\$ 19,241</u>
LIABILITIES	
Deposits held for others	19,241
Total Liabilities	<u>\$ 19,241</u>

The accompanying notes are an integral part of these financial statements
GG-18

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 MONTESSORI ELEMENTARY
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 54,874	2,318	37,951	\$ 19,241
Total assets	\$ 54,874	\$ 2,318	\$ 37,951	\$ 19,241
LIABILITIES				
Deposits held for others	\$ 54,874	\$ 2,318	\$ 37,951	\$ 19,241
Total liabilities	\$ 54,874	\$ 2,318	\$ 37,951	\$ 19,241

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
June 30, 2011

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational Account	\$ 458,176
Total On Deposit	458,176
Reconciling Items	<u>(22,088)</u>
Reconciled Balance June 30, 2011	<u>\$ 436,088</u>
Less Agency Funds	<u>19,241</u>
Per Exhibit A-1	<u>\$ 416,847</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
MONTESSORI ELEMENTARY
CASH RECONCILIATION
JUNE 30, 2011

	Operational Account	Instructional Materials	Student Activity Account	Federal Projects Account	Federal Direct Funds	State Flowthrough Account	Public School Capital Outlay	Capital Improvements HB33	Total
Cash, June 30, 2010	\$ 91,778	\$ 29,501	\$ 54,874	\$ 16,644	\$ -	\$ -	\$ -	\$ 31,600	\$ 192,797
Add:									
2010-11 revenues	2,222,029	13,618	2,318	69,193	81,297	-	234,588	174,343	2,797,366
Loans from other funds	-	-	-	-	-	-	-	-	-
Total cash available	2,313,807	43,119	57,192	85,837	81,297	-	234,588	174,343	2,990,183
Less:									
Cash Transfers	69,315	-	-	-	-	-	-	-	69,315
Receivables/Payables	(2,216,340)	(18,518)	(37,951)	(69,193)	(81,297)	-	(234,588)	(2,244)	(2,660,131)
2010-11 expenditures	-	-	-	-	-	-	-	-	-
Loans to other funds	-	-	-	-	-	-	-	-	-
Cash, June 30, 2011	166,782	24,601	19,241	16,644	-	-	-	172,099	399,367
Cash Reconciliation to GAAP Basis:									
Unreconciled difference	-	-	-	(16,644)	-	16,644	-	(2,244)	(2,244)
Audit reclassifications to cash	38,965	-	-	-	-	-	-	-	38,965
Cash per books	205,747	24,601	19,241	-	-	16,644	-	169,855	436,088
								19,241	416,847
Fund Balance Reconciliation to GAAP Basis:									
Unreconciled difference	-	-	-	(16,644)	-	16,644	-	(2,244)	(2,244)
Modified Accrual Adjustments	(51,674)	-	-	-	-	(4,271)	-	(169,855)	(225,800)
Fund Balance, Modified Accrual Basis	115,108	24,601	19,241	-	-	12,373	-	19,241	171,323
								19,241	152,082

*Amount does not agree to prior year audited cash.

**Does not agree to GL.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 571,244
Receivables	
Due from other governments	113,094
Prepays	6,524
Total current assets	690,862
Capital assets	
Furniture, fixtures and equipment	100,593
Building improvements	28,096
Less: accumulated depreciation	(59,561)
Total noncurrent assets	69,128
Total assets	\$ 759,990
LIABILITIES AND NET ASSETS	
Accrued salaries	181,465
Total current liabilities	181,465
Total liabilities	181,465
Invested in capital assets	69,128
Restricted for:	
Other	27,284
Unrestricted	482,113
Total net assets	578,525
Total liabilities and net assets	\$ 759,990

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,156,119	\$ -	\$ 331,823	\$ -	\$ (824,296)
Support services:					
Students	113,274	-	-	-	(113,274)
Instruction	1,290	-	-	-	(1,290)
General Administration	84,860	-	-	-	(84,860)
School Administration	399,943	-	-	-	(399,943)
Central Services	167,342	-	-	-	(167,342)
Operation & Maintenance of Plant	794,317	-	-	-	(794,317)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	4,850	-	-	-	(4,850)
Food Services Operation	40,135	229	29,187	-	(10,719)
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	167,122	-	-	160,603	(6,519)
Total governmental activities	\$ 2,929,252	\$ 229	\$ 361,010	\$ 160,603	(2,407,410)
General Revenues:					
State Equalization Guarantee					2,584,467
Total general revenues					2,584,467
Change in net assets					177,057
Net assets - beginning					401,468
Net assets - ending					\$ 578,525

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 554,442	\$ 16,176	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	7,298	35,997
Due from other funds	74,261	-	-	-
Prepaid Expenses	6,524	-	-	-
	<u>635,227</u>	<u>16,176</u>	<u>7,298</u>	<u>35,997</u>
<i>Total assets</i>				
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued salaries	146,590	-	-	12,040
Due to other funds	-	-	2,714	23,957
<i>Total liabilities</i>	<u>146,590</u>	<u>-</u>	<u>2,714</u>	<u>35,997</u>
<i>Fund balances</i>				
<i>Fund Balance:</i>				
Nonspendable	6,524	-	-	-
Restricted	-	16,176	4,584	-
Assigned	323,281	-	-	-
Unassigned	158,832	-	-	-
	<u>488,637</u>	<u>16,176</u>	<u>4,584</u>	<u>-</u>
<i>Total fund balance</i>				
<i>Total liabilities and fund balance</i>	<u>\$ 635,227</u>	<u>\$ 16,176</u>	<u>\$ 7,298</u>	<u>\$ 35,997</u>

The accompanying notes are an integral part of these financial statements
HH-3

IDEA-B Entitlement 24106	English Language Acquisition 24153	Teacher/Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA-B Federal Stimulus 24206
\$ -	\$ -	\$ -	\$ -	\$ 626
18,705	14,518	9,541	-	10,439
-	-	-	-	-
<u>18,705</u>	<u>14,518</u>	<u>9,541</u>	<u>-</u>	<u>11,065</u>
-	-	-	-	11,065
<u>18,705</u>	<u>14,518</u>	<u>9,541</u>	<u>-</u>	<u>-</u>
<u>18,705</u>	<u>14,518</u>	<u>9,541</u>	<u>-</u>	<u>11,065</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 18,705</u>	<u>\$ 14,518</u>	<u>\$ 9,541</u>	<u>\$ -</u>	<u>\$ 11,065</u>

SEG Federal Stimulus 25250	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 571,244
-	16,596	-	-	113,094
-	-	-	-	74,261
-	-	-	-	6,524
-	16,596	-	-	765,123
-	11,770	-	-	181,465
-	4,826	-	-	74,261
-	16,596	-	-	255,726
-	-	-	-	6,524
-	-	-	-	20,760
-	-	-	-	323,281
-	-	-	-	158,832
-	-	-	-	509,397
\$ -	\$ 16,596	\$ -	\$ -	\$ 765,123

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit B-1
(Page 4 of 4)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 509,397
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>69,128</u>
Net Assets-total Governmental Activities	<u>\$ 578,525</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ 229	\$ -
State grant	2,476,947	13,177	-	-
Federal grant	-	-	29,187	88,365
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,476,947</u>	<u>13,177</u>	<u>29,416</u>	<u>88,365</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	788,476	43,100	-	79,158
Support Services				
Students	112,317	-	-	957
Instruction	1,290	-	-	-
General Administration	84,860	-	-	-
School Administration	398,713	-	-	1,230
Central Services	167,342	-	-	-
Operation & Maintenance of Plant	686,129	-	-	-
Student Transportation	4,850	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	15,303	-	24,832	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,259,280</u>	<u>43,100</u>	<u>24,832</u>	<u>81,345</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>217,667</u>	<u>(29,923)</u>	<u>4,584</u>	<u>7,020</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>217,667</u>	<u>(29,923)</u>	<u>4,584</u>	<u>7,020</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>270,970</u>	<u>46,099</u>	<u>-</u>	<u>(7,020)</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 488,637</u>	<u>\$ 16,176</u>	<u>\$ 4,584</u>	<u>\$ -</u>

IDEA-B Entitlement 24106	English Language Acquisition 24153	Teacher Principal Training 24154	Title I IASA Federal Stimulus 24201	IDEA B Federal Stimulus 24206
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
45,796	14,518	17,272	69,367	10,439
-	-	-	-	-
-	-	-	-	-
<u>45,796</u>	<u>14,518</u>	<u>17,272</u>	<u>69,367</u>	<u>10,439</u>
45,796	14,518	17,272	69,367	10,439
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEG Federal Stimulus 25250	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ 229
-	-	1,165	160,603	2,651,892
107,520	71,724	-	-	454,188
-	-	-	-	-
-	-	-	-	-
<u>107,520</u>	<u>71,724</u>	<u>1,165</u>	<u>160,603</u>	<u>3,106,309</u>
-	71,724	-	-	1,139,850
-	-	-	-	113,274
-	-	-	-	1,290
-	-	-	-	84,860
-	-	-	-	399,943
-	-	-	-	167,342
104,166	-	-	-	790,295
-	-	-	-	4,850
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	40,135
-	-	-	160,603	160,603
<u>104,166</u>	<u>71,724</u>	<u>-</u>	<u>160,603</u>	<u>2,902,442</u>
<u>3,354</u>	<u>-</u>	<u>1,165</u>	<u>-</u>	<u>203,867</u>
-	-	-	-	-
-	-	-	-	-
<u>3,354</u>	<u>-</u>	<u>1,165</u>	<u>-</u>	<u>203,867</u>
<u>(3,354)</u>	<u>-</u>	<u>(1,165)</u>	<u>-</u>	<u>305,530</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 509,397</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
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, 2011

Exhibit B-2
 (Page 4 of 4)

	Governmental Funds
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>	
Net change in fund balances - total governmental funds	\$ 203,867
<p>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.</p>	
Depreciation expense	(33,457)
Capital Outlays	6,647
	(26,810)
Change in Net Assets-total Governmental Activities	\$ 177,057

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,504,215	2,462,223	2,476,947	14,724
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,504,215</u>	<u>2,462,223</u>	<u>2,476,947</u>	<u>14,724</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,059,079	988,436	788,476	199,960
Support Services				
Students	179,428	147,914	112,317	35,597
Instruction	37,000	19,000	1,290	17,710
General Administration	90,000	113,370	84,860	28,510
School Administration	389,290	451,021	398,713	52,308
Central Services	146,859	191,677	167,342	24,335
Operation & Maintenance of Plant	860,840	779,413	686,129	93,284
Student Transportation	45,000	4,380	4,850	(470)
Other Support Services	-	-	-	-
Food Services Operations	20,000	37,982	15,303	22,679
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,827,496</u>	<u>2,733,193</u>	<u>2,259,280</u>	<u>473,913</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(323,281)</u>	<u>(270,970)</u>	<u>217,667</u>	<u>488,637</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	323,281	270,970	-	(270,970)
<i>Total other financing sources (uses)</i>	<u>323,281</u>	<u>270,970</u>	<u>-</u>	<u>(270,970)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>217,667</u>	<u>217,667</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>289,882</u>	<u>289,882</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 507,549</u>	<u>\$ 507,549</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 217,667</u>	

The accompanying notes are an integral part of these financial statements
HH-11

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
INSTRUCTIONAL SUPPORT

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	7,945	13,177	13,177	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	7,945	13,177	13,177	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,945	59,276	43,100	16,176
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	7,945	59,276	43,100	16,176
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(46,099)	(29,923)	16,176
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	46,099	-	(46,099)
<i>Total other financing sources (uses)</i>	-	46,099	-	(46,099)
<i>Net changes in fund balances</i>	-	-	(29,923)	(29,923)
<i>Cash or fund balance, beginning of year</i>	-	-	46,099	46,099
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 16,176	\$ 16,176
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (29,923)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
FOOD SERVICES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 229	\$ 229
State grants	-	-	-	-
Federal grants	-	26,520	21,889	(4,631)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>26,520</u>	<u>22,118</u>	<u>(4,402)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	26,520	24,832	1,688
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>26,520</u>	<u>24,832</u>	<u>1,688</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,714)</u>	<u>(2,714)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,714)</u>	<u>(2,714)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,714)</u>	<u>\$ (2,714)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,298	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 4,584</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
TITLE I - IASA

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	104,260	116,596	52,368	(64,228)
Interest	-	-	-	-
<i>Total revenues</i>	<u>104,260</u>	<u>116,596</u>	<u>52,368</u>	<u>(64,228)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	70,373	108,596	79,158	29,438
Support Services				
Students	27,887	2,000	957	1,043
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	6,000	6,000	1,230	4,770
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>104,260</u>	<u>116,596</u>	<u>81,345</u>	<u>35,251</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(28,977)</u>	<u>(28,977)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(28,977)</u>	<u>(28,977)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,020)</u>	<u>(7,020)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,997)</u>	<u>\$ (35,997)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			35,997	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 7,020</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
IDEA-B ENTITLEMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	45,796	27,091	(18,705)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>45,796</u>	<u>27,091</u>	<u>(18,705)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	45,796	45,796	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>45,796</u>	<u>45,796</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(18,705)</u>	<u>(18,705)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(18,705)</u>	<u>(18,705)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,705)</u>	<u>\$ (18,705)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			18,705	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
ENGLISH LANGUAGE ACQUISITION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	19,596	-	(19,596)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>19,596</u>	<u>-</u>	<u>(19,596)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	19,596	14,518	5,078
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,596</u>	<u>14,518</u>	<u>5,078</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,518)</u>	<u>(14,518)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(14,518)</u>	<u>(14,518)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,518)</u>	<u>\$ (14,518)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			14,518	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
TEACHER/PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	14,028	30,296	7,731	(22,565)
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,028</u>	<u>30,296</u>	<u>7,731</u>	<u>(22,565)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	14,028	30,296	17,272	13,024
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>14,028</u>	<u>30,296</u>	<u>17,272</u>	<u>13,024</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,541)</u>	<u>(9,541)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,541)</u>	<u>(9,541)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,541)</u>	<u>\$ (9,541)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			9,541	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
TITLE I FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	69,367	69,367
Interest	-	-	-	-
<i>Total revenues</i>	-	-	69,367	69,367
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	69,367	69,367	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	69,367	69,367	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(69,367)	-	69,367
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	69,367	-	(69,367)
<i>Total other financing sources (uses)</i>	-	69,367	-	(69,367)
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
IDEA-B FEDERAL STIMULUS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	10,439	-	(10,439)
Interest	-	-	-	-
<i>Total revenues</i>	-	10,439	-	(10,439)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,439	10,439	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,439	10,439	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(10,439)	(10,439)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(10,439)	(10,439)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (10,439)	\$ (10,439)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			10,439	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
SEG FEDERAL STIMULUS

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	25,691	26,621	107,520	80,899
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,691</u>	<u>26,621</u>	<u>107,520</u>	<u>80,899</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	25,691	104,168	104,166	2
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>25,691</u>	<u>104,168</u>	<u>104,166</u>	<u>2</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(77,547)</u>	<u>3,354</u>	<u>80,901</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	77,547	-	(77,547)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>77,547</u>	<u>-</u>	<u>(77,547)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,354</u>	<u>3,354</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,354)</u>	<u>(3,354)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 3,354</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
EDUCATION JOB FUND

Exhibit C-11

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	71,724	55,128	(16,596)
Interest	-	-	-	-
<i>Total revenues</i>	-	71,724	55,128	(16,596)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	71,724	71,724	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	71,724	71,724	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(16,596)	(16,596)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(16,596)	(16,596)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (16,596)	\$ (16,596)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			16,596	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
HH-21

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
BEGINNING TEACHER MENTORING AND TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	1,165	1,165
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>1,165</u>	<u>1,165</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,165</u>	<u>1,165</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,165</u>	<u>1,165</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,165)</u>	<u>(1,165)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u><u>\$ 1,165</u></u>	

The accompanying notes are an integral part of these financial statements
 HH-22

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE NEW AMERICA SCHOOL
 PUBLIC SCHOOLS CAPITAL OUTLAY
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	160,603	160,603	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	160,603	160,603	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	160,603	160,603	-
<i>Total expenditures</i>	-	160,603	160,603	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements
 HH-23

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 300</u>
<i>Total assets</i>	<u><u>300</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>300</u>
<i>Total liabilities</i>	<u><u>\$ 300</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE NEW AMERICA SCHOOL
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS				
Cash in bank	\$ 300	-	-	\$ 300
Total assets	\$ 300	\$ -	\$ -	\$ 300
LIABILITIES				
Deposits held for others	\$ 300	-	-	\$ 300
Total liabilities	\$ 300	\$ -	\$ -	\$ 300

The accompanying notes are an integral part of these financial statements
 HH-25

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 THE NEW AMERICA SCHOOL
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 642,027
Total On Deposit	642,027
Reconciling Items	(70,483)
Reconciled Balance June 30, 2011	\$ 571,544
Less Agency Funds	300
Total Cash	\$ 571,244

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
THE NEW AMERICA SCHOOL
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ 289,882	\$ 46,099	\$ -	\$ 300	\$ -
Add:					
2010-11 revenues	2,476,947	13,177	22,118	-	156,557
Loans from other funds	-	-	2,714	-	23,727
Total cash available	2,766,829	59,276	24,832	300	180,284
Less:					
2010-11 expenditures	(2,256,778)	(43,100)	(24,832)	-	(239,102)
Loans to other funds	(38,538)	-	-	-	63,696
Receivables/Payables	(67,873)	-	-	-	(4,878)
Cash, June 30, 2011	403,640	16,176	-	300	-
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	150,825	-	-	-	603
Cash per Books	554,465	16,176	-	300	603
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	84,997	-	4,584	-	-
Fund Balance, Modified Accrual Bas	488,637	16,176	4,584	300	-

The accompanying notes are an integral part of these financial statements
HH-27

Federal Direct Grants 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
\$ -	\$ (1,175)	\$ -	\$ 335,106
162,648	2,733	160,603	2,994,783
11,899	197	-	38,537
174,547	1,755	160,603	3,368,426
(176,262)	(1,766)	(160,603)	(2,902,443)
(3,354)	-	-	21,804
5,069	11	-	(67,671)
-	-	-	420,116
-	-	-	151,428
-	-	-	\$ 571,544
		Less Activity Fund	\$ 300
		Exhibit B-1	\$ 571,244
-	-	-	89,581
-	-	-	509,697
		Less Activity Fund	300
		Exhibit B-1	\$ 509,397

The accompanying notes are an integral part of these financial statements
 HH-28

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

		<u>Governmental Activities</u>
ASSETS		
Cash and cash equivalents	\$	120,408
Receivables		
Due from other governments		26,406
Prepaid expenses		11,428
Total current assets		<u>158,242</u>
Capital assets		
Furniture, fixtures and equipment		31,179
Less: accumulated depreciation		<u>(6,119)</u>
Total noncurrent assets		<u>25,060</u>
Total assets	\$	<u><u>183,302</u></u>
LIABILITIES AND NET ASSETS		
Accounts payable	\$	3,297
Accrued Salaries		48,760
Deferred revenue		56,038
Total current liabilities		<u>108,095</u>
Total liabilities		108,095
Invested in capital assets		25,060
Restricted for:		
Other		15,391
Unrestricted		34,756
Total net assets		<u>75,207</u>
Total liabilities and net assets	\$	<u><u>183,302</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

<u>Functions/Programs</u>	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,014,436	\$ -	445,459	\$ -	\$ (568,977)
Support services:					
Students	207,327	-	-	-	(207,327)
Instruction	54,773	-	-	-	(54,773)
General Administration	30,201	-	-	-	(30,201)
School Administration	272,282	-	-	-	(272,282)
Central Services	91,404	-	-	-	(91,404)
Operation & Maintenance of Plant	196,928	-	-	-	(196,928)
Food Services Operation	11,912	246	15,629	-	3,963
Facilities Materials, Supplies & Other Services	113,324	-	-	113,324	-
Total governmental activities	\$ 1,992,587	\$ 246	\$ 461,088	\$ 113,324	(1,417,929)
			General Revenues:		
			State Equalization Guarantee		1,437,335
			Miscellaneous		200
			Total general revenues		1,437,535
			Change in net assets		19,606
			Net assets - beginning		55,601
			Net assets - ending		\$ 75,207

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS					
<i>Current Assets</i>					
Cash and temporary investments	\$ 96,742	\$ 4,406	\$ 7,260	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	6,934	11,523
Due from other funds	31,648	-	-	-	-
Prepaid Expenses	11,428	-	-	-	-
<i>Total assets</i>	<u>139,818</u>	<u>4,406</u>	<u>7,260</u>	<u>6,934</u>	<u>11,523</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities:</i>					
Accounts payable	-	-	3,297	-	-
Accrued expenses	48,760	-	-	-	-
Due to other funds	-	-	-	12,176	11,523
Deferred revenue - other	-	44,038	-	-	-
<i>Total liabilities</i>	<u>48,760</u>	<u>44,038</u>	<u>3,297</u>	<u>12,176</u>	<u>11,523</u>
<i>Fund balances</i>					
Nonspendable	11,428	-	-	-	-
Restricted	-	-	3,963	-	-
Committed	-	-	-	-	-
Assigned	60,000	-	-	-	-
Unassigned (deficit)	19,630	(39,632)	-	(5,242)	-
<i>Total fund balance (deficit)</i>	<u>91,058</u>	<u>(39,632)</u>	<u>3,963</u>	<u>(5,242)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 139,818</u>	<u>\$ 4,406</u>	<u>\$ 7,260</u>	<u>\$ 6,934</u>	<u>\$ 11,523</u>

Federal Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,000	\$ -	\$ 120,408
-	7,949	-	-	-	-	-	26,406
-	-	-	-	-	-	-	31,648
-	-	-	-	-	-	-	11,428
-	7,949	-	-	-	12,000	-	189,890
-	-	-	-	-	-	-	3,297
-	-	-	-	-	-	-	48,760
-	7,949	-	-	-	-	-	31,648
-	-	-	-	-	12,000	-	56,038
-	7,949	-	-	-	12,000	-	139,743
-	-	-	-	-	-	-	11,428
-	-	-	-	-	-	-	3,963
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	60,000
-	-	-	-	-	-	-	(25,244)
-	-	-	-	-	-	-	50,147
\$ -	\$ 7,949	\$ -	\$ -	\$ -	\$ 12,000	\$ -	\$ 189,890

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 50,147
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>25,060</u>
Net Assets-total Governmental Activities	<u><u>\$ 75,207</u></u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit B-2
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 200	\$ -	\$ 246	\$ -	\$ -
State grant	1,421,961	6,128	-	-	-
Federal grant	-	-	15,629	45,658	34,694
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,422,161</u>	<u>6,128</u>	<u>15,875</u>	<u>45,658</u>	<u>34,694</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	685,687	45,760	-	50,900	11,700
Support Services					
Students	161,212	-	-	-	22,994
Instruction	40,369	-	-	-	-
General Administration	26,230	-	-	-	-
School Administration	218,932	-	-	-	-
Central Services	75,502	-	-	-	-
Operation & Maintenance of Plant	123,171	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	11,912	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,331,103</u>	<u>45,760</u>	<u>11,912</u>	<u>50,900</u>	<u>34,694</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>91,058</u>	<u>(39,632)</u>	<u>3,963</u>	<u>(5,242)</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>91,058</u>	<u>(39,632)</u>	<u>3,963</u>	<u>(5,242)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 91,058</u>	<u>\$ (39,632)</u>	<u>\$ 3,963</u>	<u>\$ (5,242)</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

Federal Charter School Planning 24146	Teacher Principal Training 24154	SEG Federal Stimulus 25250	Education Job Fund 25255	State Planning 27112	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	-	-	\$ -	\$ -	\$ 446
-	-	-	-	-	-	113,324	1,541,413
309,609	7,949	15,374	41,421	-	-	-	470,334
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>309,609</u>	<u>7,949</u>	<u>15,374</u>	<u>41,421</u>	<u>-</u>	<u>-</u>	<u>113,324</u>	<u>2,012,193</u>
160,036	5,521	13,411	41,421	-	-	-	1,014,436
20,655	2,252	214	-	-	-	-	207,327
14,404	-	-	-	-	-	-	54,773
3,971	-	-	-	-	-	-	30,201
51,269	176	1,749	-	156	-	-	272,282
15,902	-	-	-	-	-	-	91,404
98,817	-	-	-	-	-	-	221,988
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	11,912
-	-	-	-	-	-	113,324	113,324
<u>365,054</u>	<u>7,949</u>	<u>15,374</u>	<u>41,421</u>	<u>156</u>	<u>-</u>	<u>113,324</u>	<u>2,017,647</u>
<u>(55,445)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(156)</u>	<u>-</u>	<u>-</u>	<u>(5,454)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(55,445)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(156)</u>	<u>-</u>	<u>-</u>	<u>(5,454)</u>
<u>55,445</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>156</u>	<u>-</u>	<u>-</u>	<u>55,601</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,147</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
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, 2011

Exhibit B-2
 (Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (5,454)
<p>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.</p>	
Depreciation expense	(6,119)
Capital Outlays	<u>31,179</u>
Change in Net Assets-total Governmental Activities	<u>\$ 19,606</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
OPERATING FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 100	\$ 100
State grants	1,506,217	1,421,961	1,421,961	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,506,217</u>	<u>1,421,961</u>	<u>1,422,061</u>	<u>100</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	818,347	737,404	685,687	51,717
Support Services				
Students	220,607	221,907	161,212	60,695
Instruction	-	50	40,369	(40,319)
General Administration	53,300	56,800	26,230	30,570
School Administration	196,973	206,973	218,932	(11,959)
Central Services	64,200	76,887	75,502	1,385
Operation & Maintenance of Plant	116,500	121,940	134,599	(12,659)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	36,290	-	-	-
<i>Total expenditures</i>	<u>1,506,217</u>	<u>1,421,961</u>	<u>1,342,531</u>	<u>79,430</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>79,530</u>	<u>79,530</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>79,530</u>	<u>79,530</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,630</u>	<u>\$ 79,630</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			100	
Adjustments to revenues			11,428	
Adjustments to expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 91,058</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-2

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	46,380	50,166	3,786
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>46,380</u>	<u>50,166</u>	<u>3,786</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	46,380	45,760	620
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>46,380</u>	<u>45,760</u>	<u>620</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,406</u>	<u>4,406</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,406</u>	<u>4,406</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,406</u>	<u>\$ 4,406</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(44,038)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (39,632)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 246	\$ 246
State grants	-	13,000	15,629	2,629
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	13,000	15,875	2,875
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	13,000	8,615	4,385
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	13,000	8,615	4,385
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	7,260	7,260
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	7,260	7,260
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 7,260	\$ 7,260
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			(3,297)	
NET CHANGE IN FUND BALANCE			\$ 3,963	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
TITLE I - IASA

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	50,900	38,724	(12,176)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>50,900</u>	<u>38,724</u>	<u>(12,176)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	50,900	50,900	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,900</u>	<u>50,900</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,176)</u>	<u>(12,176)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,176)</u>	<u>(12,176)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,176)</u>	<u>\$ (12,176)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			6,934	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (5,242)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
IDEA-B ENTITLEMENT

Exhibit C-5

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	41,720	23,171	(18,549)
Interest	-	-	-	-
<i>Total revenues</i>	-	41,720	23,171	(18,549)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	11,700	11,700	-
Support Services				
Students	-	30,020	22,994	7,026
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	41,720	34,694	7,026
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(11,523)	(11,523)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(11,523)	(11,523)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (11,523)	\$ (11,523)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			11,523	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
FEDERAL CHARTER SCHOOL PLANNING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	200,000	404,291	309,609	(94,682)
Interest	-	-	-	-
<i>Total revenues</i>	<u>200,000</u>	<u>404,291</u>	<u>309,609</u>	<u>(94,682)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	35,750	194,750	160,036	34,714
Support Services				
Students	-	10,000	20,655	(10,655)
Instruction	30,000	20,000	14,404	5,596
General Administration	10,000	10,000	5,900	4,100
School Administration	69,250	69,250	63,554	5,696
Central Services	-	-	6,210	(6,210)
Operation & Maintenance of Plant	55,000	100,291	98,817	1,474
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>200,000</u>	<u>404,291</u>	<u>369,576</u>	<u>34,715</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(59,967)</u>	<u>(59,967)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(59,967)</u>	<u>(59,967)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>59,967</u>	<u>59,967</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>4,522</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (55,445)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
TEACHER PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	6,047	7,949	-	(7,949)
Interest	-	-	-	-
<i>Total revenues</i>	6,047	7,949	-	(7,949)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,047	3,619	5,521	(1,902)
Support Services				
Students	-	2,428	2,252	176
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,902	176	1,726
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	6,047	7,949	7,949	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(7,949)	(7,949)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(7,949)	(7,949)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (7,949)	\$ (7,949)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,949	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
SEG FEDERAL STIMULUS

Exhibit C-8

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	15,374	15,374	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,374</u>	<u>15,374</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,453	13,411	13,411	-
Support Services				
Students	-	-	214	(214)
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,963	1,749	214
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>15,453</u>	<u>15,374</u>	<u>15,374</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(15,453)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(15,453)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ (15,453)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
EDUCATION JOB FUND

Exhibit C-9

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	41,421	41,421	-
Interest	-	-	-	-
<i>Total revenues</i>	-	41,421	41,421	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	41,421	41,421	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	41,421	41,421	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
STATE PLANNING

Exhibit C-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	156	156	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>156</u>	<u>156</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(156)</u>	<u>(156)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	156	-	(156)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>156</u>	<u>-</u>	<u>(156)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(156)</u>	<u>(156)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>156</u>	<u>156</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (156)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO

Exhibit C-11

McCUNE CHARITABLE FOUNDATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	12,000	12,000	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,000</u>	<u>12,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,000	-	12,000
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>12,000</u>	<u>-</u>	<u>12,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>12,000</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>12,000</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,000</u>	<u>\$ 12,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(12,000)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	113,324	113,324	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>113,324</u>	<u>113,324</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	113,324	113,324	-
<i>Total expenditures</i>	<u>-</u>	<u>113,324</u>	<u>113,324</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 5,058</u>
<i>Total assets</i>	<u><u>5,058</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>5,058</u>
<i>Total liabilities</i>	<u><u>\$ 5,058</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 TIERRA ADENTRO
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ -	17,271	12,213	\$ 5,058
Total assets	\$ -	\$ 17,271	\$ 12,213	\$ 5,058
LIABILITIES				
Deposits held for others	\$ -	17,271	12,213	\$ 5,058
Total liabilities	\$ -	\$ 17,271	\$ 12,213	\$ 5,058

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 TIERRA ADENTRO
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	Wells Fargo
Checking - Operational	\$ 126,597
Total On Deposit	126,597
Reconciling Items	(1,131)
Reconciled Balance June 30, 2011	\$ 125,466
Less Agency Funds	5,058
Total Cash	\$ 120,408

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ADENTRO
CASH RECONCILIATION
JUNE 30, 2011

Schedule III
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2010	\$ 100	* \$ -	\$ -	\$ -	\$ 59,967
Add:					
2010-11 revenues	<u>1,422,061</u>	<u>50,166</u>	<u>15,875</u>	<u>17,270</u>	<u>371,504</u>
Total cash available	1,422,161	50,166	15,875	17,270	431,471
Less:					
2010-11 expenditures	(1,341,250)	(45,760)	(8,615)	(12,212)	(464,400)
Receivables/Payables	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2011	<u><u>80,911</u></u>	<u><u>4,406</u></u>	<u><u>7,260</u></u>	<u><u>5,058</u></u>	<u><u>(32,929)</u></u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	15,831	-	-	-	32,929
Cash per Books	<u><u>96,742</u></u>	<u><u>4,406</u></u>	<u><u>7,260</u></u>	<u><u>5,058</u></u>	<u><u>-</u></u>

Fund Balance Reconciliation to GAAP Basis:

Modified Accrual Adjustments	<u>10,147</u>	<u>(44,038)</u>	<u>(3,297)</u>	<u>-</u>	<u>27,687</u>
Fund Balance, Modified Accrual Bas	<u><u>91,058</u></u>	<u><u>(39,632)</u></u>	<u><u>3,963</u></u>	<u><u>5,058</u></u>	<u><u>(5,242)</u></u>

* Does not tie to prior year financial statements audited cash balance

The accompanying notes are an integral part of these financial statements

Federal Direct Account 25000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ -	* \$ -	\$ -	\$ 60,067
56,795	156	12,000	113,324	2,059,151
56,795	156	12,000	113,324	2,119,218
(56,795)	(156)	-	(113,324)	(2,042,512)
-	-	-	-	-
-	-	12,000	-	76,706
-	-	-	-	48,760
-	-	12,000	-	\$ 125,466
			Less Activity Fund	\$ 5,058
			Exhibit B-1	\$ 120,408
-	-	(12,000)	-	(21,501)
-	-	-	-	55,205
			Less Activity Fund	5,058
			Exhibit B-1	\$ 50,147

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
STATEMENT OF NET ASSETS
JUNE 30, 2011

Exhibit A-1

	Governmental Activities
ASSETS	
Cash and cash equivalents	143,537
Receivables	
Due from other governments	2,394
Total current assets	145,931
Capital assets	
Furniture, fixtures and equipment	23,881
Less: accumulated depreciation	(18,309)
Total noncurrent assets	5,572
Total assets	\$ 151,503
LIABILITIES AND NET ASSETS	
Due to government	\$ 13,586
Accrued Salaries	2,836
Total current liabilities	16,422
Invested in capital assets	5,572
Restricted for:	
Other	17,083
Unrestricted	112,426
Total net assets	135,081
Total liabilities and net assets	\$ 151,503

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

Exhibit A-2

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	322,453	4,748	44,100	\$ -	\$ (273,605)
Support services:					
Students	60,080	-	-	-	(60,080)
Instruction	-	-	-	-	-
General Administration	29,030	-	-	-	(29,030)
School Administration	119,235	-	-	-	(119,235)
Central Services	58,120	-	-	-	(58,120)
Operation & Maintenance of Plant	29,109	-	-	-	(29,109)
Operation of Non-Instructional Services	1,168	-	-	-	(1,168)
Student Transportation	-	-	-	-	-
Food Services Operation	19,605	-	15,274	-	(4,331)
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	39,846	-	-	39,846	-
Total governmental activities	\$ 678,646	\$ 4,748	\$ 59,374	\$ 39,846	(574,678)
General Revenues:					
State Equalization Guarantee					553,743
Transfers Out					(6,148)
Miscellaneous					8,081
Total general revenues					555,676
Change in net assets					(19,002)
Net assets - beginning					154,083
Net assets - ending					\$ 135,081

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

Exhibit B-1
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
ASSETS				
<i>Current Assets</i>				
Cash and temporary investments	\$ 112,455	\$ 870	\$ 10,275	\$ 2
Accounts receivable				
Due from other governments	-	-	-	765
Due from other funds	2,411	-	-	-
	<u>114,866</u>	<u>870</u>	<u>10,275</u>	<u>767</u>
<i>Total assets</i>				
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities:</i>				
Accrued expenses	2,440	-	-	2
Due to government	-	546	-	-
Due to other funds	-	-	-	765
	<u>2,440</u>	<u>546</u>	<u>-</u>	<u>767</u>
<i>Total liabilities</i>				
<i>Fund balances</i>				
Fund Balance:				
Nonspendable				
Restricted	-	324	10,275	-
Committed	-	-	-	-
Assigned	106,452	-	-	-
Unassigned	5,974	-	-	-
	<u>112,426</u>	<u>324</u>	<u>10,275</u>	<u>-</u>
<i>Total fund balance</i>				
<i>Total liabilities and fund balance</i>	<u>\$ 114,866</u>	<u>\$ 870</u>	<u>\$ 10,275</u>	<u>\$ 767</u>

IDEA-B Entitlement 24106	Teacher/Principal Training 24154	Indian Ed Title VII 24155	Indian Aid Impact 25147	SEG Federal Stimulus 25250
\$ 6,892	\$ -	\$ 17	\$ 6,489	\$ 83
-	400	-	-	-
-	-	-	-	-
<u>6,892</u>	<u>400</u>	<u>17</u>	<u>6,489</u>	<u>83</u>
-	-	-	5	83
6,892	-	-	-	-
-	400	17	-	-
<u>6,892</u>	<u>400</u>	<u>17</u>	<u>5</u>	<u>83</u>
-	-	-	6,484	-
-	-	-	-	-
-	-	-	-	-
-	-	-	6,484	-
<u>\$ 6,892</u>	<u>\$ 400</u>	<u>\$ 17</u>	<u>\$ 6,489</u>	<u>\$ 83</u>

Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	SB 9 Capital Outlay 31700	Total Primary Government
\$ 306	\$ 6,148	\$ -	\$ -	\$ 143,537
-	-	-	1,229	2,394
-	-	-	-	2,411
<u>306</u>	<u>6,148</u>	<u>-</u>	<u>1,229</u>	<u>148,342</u>
306	-	-	-	2,836
-	6,148	-	-	13,586
-	-	-	1,229	2,411
<u>306</u>	<u>6,148</u>	<u>-</u>	<u>1,229</u>	<u>18,833</u>
-	-	-	-	-
-	-	-	-	17,083
-	-	-	-	-
-	-	-	-	106,452
-	-	-	-	5,974
-	-	-	-	129,509
<u>\$ 306</u>	<u>\$ 6,148</u>	<u>\$ -</u>	<u>\$ 1,229</u>	<u>\$ 148,342</u>

The accompanying notes are an integral part of these financial statements
 JJ-5

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 129,509
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>5,572</u>
Net Assets-total Governmental Activities	<u>\$ 135,081</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY

Exhibit B-2
 (Page 1 of 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 4,748	\$ -	\$ -	\$ -
State grant	547,820	1,512	-	-
Federal grant	-	-	15,274	11,246
Miscellaneous income	8,081	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>560,649</u>	<u>1,512</u>	<u>15,274</u>	<u>11,246</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	273,593	4,664	-	11,246
Support Services				
Students	42,204	-	-	-
Instruction	-	-	-	-
General Administration	29,030	-	-	-
School Administration	118,835	-	-	-
Central Services	58,120	-	-	-
Operation & Maintenance of Plant	29,109	-	-	-
Student Transportation	1,168	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	19,605	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>552,059</u>	<u>4,664</u>	<u>19,605</u>	<u>11,246</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>8,590</u>	<u>(3,152)</u>	<u>(4,331)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	133	-	-	-
<i>Total other financing sources (uses)</i>	<u>133</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>8,723</u>	<u>(3,152)</u>	<u>(4,331)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>103,703</u>	<u>3,476</u>	<u>14,606</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 112,426</u>	<u>\$ 324</u>	<u>\$ 10,275</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements
 JJ-7

IDEA-B Entitlement 24106	Teacher/Principal Training 24154	Indian Ed TitleVII 24155	Impact Aid Indian 25147	SEG Federal Stimulus 25250
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
10,984	400	4,000	-	5,923
-	-	-	-	-
-	-	-	-	-
<u>10,984</u>	<u>400</u>	<u>4,000</u>	<u>-</u>	<u>5,923</u>
-	-	4,000	7,069	5,923
17,876	-	-	-	-
-	-	-	-	-
-	400	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>17,876</u>	<u>400</u>	<u>4,000</u>	<u>7,069</u>	<u>5,923</u>
<u>(6,892)</u>	<u>-</u>	<u>-</u>	<u>(7,069)</u>	<u>-</u>
-	-	(133)	-	-
-	-	(133)	-	-
<u>(6,892)</u>	<u>-</u>	<u>(133)</u>	<u>(7,069)</u>	<u>-</u>
<u>6,892</u>	<u>-</u>	<u>133</u>	<u>13,553</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,484</u>	<u>\$ -</u>

Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
-	-	\$ -	\$ -	\$ 4,748
-	-	38,617	1,229	589,178
15,958	-	-	-	63,785
-	-	-	-	8,081
-	-	-	-	-
<u>15,958</u>	<u>-</u>	<u>38,617</u>	<u>1,229</u>	<u>665,792</u>
15,958	-	-	-	322,453
-	-	-	-	60,080
-	-	-	-	-
-	-	-	-	29,030
-	-	-	-	119,235
-	-	-	-	58,120
-	-	-	-	29,109
-	-	-	-	1,168
-	-	-	-	-
-	-	-	-	-
-	-	-	-	19,605
-	-	38,617	1,229	39,846
<u>15,958</u>	<u>-</u>	<u>38,617</u>	<u>1,229</u>	<u>678,646</u>
-	-	-	-	(12,854)
-	(6,148)	-	-	(6,148)
-	(6,148)	-	-	(6,148)
-	(6,148)	-	-	(19,002)
-	6,148	-	-	148,511
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 129,509</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY

Exhibit B-2
(Page 4 of 4)

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, 2011

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ (19,002)
<p>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.</p>	
Depreciation expense	-
Capital Outlays	-
	-
Change in Net Assets-total Governmental Activities	\$ (19,002)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
OPERATING FUND

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 3,200	\$ 3,200	\$ 4,748	\$ 1,548
State grants	603,768	547,820	547,820	-
Federal grants	-	-	-	-
Miscellaneous	8,500	8,500	8,081	(419)
<i>Total revenues</i>	615,468	559,520	560,649	1,129
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	361,435	333,849	273,610	60,239
Support Services				
Students	29,000	48,900	42,204	6,696
Instruction	-	-	-	-
General Administration	41,000	34,000	29,030	4,970
School Administration	130,373	120,550	118,835	1,715
Central Services	83,964	74,097	58,120	15,977
Operation & Maintenance of Plant	38,962	47,499	29,109	18,390
Student Transportation	18,000	2,328	1,168	1,160
Other Support Services	-	-	-	-
Food Services Operations	2,000	2,000	-	2,000
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	704,734	663,223	552,076	111,147
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(89,266)	(103,703)	8,573	112,276
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	133	133
Designated Cash	89,266	103,703	-	(103,703)
<i>Total other financing sources (uses)</i>	89,266	103,703	133	(103,570)
<i>Net changes in fund balances</i>	-	-	8,706	8,706
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	103,720	103,720
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 112,426	\$ 112,426
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ 8,706	
Adjustments to revenues			-	
Adjustments to expenditures			17	
NET CHANGE IN FUND BALANCE			\$ 8,723	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY

Exhibit C-2

INSTRUCTIONAL SUPPORT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	1,708	1,708	2,058	350
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,708</u>	<u>1,708</u>	<u>2,058</u>	<u>350</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,201	5,184	4,664	520
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>4,201</u>	<u>5,184</u>	<u>4,664</u>	<u>520</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,493)</u>	<u>(3,476)</u>	<u>(2,606)</u>	<u>870</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	2,493	3,476	-	(3,476)
<i>Total other financing sources (uses)</i>	<u>2,493</u>	<u>3,476</u>	<u>-</u>	<u>(3,476)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,606)</u>	<u>(2,606)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,476</u>	<u>3,476</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 870</u>	<u>\$ 870</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (2,606)	
Adjustments to revenues			(536)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,142)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
FOOD SERVICES

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	12,336	15,274	2,938
Interest	-	-	-	-
<i>Total revenues</i>	-	12,336	15,274	2,938
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	15,174	27,510	19,605	7,905
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	15,174	27,510	19,605	7,905
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(15,174)	(15,174)	(4,331)	10,843
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	15,174	15,174	-	(15,174)
<i>Total other financing sources (uses)</i>	15,174	15,174	-	(15,174)
<i>Net changes in fund balances</i>	-	-	(4,331)	(4,331)
<i>Cash or fund balance, beginning of year</i>	-	-	14,606	14,606
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 10,275	\$ 10,275
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (4,331)	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ (4,331)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
TITLE I - IASA

Exhibit C-4

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	14,653	11,246	10,481	(765)
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,653</u>	<u>11,246</u>	<u>10,481</u>	<u>(765)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	14,653	11,246	11,246	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>14,653</u>	<u>11,246</u>	<u>11,246</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(765)</u>	<u>(765)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(765)</u>	<u>(765)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (765)</u>	<u>\$ (765)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (765)	
Adjustments to revenues			765	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
IDEA-B ENTITLEMENT

Exhibit C-5

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	10,984	10,984	-
Interest	-	-	-	-
<i>Total revenues</i>	-	10,984	10,984	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	10,984	10,984	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	10,984	10,984	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year (as restated)</i>	-	-	6,892	6,892
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 6,892	\$ 6,892
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			(6,892)	
NET CHANGE IN FUND BALANCE			\$ (6,892)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
TEACHER/PRINCIPAL TRAINING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-6

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	3,278	3,278	-	(3,278)
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,278</u>	<u>3,278</u>	<u>-</u>	<u>(3,278)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,878	2,878	-	2,878
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	400	400	400	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,278</u>	<u>3,278</u>	<u>400</u>	<u>2,878</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(400)</u>	<u>(400)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(400)</u>	<u>(400)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (400)</u>	<u>\$ (400)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (400)	
Adjustments to revenues			400	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
INDIAN ED-TITLE VII

Exhibit C-7

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	4,000	4,000	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,000	4,000	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(133)	(133)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(133)</u>	<u>(133)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(133)</u>	<u>(133)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>133</u>	<u>133</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (133)	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (133)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
INDIAN AID IMPACT

Exhibit C-8

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	22,930	22,930	7,064	15,866
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>22,930</u>	<u>22,930</u>	<u>7,064</u>	<u>15,866</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(22,930)</u>	<u>(22,930)</u>	<u>(7,064)</u>	<u>15,866</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	22,930	22,930	-	(22,930)
<i>Total other financing sources (uses)</i>	<u>22,930</u>	<u>22,930</u>	<u>-</u>	<u>(22,930)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,064)</u>	<u>(7,064)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>13,553</u>	<u>13,553</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,489</u>	<u>\$ 6,489</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (7,064)	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(5)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (7,069)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
SEG FEDERAL STIMULUS

Exhibit C-9

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	5,923	5,923	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,923</u>	<u>5,923</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,923	5,923	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,923</u>	<u>5,923</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year (as restated)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
EDUCATION JOB FUND

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	15,958	15,958	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>15,958</u>	<u>15,958</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,958	15,958	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>15,958</u>	<u>15,958</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
BEGINNING TEACHER MENTORING
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(6,148)	(6,148)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(6,148)</u>	<u>(6,148)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,148)</u>	<u>(6,148)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,148</u>	<u>6,148</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ (6,148)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
PUBLIC SCHOOLS CAPITAL OUTLAY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	38,617	38,617	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	38,617	38,617	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	38,617	38,617	-
<i>Total expenditures</i>	-	38,617	38,617	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	-	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
SB 9 CAPITAL IMPROVEMENTS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2011

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	1,229	-	(1,229)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,229	-	(1,229)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	1,229	1,229	-
<i>Total expenditures</i>	-	1,229	1,229	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,229)	(1,229)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(1,229)	(1,229)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,229)	\$ (1,229)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			\$ (1,229)	
Adjustments to revenues			1,229	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
AGENCY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2011

Exhibit D-1

	<u>Total Agency Funds</u>
ASSETS	
<i>Current Assets</i>	
Cash	<u>\$ 2,213</u>
<i>Total assets</i>	<u><u>2,213</u></u>
 LIABILITIES	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>2,213</u>
<i>Total liabilities</i>	<u><u>\$ 2,213</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
 PUBLIC EDUCATION DEPARTMENT
 VILLAGE ACADEMY
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2011

Exhibit D-2

	Balance July 1, 2010	Additions	Deductions	Balance June 30, 2011
ASSETS				
Cash in bank	\$ 1,682	4,549	4,018	\$ 2,213
Total assets	\$ 1,682	\$ 4,549	\$ 4,018	\$ 2,213
LIABILITIES				
Deposits held for others	\$ 1,682	4,549	4,018	\$ 2,213
Total liabilities	\$ 1,682	\$ 4,549	\$ 4,018	\$ 2,213

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO Schedule II
 PUBLIC EDUCATION DEPARTMENT
 VILLAGE ACADEMY
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
 June 30, 2011

Bank Account Type	First Community Bank
Checking - Operational	\$ 163,288
Total On Deposit	163,288
Reconciling Items	<u>(19,751)</u>
Reconciled Balance June 30, 2011	<u>\$ 143,537</u>
Checking-Agency Fund	<u>\$ 2,213</u>

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
VILLAGE ACADEMY
CASH RECONCILIATION
JUNE 30, 2011

Schedule III

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000	Federal Direct Account 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	SB 9 Improvements 31700	Total
Cash, June 30, 2010	\$ 108,280	\$ 3,476	\$ 14,606	\$ 5,214	\$ 16,987	\$ 6,148	\$ -	\$ -	\$ 154,711
Add:									
2010-11 revenues	560,649	2,058	15,274	25,465	21,881	-	38,617	-	663,944
Loans from other funds	8,657	-	-	8,394	1,113	2,871	-	-	21,035
Total cash available	677,586	5,534	29,880	39,073	39,981	9,019	38,617	-	839,690
Less:									
2010-11 expenditures	(552,077)	(4,664)	(19,605)	(26,806)	(29,115)	-	(38,617)	(1,229)	(672,113)
Loans to other funds	(11,051)	-	-	(3,510)	(1,113)	(2,871)	-	1,229	(17,316)
Receivables/Payables	(2,136)	-	-	(1,713)	(3,269)	-	-	-	(7,118)
Cash, June 30, 2011	<u>112,322</u>	<u>870</u>	<u>10,275</u>	<u>7,044</u>	<u>6,484</u>	<u>6,148</u>	<u>-</u>	<u>-</u>	<u>143,143</u>
Fund Balance Reconciliation to GAAP Basis:									
Audit reclassifications to cash	133	-	-	(133)	394	-	-	-	394
Cash per Books	<u>112,455</u>	<u>870</u>	<u>10,275</u>	<u>6,911</u>	<u>6,878</u>	<u>6,148</u>	<u>-</u>	<u>-</u>	<u>\$ 143,537</u>
Fund Balance Reconciliation to GAAP Basis:									
Audit adjustments to income statement that closed to fund balance	-	-	-	(19)	-	-	-	-	(19)
Modified Accrual Adjustments	104	(546)	-	(7,025)	-	(6,148)	-	-	(13,615)
Fund Balance, Modified Accrual Basis	<u>112,426</u>	<u>324</u>	<u>10,275</u>	<u>-</u>	<u>6,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,509</u>

The accompanying notes are an integral part of these financial statements