



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME I**

**MOSS ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

TABLE OF CONTENTS

VOLUME I

Official Roster..... I-1  
Report of Independent Auditors..... I-2  
Management’s Discussion and Analysis..... I-5

**BASIC FINANCIAL STATEMENTS**

Government Wide Financial Statements

Statement of Net Assets..... I-38  
Statement of Activities..... I-39

Fund Financial Statements

Balance Sheet – Governmental Funds..... I-41

Reconciliation of the Balance Sheet – to the Statement of  
Net Assets - Governmental Funds ..... I-43

Statement of Revenues, Expenditures, and Changes  
in Fund Balances – Governmental Funds ..... I-44

Reconciliation of the Statement of Revenues,  
Expenditures and Changes in Fund Balances –  
Governmental Funds to the Statement of Activities..... I-46

Statements of Revenues and Expenditures –  
Budget and actual –General and Major  
Special Revenue Funds ..... I-47

Statement of Fiduciary Net Assets..... I-54

Statement of Changes in Fiduciary Net Assets ..... I-55

Notes to the Financial Statements..... I-56

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

TABLE OF CONTENTS

VOLUME II

SUPPLEMENTARY INFORMATION

Combining Balance Sheet – Non Major Governmental Funds.....II-1

Combining Statements of Revenues, Expenditures, and Changes  
in Fund Balances – Non Major Governmental Funds.....II-5

Special Revenue Funds – Non Major Governmental Funds Schedule of Revenues and  
Expenditures – Budget and Actual (Modified Accrual Basis) .....II-9

Statement of Revenues and Expenditures Budget and Actual -  
Nonmajor Governmental Funds Capital Outlay Funds..... II-33

Notes to Trust Funds and Agency Funds ..... II-41

Combining Statement of Net Assets – Fiduciary Funds ..... II-42

Combining Statement of Changes in Net Assets – Fiduciary Funds ..... II-43

Statement of Net assets – Public Education Department..... II-44

Statement of Net Assets – Division of Vocational Rehabilitation..... II-45

Statement of Activities – Public Education Department ..... II-46

Statement of Activities – Division of Vocational Rehabilitation –  
Disability Determination Services..... II-47

Combining Balance Sheet – Governmental Funds –  
Division of Vocational Rehabilitation..... II-48

Combining Statement of Revenues, Expenditures, and Changes  
In Fund Balances – Governmental Funds –  
Division of Vocational Rehabilitation..... II-49

OTHER SUPPLEMENTARY INFORMATION

Schedule of Changes in Assets and Liabilities – Agency Fund..... II-50

Supplemental Schedule of Cash and Cash Equivalents ..... II-51

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Public School Capital Outlay New School Development – Fund 10550..... II-52

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Public School Capital Improvements – Fund 63400 ..... II-53

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

TABLE OF CONTENTS

VOLUME II (CONTINUED)

OTHER SUPPLEMENTARY INFORMATION (CONTINUED)

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Public School Capital Improvements – Fund 63500 ..... II-54

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Special Capital Outlay 2000 – Fund 81300 ..... II-55

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Special Capital Outlay 2004 – Fund 81600 ..... II-56

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
Special Capital Outlay 2004 – Fund 81800 ..... II-58

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
STB Capital Outlay – Fund 89200 ..... II-60

Schedule of Multi-year Budgeted Special Capital Outlay Fund –  
GF Capital Outlay – Fund 93100 ..... II-61

SINGLE AUDIT

Schedule of Expenditures of Federal Awards ..... II-62

Notes to Schedule of Expenditures of Federal Awards ..... II-65

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 ..... II-66

Report of Independent Auditors on Compliance with Requirements  
That Could Have a Direct and Material Effect on Each major Program  
and on Internal Control over Compliance in Accordance  
with OMB Circular A-133 ..... II-70

Schedule of Findings and Questioned Costs ..... II-74

Summary Schedule of Prior Year Audit Findings ..... II-268

Exit Conference ..... II-277

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

TABLE OF CONTENTS

VOLUME III  
CHARTER SCHOOLS

Notes to the Component Units..... III-1

Combining Statement of Net Assets – Charter Schools..... III-99

Combining Statement of Net Activities – Charter Schools..... III-109

VOLUME IV  
CHARTER SCHOOLS

Academy of Trades & Technology..... A

ACE Leadership High School ..... B

Albuquerque Institute for Math & Science..... C

Albuquerque School of Excellence..... D

Aldo Leopold Charter School..... E

Alma D’Arte Charter High School ..... F

Amy Biehl Charter High School ..... G

Cesar Chavez Community School..... H

VOLUME V  
CHARTER SCHOOLS

Cien Aguas International School..... I

Cottonwood Classical Preparatory School..... J

Creative Education Preparatory Institute #1 ..... K

East Mountain High School ..... L

Gilbert L. Sena Charter High School..... M

Horizon Academy West..... N

J. Paul Taylor Academy ..... O

La Promesa..... P

Media Arts Collaborative Charter School ..... Q

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT

TABLE OF CONTENTS

VOLUME VI  
CHARTER SCHOOLS

New Mexico International School.....	R
New Mexico School for the Arts .....	S
North Valley Academy .....	T
School of Dreams Academy.....	U
South Valley Preparatory School.....	V
Southwest Intermediate Learning Center.....	W
Southwest Primary Learning Center.....	X
Southwest Secondary Learning Center.....	Y
Taos Academy .....	Z

VOLUME VII  
CHARTER SCHOOLS

Taos Integrated School of the Arts.....	AA
The Albuquerque Sign Language Academy.....	BB
The ASK Academy.....	CC
The Great Academy.....	DD
The International School at Mesa Del Sol.....	EE
The Masters Program.....	FF
The Montessori Elementary.....	GG
The New America School.....	HH
Tierra Adentro .....	II
Village Academy.....	JJ

VOLUME VIII  
CHARTER SCHOOLS

Coral Community Charter.....	KK
Estancia Valley Classical Academy.....	LL
La Jicarita Community School.....	MM
La Resolana Leadership Academy.....	NN
La Tierra Montessori School of the Arts and Sciences .....	OO
McCurdy Charter School .....	PP
Mission Achievement and Success.....	QQ
Ralph J. Bunche Academy .....	RR
Red River Valley Charter School .....	SS
Sage Montessori Charter.....	TT
Southwest Aeronautics, Mathematics, and Science Academy.....	UU
The Learning Community Charter School.....	VV
The New America School-Las Cruces.....	WW
Uplift Academy.....	XX
William W. & Josephine Dorn Charter Community School.....	YY

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
OFFICIAL ROSTER  
JUNE 30, 2012**

Administrative Officials

Hanna Skandera	Secretary of Education
Hipolito Aguilar	Deputy Secretary, Finance & Operations
Marian Rael	Director, Administrative services Division, CFO
Maria Fidalgo, MBA	Audit and Accounting Bureau Chief
Steve Burrell	Director, School Budget & Finance Analysis Bureau
Antonio Ortiz	Director, Capital Outlay Bureau
Leighann Lenti	Director, Policy
Matthew Montano	Director, Educator Quality Division
Pete Goldschmidt, Ph.D.	Director, Accountability & Assessment
Kelly Callahan	Acting Director, Parent Options
Ferlin Clark, Ph.D.	Assistant Secretary, Indian Education Division
Denise Koscielniak	Director, Federal Programs
Michael Archibeque	Chief Information Officer
Julia Rosa Emslie	Director, Strategic Initiatives and Constituent Services
Larry Behrens	Public 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
Michael Canfield	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-Designate 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, the aggregate discretely presented component units (Charter Schools), 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, 2012, 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 discretely presented component units and each of the nonmajor governmental funds, fiduciary and agency funds, and the budgetary comparisons for each major capital project fund as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the Department's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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-Designate of Education  
New Mexico Public Education Department  
and  
Hector H. Balderas  
New Mexico State Auditor

In our opinion, the financial statements referred to above 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, 2012, and the respective changes in financial position, 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, each fiduciary and agency fund as of June 30, 2012, and the respective changes in financial position, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 13, 2013, except for each discretely presented component unit (Charter Schools) as to which the date is December 14, 2012, on our consideration of the Department's 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages I-5 through I-37 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the

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

information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements, the combining and individual fund financial statements, and budgetary comparisons. The schedule of expenditures of federal awards as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* is presented for purposes of additional analysis and is not a required part of the financial statements. The additional schedules listed as other supplementary information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules referred to above are fairly stated in all material respects in relation to the financial statements as a whole.

*Mess Adams LLP*

Albuquerque, New Mexico  
June 13, 2013, except for each discretely presented  
component unit (Charter Schools) as to which the  
date is December 14, 2012

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
Year Ended June 30, 2012**

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, 2012. 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 51 component units: the Public Education Department, the Division of Vocational Rehabilitation, and 51 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 nine areas and twelve satellite offices statewide. This also includes the administration of the Social Security Disability Determination Services federal program.

The 51 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.

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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, 2012. 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 2012 fiscal year. This also includes health and welfare related expenses and cost of general government operations of the Division of Vocational Rehabilitation, with a comparison of program revenues obtained to finance them, and the general revenues made available to fund the difference.

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

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.

*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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

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.

*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 51 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 51 state authorized chartered schools following the department-wide discussion and analysis.

### **Financial Highlights**

#### **Public Education Department**

- The Department has 7 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) these are deemed as a major fund due to presentation of the Division as blended component unit to the PED. The other funds are primarily pass-through funds and are described in more detail in the financial statements footnotes.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

- 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 Flow through fund (SHARE Fund 85800), there was a change in fund balance of (\$4,682,494) between FY 11 and FY 12.

- Bond proceeds reported in the capital project funds (SHARE Funds 63400, 63500, 81600, 10550, and 89200) decreased over \$1.9 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.
- Special projects (SHARE Fund 79000) reported an increase in fund balance of approximately \$6,602,331 between FY 11 and FY 12. 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. Smaller discretionary grant's activities are also recorded in the Vocational Rehabilitation fund. 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 \$22,999, which was a net effect of depreciation expense of \$22,999. There were no capital purchases during FY 2012. Fully depreciated capital deletions totaled \$ 80,286.
- 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).

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

Financial Analysis of the Department as a Whole

Net Assets

The Department's net assets at June 30, 2012 were \$37,721,387. Table A-1 summarizes the Department's net assets for the fiscal year ended June 30, 2012.

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

	<u>(Dollars in Thousands)</u>			
	<u>June 30, 2012</u>			<u>June 30, 2011</u>
	PED	DVR	Department	Department
<u>Assets</u>				
Current assets	\$ 180,157	12,148	192,305	227,589
Capital assets, net	281	24	305	551
Total assets	<u>\$ 180,438</u>	<u>12,172</u>	<u>192,610</u>	<u>228,140</u>
<u>Liabilities</u>	<u>\$ 142,420</u>	<u>12,469</u>	<u>154,889</u>	<u>190,769</u>
<u>Net Assets</u>				
Invested in capital assets, net of related debt	\$ 281	24	305	551
Restricted	12,357	1,558	13,915	21,554
Unrestricted (deficit)	<u>25,380</u>	<u>(1,879)</u>	<u>23,501</u>	<u>15,276</u>
Total Net assets	<u>\$ 38,018</u>	<u>(297)</u>	<u>37,721</u>	<u>37,372</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

Changes in Net Assets

Table A-2 summarizes the Department's changes in net assets for fiscal year 2012.

**Table A-2**  
**The Department's Changes in Net Assets**

	(Dollars in Thousands)			
	June 30, 2012			June 30, 2011
	PED	DVR	Department	Department
<u>Program Revenue Grants</u>	\$ 425,500	24,488	449,988	581,858
<u>General Revenues</u>				
State appropriations	2,375,160	5,674	2,380,834	2,356,439
Inter-agency transfers, net	-	466	466	498,562
Reversions	(4,618)	(214)	(4,832)	(13,588)
Proceeds of state general obligations and severance tax bonds	25,618	-	25,618	24,902
Total general revenues	<u>2,396,160</u>	<u>5,926</u>	<u>2,403,086</u>	<u>2,981,008</u>
<u>Expenses</u>				
Education	2,819,534	-	2,819,534	2,939,790
Health and Welfare	-	31,762	31,762	37,165
Total expenses	<u>2,819,534</u>	<u>31,762</u>	<u>2,851,296</u>	<u>2,976,955</u>
Change in net assets	2,126	(1,348)	778	4,054
Net assets				
Beginning of Year	35,892	954	36,846	39,362
Adjustments	-	97	97	(6,046)
Beginning of Year as restated	<u>\$ 35,892</u>	<u>1,120</u>	<u>37,012</u>	<u>33,317</u>
Total Net assets	<u>\$ 38,018</u>	<u>(297)</u>	<u>37,721</u>	<u>37,371</u>

DVR's change in net assets decreased \$1,348 million between years. The decrease is primarily attributable to the change from the cash basis of accounting to the accrual basis of accounting as required by state law. Most of the remaining funds are included

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

in restricted net assets at year end because the funds are restricted for a specific purpose according to enabling legislature.

PED's 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 2012, PED did not disposed Equipment and Furniture so there were not changes between FY 11 and FY 12 deletions. DVR disposed of \$113,781.

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

	(Dollars in Thousands)			
	June 30, 2012			June 30, 2011
	PED	DVR	Department	Department
Art acquisitions	\$ 6	-	6	6
Equipment and machinery	4,337	1,719	6,056	6,136
Accumulated depreciation	(4,062)	(1,695)	(5,757)	(5,590)
Total capital assets, net	<u>\$ 281</u>	<u>24</u>	<u>305</u>	<u>552</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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

- 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.

**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.

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.

For FY12, projected recurring revenue was \$5.39 billion, an increase of \$226 million, or 4.4 percent, over FY 11. This projection reflects steady growth of major revenues plus an increase in corporate income taxes as the economic recovery gathered momentum. The mid-session review of revenue estimates by economists at the Department of Finance and Administration (DFA), the Taxation and Revenue Department, and the LFC reported no change except a \$36.0 million increase in FY 11 nonrecurring revenue due to an extraordinary tax payment in January.

Despite this growth in revenue, the need to replace federal American Recovery and Reinvestment Act (ARRA) dollars with general fund revenues resulted in reductions in Legislative appropriations from the general fund for FY12. Appropriations adjusted for stimulus funds were down 2.5 percent, with some agencies particularly hard hit to preserve funding for priority areas.

For the Public Education Department, these reductions resulted in a \$3.2 million or 23 percent, reduction below FY11 operating levels as adjusted by Executive Order

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

2009-044. In addition to the department's base funding, special recurring appropriations of \$500 thousand for Innovative Digital Education and Learning (IDEAL-NM) and \$673 thousand for the student, teacher accountability reporting system (STARS) and the operating budget management system (OBMS) were included. STARS and OBMS are both important components of the state's accountability and management operations.

The Legislature met in a special session in September, 2011 to discuss reapportionment, however no legislation affecting the department budget was enacted. For FY12, 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.

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. While cuts were ordered for DVR in FY 2011, DVR did not sustain additional cuts in FY 2012 other than rising costs due to Risk Premiums. However, DVR is established as a non-reverting fund, but reversions activity in FY 2012 did occur for compliance with budget reductions from FY 2011.

Although five furlough days occurred in FY11 as a budget savings measure the impact to DVR was long lasting as general funds revenues lost during the five days resulted in a long term loss of federal revenue of \$303,000. In addition, the loss of these General Fund revenues 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

The NMDVR is established as a non-reverting fund, but reversions activity in FY 2012 occurred related to special appropriation and cleanup of fund balance excess revenues tied to intra-state funds received in FY 2007 and FY 2008.

Declining State General Fund budgeted revenues are attributed to the national recession. This has impacted New Mexico broad-based tax revenue, which has required appropriation of General Fund to remain stagnant from FY 2011 to FY 2012.

Overall results of appropriations of State General Fund from FY 2010 through FY 2012 have resulted in the NMDVR to enter 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 2012 and still continues to hold a waiting list, serving only the most severely disabled first.

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 05700 General Fund expenditures by category on a budgetary basis are shown below.

	<u>Final Budget</u>	<u>Actual Amount</u>
Personal Services & Employee Benefits	\$ 9,686,700	9,635,778
Contractual Services	613,000	524,147
Other	1,272,500	1,199,692
Non-Budgeted	<u>-</u>	<u>-</u>
Total Education	<u>\$ 11,572,200</u>	<u>11,359,617</u>

PED's SHARE Fund 85800 Public School Support Flow Through expenditures by category on a budgetary basis are shown below.

	<u>Final Budget</u>	<u>Actual Amount</u>
Personal Services & Employee Benefits	\$ -	-
Contractual Services	-	-
Other	2,321,238,766	2,316,702,691
Non-Budgeted	<u>-</u>	<u>-</u>
Total Education	<u>\$ 2,321,238,766</u>	<u>2,316,702,691</u>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

The total budget for the Vocational Rehabilitation fund increased from \$26,699,300 to \$27,255,979 during the year. This net increase of \$231,879 is a result of additional supplemental appropriation received by the NMDVR to rectify the Rehabilitation Services Administration finding related to administering the Independent Living grant.

The Vocational Rehabilitation fund had expenditures over budgeted revenues which is impacted by utilizing the Agency Fund Balance amount to cover the amount. 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 remained unchanged during the year at the amount of \$15,603,700. 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. However, for both the DDS and Vocational Rehabilitation grants the threat of federal sequestration poses a potential threat in the future.

**Economic and Budgetary Factors**

*National and State Economy:* The United States economy turned the corner from recession to recovery during FY10, but the pace of recovery has been uneven, and most forecasts predict sluggish growth and continuing high levels of unemployment for the near future. New Mexico continues to lose jobs and total employment is down by 46,000 jobs, or 5.3 percent from three years ago.

After a burst of growth at the end of 2009, the U.S. economy slowed dramatically in the spring of 2010, as the financial crisis in Europe spread to U.S. markets and stimulus spending began to decline. This effect was particularly noticeable in New Mexico where after falling by 11.6 percent in FY09, general fund revenue fell by another 9.3 percent in FY10, creating a cumulative decrease of over 20 percent from the FY08 peak. Revenue growth of 7.6 percent was expected in FY11, but about half of that growth was due to revenue increasing legislation approved in the 2010 legislative sessions. For FY12, revenue grew by 4.4 percent as result of steady growth of most revenues.

In New Mexico payroll employment continued to fall from already low levels throughout the first six months of 2012, the biggest losers being construction, services and wholesale/retail trade. In percentage terms, the construction sector is down more than 25 percent, mining is down 20 percent, and manufacturing is down 15 percent. These sectors are all important because of the "multiplier" effects they

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

can have on the rest of the state's economy. Employment growth in New Mexico remained stagnant in FY12 but is expected to begin to grow slightly as the economic turnaround begins. The sluggishness of the recovery means some sectors will still be well below their peak employment even after several years. These include construction, mining, manufacturing, and retail trade. Meanwhile, the healthcare sector will continue to grow, accounting for almost half of all job growth over the next three years.

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 FY12, the overall public education appropriation of \$2.39 million prioritized classroom funding and statewide education reform initiatives. State funding for program cost increased about \$66 million or 2.3 percent over FY11. The appropriation also continued the retirement swap for another year.

**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 2012, 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.

Due to the impact of the loss of State General Fund Appropriation, the availability to draw down federal matching dollars for DVR for the Federal Grant Period October 1, 2011 through September 30, 2012 in the amount of \$945,022.

The NMDVR continues to work through rectifying the Rehabilitation Services corrective action plan related to the accounting of in-direct costs. As a result, from years stemming from FY 2007 through FY 2012 NMDVR has recorded a liability in Fund 50000, Vocational Rehabilitation Fund of \$6,893,883 to the federal government and \$911,797 due to State General Fund. The payable to the federal government is related to collection of In-Direct Costs collections from the Disability Determination

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

Services and smaller discretionary grants, as well as FY 2007 overdraws. Written notification has been provided to the Rehabilitation Services Administration for further guidance on the liability of \$6,216,338. Notification has also been submitted to the Dept. of Finance and Administration regarding payment to the State General Fund.

In June 2012 an independent expert diagnostic report revealed that the General Fund Investment Pool balances have not been reconciled at the business unit/fund level since the inception of the Statewide Human resources, Accounting, and management Reporting system (SHARE) system in July of 2006.

As of June 30, 2012, the General Fund Investment Pool has not been reconciled at the business unit/fund level. Thus, independent, third-party verification/confirmation of the Public Education Department - Division of Vocational Rehabilitation), balances at the business unit/fund level are not possible.

The Department of Finance & Administration (DFA), under the direction of the State Controller/Financial Control Division Director, is taking aggressive action to resolve this serious problem. DFA has commenced the Cash Management Remediation Project (Remediation Project) in partnership with the New Mexico State Treasurer's Office, the New Mexico Department of Information Technology and a contracted third party PeopleSoft Treasury expert. The purpose of the Remediation Project is to design and implement the changes necessary to reconcile the State's General Fund Investment Pool in a manner that is complete, accurate, and timely. The Remediation Project will make changes to the State's current SHARE system configuration, cash accounting policies and procedures. This will also impact the banking structure. Management believes that these changes will allow for the completion of a timely and accurate reconciliation on a point-forward basis only. The scheduled implementation date for the changes associated with the Remediation Project is February 1, 2013. DVR will be working with the DFA on all changes that are needing to be implemented.

**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



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

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. In FY 2012, fifteen additional schools were authorized as state-chartered. The thirteen schools include: Coral Community Charter, Estancia Valley Classical Academy, La Jicarita Community School, La Resolana Leadership Academy, La Tierra Montessori School of the Arts and Sciences, McCurdy Charter School, Mission Achievement and Success, Ralph J. Bunche Academy, Red River Valley Charter School, Sage Montessori Charter, Southwest Aeronautics, Mathematics, and Science Academy, The Learning Community Charter School, The New America School-Las Cruces, Uplift Academy, and the William W. & Josephine Dorn Charter Community 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.

**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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**ACE Leadership Academy**

- **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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**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 college or a quality job after high school. Students engage in hands-on projects, job training, and community service.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**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.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**Coral Community Charter (CCC)**

• **Brief Discussion**

Coral Community Charter School is a state chartered, public approved school that opened its doors in August 2012. CCC has grades K-3 and will add a grade each year until it serves grades K-6. We are dedicated to providing single-gender classes, quality instruction, individualization, and family/community involvement in order to ensure students' proficiency.

**Estancia Valley Classical Academy (EVCA)**

• **Brief Discussion**

EVCA will provide students the benefit of a content rich and academically rigorous classical liberal arts education with a strong civics component, without the price tag of a private school. At EVCA, students will be challenged to excel both in academics and in moral discipline. Students will learn reading, math, and science through time proven methods and will learn a true account of history based in the reading of primary source documents. Furthermore, discipline, ethics, and personal responsibility will be modeled and expected. EVCA's aim is to develop the academic potential and personal character of each of its students, regardless of background, socio-economic status and ability, and to graduate them fully prepared to become intelligent, responsible, and active members of their community.

**La Jicarita Community School (LJCS)**

• **Brief Discussion**

The mission of La Jicarita Community School (LJCS) is to provide a safe, open and creative environment for a culturally diverse kindergarten through 6th grade student population in the Peñasco area to learn through curriculum that is firmly based in state and national standards, and also fosters compelling life-relevant connections for children through learning expeditions. As an Expeditionary Learning school, our program focuses on service learning, place-based education and ecological education, with an added emphasis in second language learning and teaching through the arts. We honor a child's individuality and natural desire to learn, as well as their ability to think critically, reflect upon their world and promote positive change in their community.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**La Resolana Leadership Academy (LRLA)**

• **Brief Discussion**

LRLA provides a rigorous and high quality academic program in a small and safe traditional middle school setting. Individual Learning Plans are developed for every student in order to ensure academic success in higher education. Students will learn to cultivate meaningful relationships, learn the importance of building a strong character and develop the skills for setting personal and educational goals for the future. Students will participate in community service and service learning projects which helps to develop responsibility in becoming productive and caring citizens.

**La Tierra Montessori School of the Arts and Sciences (LTMSAS)**

• **Brief Discussion**

La Tierra Montessori School of the Arts and Sciences will provide K-8 students in Española, NM and the surrounding communities with the opportunity to improve educational outcomes and reach their maximum potential through an integrated experiential curriculum designed to serve individual learners, the school community of learners, and the community as a whole. La Tierra Montessori School of the Arts and Sciences will utilize an integrated approach to education including Montessori, the Arts, and other proven educational models. Our goal is to foster competent, responsible, healthy and independent citizens who love learning and respect themselves, other people and their environment. Tierra Montessori School of the Arts and Sciences is an approved, free, public, charter school set to open in fall 2012 for K-6 grades.

**McCurdy Charter School (MCS)**

• **Brief Discussion**

MCS focuses on two inter-twined elements that we believe are essential to an education in Northern New Mexico; the perceived "value" of education and education is much more than just academics. The first element focuses on the need to surround students with an environment of staff, families and stakeholders who value education in their own lives and who recognize the long term impact it has in molding and shaping a student's life. The second element mandates that education is a combination of academic excellence and achievement, character development and community engagement. Because the whole is always greater than just the sum of its parts, a well-rounded education is much more likely to ensure a well-rounded student.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**Mission Achievement and Success (MAS)**

• **Brief Discussion**

The educational philosophy of Mission Achievement and Success is that when provided solid, research based instructional practices, all students can learn. This includes students typically identified as being "at risk." MAS is built on the founding belief that equal access to high quality education must be afforded to all students and that all students have the potential to succeed. At the core of high quality education is the delivery of standards based instruction through research based instructional practices that are provided in a effective learning environment; and where commitment to academic excellence is instilled in students as a basic belief, and life skills, that extend far beyond the classroom, are developed within each student.

**Ralph J. Bunche Academy (RJBA)**

• **Brief Discussion**

Ralph J. Bunche Academy will be a community of learners who explore, discover, and prepare to assume leadership roles through the use of Afrocentric, technology infused, interdisciplinary project-based, standards-guided learning experiences.

**Red River Valley Charter School (RRVCS)**

• **Brief Discussion**

To provide a child-centered education that addresses the strengths, needs, interests, and cultures that equip our students with the knowledge and skills needed to meet challenges and succeed in a rapidly changing world. We are public charter school founded by a group of parents interested in establishing a multi-cultural learning environment that meets the academic needs of children.

**Sage Montessori Charter (SMC)**

• **Brief Discussion**

In partnership with parents, Sage Montessori Charter School (SMCS) will provide K-8 students the broad educational opportunity afforded by a model Montessori program coupled with exciting and enriching artistic experiences in art and music, enabling each student to develop values and abilities essential to successfully meet their educational goals and lifelong fulfillment as productive citizens and members of a global community.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**Southwest Aeronautics, Mathematics, and Science Academy (SAMS)**

- **Brief Discussion**

The mission of the Southwest Aeronautics, Mathematics, and Science Academy is to prepare students in grades 7 – 12, through an Integrative STEM educational model with an Aeronautics focus, to become self-motivated, independent, competent, lifelong learners in a unique 21st century global educational environment. Students will be equipped with the reading, writing, mathematical, scientific, technological and problem solving skills necessary for success in post-secondary education and high-tech, aviation related careers.

**The Learning Community Charter School (TLC)**

- **Brief Discussion**

The Learning Community Charter School facilitates a student-centered, individualized education that develops responsible, independent, adaptable, life-long learners who acquire effective thinking and communication skills.

**The New America School-Las Cruces (NAS – LC)**

- **Brief Discussion**

The New America School is a system of publicly funded charter high schools. The mission of The New America School is to empower new immigrants and English Language Learners with the educational tools and support they need to maximize their potential, succeed and live the American dream. New America schools are located in diverse communities where the need is greatest. We have three campuses in the metro Denver area, a campus in Albuquerque, New Mexico and opened a new campus in August 2012 in Las Cruces, New Mexico.

**Uplift Academy (UA)**

- **Brief Discussion**

The Uplift Community School, in alliance with families and the community of Uplift Community School Family Handbook 2012-2013 Gallup-McKinley County, will provide a rigorous; state-standards based education to grades K-8th using an Expeditionary Learning Model ([www.elschools.org](http://www.elschools.org)) to achieve academic success for all students. The Uplift Community School will meet high expectations for achievement by producing meaningful, high quality work that engages cultural diversity, and integrates inquiry and learning in literature, science, social studies and the arts, while building skills in math, reading and writing. The Uplift Community School will develop leadership and teamwork through a process of planning, reflection and revision and a school culture that values individual initiative and voice.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012**

**William W. & Josephine Dorn Charter Community School (WWJD)**

• **Brief Discussion**

William W. & Josephine Dorn Charter Community School (WWJDC) is a new k-5 public community charter school. We believe that residents of the community should have direct input on how their children are being educated. WWJDC's academic program and school design propels student learning and achievement. Here at WWJDC we believe that all children should be able to read by the third grade, and know their multiplication tables by the fifth. We believe that developing a lifelong passion for learning is essential in having children succeed. WWJDC has adopted a unique educational model to teach students with more hands on activities than standard schools.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

**Financial Analysis of the Component Units as a Whole**

**Net Assets**

The Component Units' net assets as June 30, 2012 were \$23.373 million. Table A-3 summarizes the Component Units' net assets for the fiscal years ended June 30, 2012 and 2011.

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

	<u>June 30, 2012</u>	<u>June 30, 2011</u>
	Component Units	Component Units
Assets:		
Current assets	\$ 16,094,382	12,851,289
Other assets	4,942,248	-
Capital assets, net	<u>22,385,303</u>	<u>19,230,239</u>
Total Assets	<u>43,421,933</u>	<u>32,081,528</u>
Current Liabilities		
Accounts payable	735,673	447,564
Accrued payroll	2,968,247	2,559,008
Deferred revenue	1,986,750	1,310,305
Other current liabilities	1,798,377	1,338,519
Compensated absences	<u>274,843</u>	<u>276,192</u>
Total current liabilities	7,763,890	5,931,558
Non-Current Liabilities		
Other non-current liabilities	<u>13,285,001</u>	<u>8,353,310</u>
Net Assets:		
Invested in capital assets, net of related debt	10,125,451	9,686,790
Restricted	1,790,692	1,253,875
Unrestricted	<u>10,456,899</u>	<u>6,855,965</u>
Total net assets	22,361,505	17,796,630
Total net assets and liabilities	<u>\$ 43,421,933</u>	<u>32,081,528</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

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

	<u>June 30, 2012</u> Component Units	<u>June 30, 2011</u> Component Units
Revenues:		
Program Revenues		
Charges for services	\$ 674,860	322,932
Operating grants & contributions	10,342,002	9,903,442
Capital grants & contributions	4,863,638	4,013,787
General revenues and transfers:		
State equalization guarantee	62,936,116	51,837,852
Miscellaneous	3,886,819	3,089,255
Gain (Loss) on disposal of capital assets	1,963,614	(34,439)
Transfers out	-	(32,648)
Total Revenues	<u>84,667,049</u>	<u>69,100,181</u>
Expenses		
Governmental	<u>80,557,757</u>	<u>66,064,461</u>
Changes in Net Assets	4,109,292	3,035,720
Beginning Net Assets	17,796,630	3,786,633
Transfer in Component Units	<u>467,120</u>	<u>10,974,277</u>
Ending Net Assets	<u>\$ 22,373,042</u>	<u>17,796,630</u>

The increase in net assets of \$4.109 million is partially attributable to an increase of \$467,120 in component units assets due to an additional 15 state chartered school. Administrative costs are approximately 15% of the component units' total expenditures.

**Changes in Capital Assets**

During fiscal year 2012, 12 of the 22 component units purchased capital assets, resulting in an increase of \$4.1 million, net of capital assets.

	<u>June 30, 2012</u> Component Units	<u>June 30, 2011</u> Component Units
Equipment and machinery	\$ 28,629,568	24,361,183
Accumulated depreciation	<u>(6,244,265)</u>	<u>(5,208,073)</u>
Total capital assets, net	<u>\$ 22,385,303</u>	<u>19,153,110</u>

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
Year Ended June 30, 2012

**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.

**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, 2012

	Governmental Activities	Component Units
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ -	11,417,871
Investment in State General Fund Investment Pool	80,913,167	-
Restricted Cash	97,035	-
Due from other governments	110,656,910	3,197,406
Due from foundations	-	25,000
Due from external parties	435,917	665,461
Advances to local education authorities	201,756	-
Notes receivable	-	356,809
Prepaid expenses	1,420	281,829
Other assets	-	150,006
<b>TOTAL CURRENT ASSETS</b>	<b>192,306,205</b>	<b>16,094,382</b>
<b>NON-CURRENT ASSETS:</b>		
Capital assets	6,061,963	28,629,568
Accumulated depreciation	(5,756,610)	(6,244,265)
	305,353	22,385,303
Note receivable	-	4,792,186
Investment	-	77,679
Other non-current assets	-	72,383
<b>TOTAL NON-CURRENT ASSETS</b>	<b>305,353</b>	<b>27,327,551</b>
<b>TOTAL ASSETS</b>	<b>192,611,558</b>	<b>43,421,933</b>
<b>CURRENT LIABILITIES:</b>		
Accounts payable	133,970,191	735,673
Accrued payroll and taxes	1,157,730	2,968,247
Deferred revenue	1,249,816	1,986,750
Due to State General Fund Investment Pool	1,324,249	128,762
Due to other governments	15,719,497	7,788
Due to local education authorities	35,757	-
Funds held for others	-	62,678
Compensated absences - due within one year	1,432,931	274,843
Current portion of capital lease obligation	-	1,477,435
Current portion of long-term debt	-	121,714
<b>TOTAL CURRENT LIABILITIES</b>	<b>154,890,171</b>	<b>7,763,890</b>
<b>NON-CURRENT LIABILITIES:</b>		
Noncurrent portion of capital lease obligation	-	10,827,000
Noncurrent portion of long-term debt	-	2,458,001
<b>TOTAL LIABILITIES</b>	<b>154,890,171</b>	<b>21,048,891</b>
<b>NET ASSETS:</b>		
Invested in capital assets, net of related debt	305,353	10,125,451
Restricted	13,914,467	1,790,692
Unrestricted	23,501,567	10,456,899
<b>TOTAL NET ASSETS</b>	<b>\$ 37,721,387</b>	<b>22,373,042</b>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF ACTIVITIES  
Year Ended June 30, 2012

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES:</b>				
Education	\$ 2,819,533,490	217,497	424,762,625	-
Health and Welfare	31,762,333	-	25,225,980	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ 2,851,295,823</u>	<u>217,497</u>	<u>449,988,605</u>	<u>-</u>
<b>GENERAL REVENUES AND TRANSFERS:</b>				
<b>TRANSFERS:</b>				
State appropriations				2,380,834,646
Bond proceeds appropriations				25,618,177
Other state funds				-
Transfers in - other				511,908
Transfers out - other				(265,645)
Transfers out - State General fund reversions-FY12				(4,830,666)
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>				<u>2,401,868,420</u>
<b>CHANGE IN NET ASSETS</b>				778,699
Fund balance, June 30, 2011 as previously reported				36,845,653
Adjustments to fund balance (see note 23)				97,035
Fund balance, June 30, 2011 as restated				<u>36,942,688</u>
<b>NET ASSETS, ENDING</b>				<u>\$ 37,721,387</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF ACTIVITIES - CONTINUED  
Year Ended June 30, 2012

	COMPONENT UNITS				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES:</b>					
Instruction	\$ 80,557,757	674,860	10,342,002	4,863,638	(64,677,257)
	<u>\$ 80,557,757</u>	<u>674,860</u>	<u>10,342,002</u>	<u>4,863,638</u>	<u>(64,677,257)</u>
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>					
<b>GENERAL REVENUES AND TRANSFERS:</b>					
<b>TRANSFERS:</b>					
State equalization guarantee					62,936,116
Property taxes					935,638
Interest Income					151,886
Miscellaneous					2,799,295
Gain on the disposal of assets					1,963,614
					<u>68,786,549</u>
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>					<u>68,786,549</u>
<b>CHANGE IN NET ASSETS</b>					4,109,292
<b>NET ASSETS, BEGINNING</b>					17,796,630
<b>TRANSFERS IN OF COMPONENT UNITS</b>					<u>467,120</u>
<b>NET ASSETS, ENDING</b>					<u>\$ 22,373,042</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
As of June 30, 2012

	05700 PED General Fund	50000 and 51900 DVR General Fund	50100 Disability Determination Services	67200 Federal School Food Services Flowthrough	67300 Federal Dept. of Education Flowthrough
<b>ASSETS:</b>					
Investment in State General Fund					
Investment Pool	\$ 5,663,933	9,056,192	-	662,929	7,524,232
Restricted Cash	-	-	-	-	-
Federal grants receivable	-	1,555,687	695,304	1,769,811	83,411,857
Due from state general fund	-	-	-	-	-
Due from other state agencies	403,726	36,696	2,746	-	-
Due from local education authorities	-	-	-	-	-
Due from external miscellaneous parties	18,061	14,633	-	36,445	5,500
Due from other funds	-	-	-	-	263,184
Prepaid expenses	594	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 6,086,314</b>	<b>10,663,208</b>	<b>698,050</b>	<b>2,469,185</b>	<b>\$ 91,204,773</b>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>LIABILITIES:</b>					
Accounts payable	\$ 1,231,443	1,049,758	533,778	1,014,412	88,023,631
Accrued payroll and taxes	143,632	381,106	158,523	-	-
Investment in State General Fund					
Investment Pool - overdraft	-	-	1,048,958	-	-
Due to State General Fund	273,903	1,124,143	-	-	-
Due to other state agencies	111,337	13,523	-	-	-
Due to federal government	5,101	6,893,883	-	142,720	1,320,359
Due to local education authorities	400	-	-	-	4,983
Deferred revenue	-	-	-	-	-
Due to other funds	1,147,152	-	-	59,916	516,472
Other liabilities	126,508	-	-	-	80,688
<b>TOTAL LIABILITIES</b>	<b>3,039,476</b>	<b>9,462,413</b>	<b>1,741,259</b>	<b>1,217,048</b>	<b>89,946,133</b>
<b>FUND BALANCES:</b>					
Nonspendable:					
Prepaid postage	594	-	-	-	-
Restricted	-	1,200,795	-	1,252,137	1,258,640
Committed	3,046,244	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	(1,043,209)	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>3,046,838</b>	<b>1,200,795</b>	<b>(1,043,209)</b>	<b>1,252,137</b>	<b>1,258,640</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 6,086,314</b>	<b>10,663,208</b>	<b>698,050</b>	<b>2,469,185</b>	<b>\$ 91,204,773</b>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
As of June 30, 2012

	79000 Special Projects	85800 Public School Support Flowthrough	Other Non-Major Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>				
Investment in State General Fund				
Investment Pool	20,531,227	2,765,635	34,709,019	80,913,167
Restricted Cash	-	-	97,035	97,035
Federal grants receivable	-	-	13,657,326	101,089,985
Due from state general fund	406,653	-	25,733	432,386
Due from other state agencies	45,440	-	8,645,931	9,134,539
Due from local education authorities	77,526	68,854	289,537	435,917
Due from external miscellaneous parties	70,034	-	57,083	201,756
Due from other funds	143,307	-	2,019,508	2,425,999
Prepaid expenses	-	-	826	1,420
<b>TOTAL ASSETS</b>	<b>21,274,187</b>	<b>2,834,489</b>	<b>59,501,998</b>	<b>194,732,204</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>LIABILITIES:</b>				
Accounts payable	6,158,818	-	30,247,242	128,259,082
Accrued payroll and taxes	-	-	474,469	1,157,730
Investment in State General Fund				
Investment Pool - overdraft	-	-	275,291	1,324,249
Due to State General Fund	700,969	2,544,087	674,972	5,318,074
Due to other state agencies	-	-	180,359	305,219
Due to federal government	-	9,388	1,724,753	10,096,204
Due to local education authorities	-	-	30,374	35,757
Deferred revenue	-	-	1,249,816	1,249,816
Due to other funds	479,156	-	223,303	2,425,999
Other liabilities	84,203	36,283	5,383,427	5,711,109
<b>TOTAL LIABILITIES</b>	<b>7,423,146</b>	<b>2,589,758</b>	<b>40,464,006</b>	<b>155,883,239</b>
<b>FUND BALANCES:</b>				
Nonspendable:				
Prepaid postage	-	-	-	594
Restricted	138,510	-	10,064,384	13,914,467
Committed	13,712,531	244,731	8,667,298	25,670,803
Assigned	-	-	-	-
Unassigned	-	-	306,310	(736,899)
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>13,851,041</b>	<b>244,731</b>	<b>19,037,992</b>	<b>38,848,965</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>21,274,187</b>	<b>2,834,489</b>	<b>59,501,998</b>	<b>194,732,204</b>

See Notes to Financial Statements.



STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 RECONCILIATION OF THE BALANCE SHEET  
 TO THE STATEMENT OF NET ASSETS- GOVERNMENTAL FUNDS  
 As of June 30, 2012

**Total Fund Balance - Governmental Funds**  
**(Governmental Fund Balance Sheet)** \$ 38,848,965

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Capital assets	6,061,963
Accumulated depreciation	<u>(5,756,610)</u>
Total capital assets	305,353

Some liabilities are not due and payable in the current period and, therefore, are not reported in the fund:

Compensated absences - due within one year	<u>(1,432,931)</u>
--	--------------------

**Net assets of governmental activities (Statement of Net Assets)** \$ 37,721,387

*See Notes to Financial Statements.*

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE -  
GOVERNMENTAL FUNDS  
As of June 30, 2012

	05700 PED General Fund	50000 and 51900 DVR General Fund	50100 Disability Determination Services	67200 Federal School Food Services Flowthrough
<b>REVENUES</b>				
Federal grants	\$ -	14,003,032	10,864,604	123,956,615
Other revenue	1,099,314	67,236	17,364	3,171
<b>TOTAL REVENUES</b>	1,099,314	14,070,268	10,881,968	123,959,786
<b>EXPENDITURES:</b>				
Current:				
Education	11,359,617	-	-	124,370,746
Health and welfare	-	20,515,666	10,963,061	-
Capital outlay	-	-	-	-
<b>TOTAL EXPENDITURES</b>	11,359,617	20,515,666	10,963,061	124,370,746
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	(10,260,303)	(6,445,398)	(81,093)	(410,960)
<b>OTHER FINANCING SOURCES (USES):</b>				
State general fund appropriations	10,534,200	5,673,500	-	-
Appropriations funded with State Severance Bond Proceeds	-	-	-	-
Other state funds	-	-	-	-
Transfers in:				
Interfund	-	-	-	-
Other	-	466,000	-	-
Transfers out:				
Reversions	(273,902)	(212,346)	-	-
Interfund	-	-	-	-
Other	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	10,260,298	5,927,154	-	-
<b>NET CHANGE IN FUND BALANCE</b>	(5)	(518,244)	(81,093)	(410,960)
Fund balance (deficit), June 30, 2011, as previously reported	3,046,843	1,719,039	(962,116)	1,663,097
Adjustments to fund balance (see note 23)	-	-	-	-
Fund balance (deficit), June 30, 2011, as restated	3,046,843	1,719,039	(962,116)	1,663,097
<b>FUND BALANCE (DEFICIT), ENDING</b>	\$ 3,046,838	1,200,795	(1,043,209)	1,252,137

See Notes to Financial Statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE -  
GOVERNMENTAL FUNDS  
As of June 30, 2012

	67300 Federal Dept. of Education Flowthrough	79000 Special Projects	85800 Public School Support Flowthrough	Other Non-Major Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Federal grants	240,311,371	\$ 154,062	-	51,593,296	440,882,980
Other revenue	1,621,685	25,544	175,518	6,313,290	9,323,122
<b>TOTAL REVENUES</b>	<b>241,933,056</b>	<b>179,606</b>	<b>175,518</b>	<b>57,906,586</b>	<b>450,206,102</b>
<b>EXPENDITURES:</b>					
Current:					
Education	241,651,852	18,262,579	2,316,702,691	107,130,878	2,819,478,363
Health and welfare	-	-	-	322,957	31,801,684
Capital outlay	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>241,651,852</b>	<b>18,262,579</b>	<b>2,316,702,691</b>	<b>107,453,835</b>	<b>2,851,280,047</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>281,204</b>	<b>(18,082,973)</b>	<b>(2,316,527,173)</b>	<b>(49,547,249)</b>	<b>(2,401,073,945)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
State general fund appropriations	-	25,575,500	2,314,388,766	24,662,680	2,380,834,646
Appropriations funded with State Severance Bond Proceeds	-	-	-	25,618,177	25,618,177
Other state funds	-	-	-	-	-
Transfers in:					
Interfund	-	24	-	511,908	511,932
Other	-	45,908	-	-	511,908
Transfers out:					
Reversions	-	(700,971)	(2,544,087)	(1,099,360)	(4,830,666)
Interfund	-	(189,717)	-	(322,215)	(511,932)
Other	-	-	-	(265,645)	(265,645)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>24,730,744</b>	<b>2,311,844,679</b>	<b>49,105,545</b>	<b>2,401,868,420</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>281,204</b>	<b>6,647,771</b>	<b>(4,682,494)</b>	<b>(441,704)</b>	<b>794,475</b>
Fund balance (deficit), June 30, 2011, as previously reported	977,436	7,203,270	4,927,225	19,382,661	37,957,455
Adjustments to fund balance (see note 23)	-	-	-	97,035	97,035
Fund balance (deficit), June 30, 2011, as restated	977,436	7,203,270	4,927,225	19,479,696	38,054,490
<b>FUND BALANCE (DEFICIT), ENDING</b>	<b>1,258,640</b>	<b>\$ 13,851,041</b>	<b>244,731</b>	<b>19,037,992</b>	<b>38,848,965</b>

See Notes to Financial Statements.

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, 2012

**Net Changes in Fund Balances - Total Governmental Funds**  
**(Statement of Revenues, Expenditures, and Changes in Fund Balances)** \$ 794,475

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	230,684
--	---------

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	-
Depreciation expense	(246,460)
	(246,460)
Excess of capital outlay over depreciation expense	(246,460)

<b>Change in net assets of governmental activities (Statement of Activities)</b>	<b>\$ 778,699</b>
	778,699

*See 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, 2012

05700 - PED GENERAL FUND

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ -	-	-	-
State General Fund	10,534,200	10,534,200	10,534,200	-
Other State Funds	469,300	469,300	1,099,314	(630,014)
Internal Service Funds / Inter-Agency Transfers	-	-	-	-
Reversions	568,700	568,700	-	568,700
	-	-	(273,902)	273,902
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>11,572,200</b>	<b>11,572,200</b>	<b>11,359,612</b>	<b>212,588</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	9,889,900	9,686,700	9,635,778	50,922
Contractual Services	450,000	613,000	524,147	88,853
Other	904,800	1,272,500	1,199,692	72,808
Other Financing Uses	-	-	-	-
<b>Total education</b>	<b>11,244,700</b>	<b>11,572,200</b>	<b>11,359,617</b>	<b>212,583</b>
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
<b>Total health and welfare</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 11,244,700</b>	<b>11,572,200</b>	<b>11,359,617</b>	<b>212,583</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (5)</b>	

See 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, 2012

	50000 - DIVISION OF VOCATIONAL REHABILITATION			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ 20,384,100	20,384,100	14,003,032	(6,381,068)
State General Fund	5,348,700	5,673,500	5,673,500	-
Other State Funds	-	-	67,236	67,236
Internal Service Funds / Inter-Agency Transfers	966,500	1,198,379	466,000	(732,379)
Reversions	-	-	(212,346)	(212,346)
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>26,699,300</b>	<b>27,255,979</b>	<b>19,997,422</b>	<b>(7,258,557)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total education	-	-	-	-
Health and welfare:				
Personal Services & Employee Benefits	12,376,600	12,654,911	10,321,481	2,333,430
Contractual Services	786,400	786,400	493,755	292,645
Other	13,536,300	13,814,668	9,700,430	4,114,238
Other Financing Uses	-	-	-	-
Total health and welfare	26,699,300	27,255,979	20,515,666	6,740,313
<b>TOTAL EXPENDITURES</b>	<b>\$ 26,699,300</b>	<b>27,255,979</b>	<b>20,515,666</b>	<b>6,740,313</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (518,244)</b>	

See 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, 2012

50100 - DISABILITY DETERMINATION SERVICES

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ 15,603,700	15,603,700	10,864,604	(4,739,096)
State General Fund	-	-	-	-
Other State Funds	-	-	17,364	17,364
Internal Service Funds / Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>15,603,700</b>	<b>15,603,700</b>	<b>10,881,968</b>	<b>(4,721,732)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total education	-	-	-	-
Health and welfare:				
Personal Services & Employee Benefits	6,140,800	6,140,800	4,480,413	1,660,387
Contractual Services	246,800	246,800	190,306	56,494
Other	9,216,100	9,216,100	6,292,342	2,923,758
Other Financing Uses	-	-	-	-
Total health and welfare	15,603,700	15,603,700	10,963,061	4,640,639
<b>TOTAL EXPENDITURES</b>	<b>\$ 15,603,700</b>	<b>15,603,700</b>	<b>10,963,061</b>	<b>4,640,639</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (81,093)</b>	

See 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, 2012

67200 - FEDERAL SCHOOL FOOD SERVICES FLOWTHROUGH

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ 151,366,188	151,366,188	123,956,615	27,409,573
State General Fund	-	-	-	-
Other State Funds	-	-	3,171	(3,171)
Internal Service Funds / Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>151,366,188</b>	<b>151,366,188</b>	<b>123,959,786</b>	<b>27,406,402</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	129,885,918	151,366,188	124,370,746	26,995,442
Other Financing Uses	-	-	-	-
<b>Total education</b>	<b>129,885,918</b>	<b>151,366,188</b>	<b>124,370,746</b>	<b>26,995,442</b>
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
<b>Total health and welfare</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 129,885,918</b>	<b>151,366,188</b>	<b>124,370,746</b>	<b>26,995,442</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (410,960)</b>	

See 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, 2012

67300 - FEDERAL DEPARTMENT OF EDUCATION FLOWTHROUGH

	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ 282,024,182	282,024,182	240,311,371	41,712,811
State General Fund	-	-	-	-
Other State Funds	-	-	1,621,685	(1,621,685)
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>282,024,182</b>	<b>282,024,182</b>	<b>241,933,056</b>	<b>40,091,126</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	2,423,037	2,423,037	2,262,874	160,163
Other	380,746,750	380,746,750	239,388,978	141,357,772
Other Financing Uses	-	-	-	-
Total education	383,169,787	383,169,787	241,651,852	141,517,935
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 383,169,787</b>	<b>383,169,787</b>	<b>241,651,852</b>	<b>141,517,935</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 281,204</b>	

See 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, 2012

	79000 - SPECIAL PROJECTS			
	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ -	-	154,062	(154,062)
State General Fund	18,068,455	18,068,455	25,575,500	(7,507,045)
Other State Funds	-	-	25,544	(25,544)
Internal Service Funds / Inter-Agency Transfers	-	-	45,932	(45,932)
Reversions	-	-	(700,971)	700,971
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>18,068,455</b>	<b>18,068,455</b>	<b>25,100,067</b>	<b>(7,031,612)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	496,100	336,000	329,369	6,631
Contractual Services	5,180,300	4,942,100	3,701,651	1,240,449
Other	22,685,010	23,083,310	14,402,359	8,680,951
Other Financing Uses	-	235,649	18,917	216,732
Non-Budgeted (Reversions)	-	-	-	-
Total education	28,361,410	28,597,059	18,452,296	10,144,763
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 28,361,410</b>	<b>28,597,059</b>	<b>18,452,296</b>	<b>10,144,763</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 6,647,771</b>	

See 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, 2012

85800 - PUBLIC SCHOOL SUPPORT FLOWTHROUGH

	Budgeted Amount		Actual Amount	Variance Positive
	Original	Final		
<b>REVENUES</b>				
Federal Funds	\$ -	-	-	-
State General Fund	2,320,388,766	2,320,388,766	2,314,388,766	6,000,000
Other State Funds	850,000	850,000	175,518	674,482
Internal Service Funds /	-	-	-	-
Inter-Agency Transfers	-	-	-	-
Reversions	-	-	(2,544,087)	2,544,087
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>2,321,238,766</b>	<b>2,321,238,766</b>	<b>2,312,020,197</b>	<b>9,218,569</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	2,321,238,766	2,321,238,766	2,316,702,691	4,536,075
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
<b>Total education</b>	<b>2,321,238,766</b>	<b>2,321,238,766</b>	<b>2,316,702,691</b>	<b>4,536,075</b>
Health and welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non-Budgeted (Reversions)	-	-	-	-
<b>Total health and welfare</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 2,321,238,766</b>	<b>2,321,238,766</b>	<b>2,316,702,691</b>	<b>4,536,075</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (4,682,494)</b>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 STATEMENT OF FIDUCIARY NET ASSETS  
 As of June 30, 2012

	Private Purpose Trusts 61600 & 99300	Agency Fund 57300
<b>ASSETS:</b>		
Investment in State General Fund Investment Pool	\$ 44,361	4,574,013
Certificate of Deposit	20,000	-
Due from other state agencies	7	-
<b>TOTAL ASSETS</b>	<u>64,368</u>	<u>4,574,013</u>
<b>LIABILITIES:</b>		
Due to external party	-	4,574,013
<b>TOTAL LIABILITIES</b>	-	<u>4,574,013</u>
<b>NET ASSETS:</b>		
Reserved for scholarships	<u>64,368</u>	
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 64,368</u>	

*See Notes to Financial Statements.*

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 As of June 30, 2012

	<u>Private Purpose Trusts 61600 &amp; 99300</u>
<b>ASSETS:</b>	
Investment earnings:	\$ 330
Interest	
<b>DEDUCTIONS</b>	
Scholarship expense	<u>-</u>
<b>CHANGE IN NET ASSETS</b>	330
<b>NET ASSETS, BEGINNING</b>	<u>64,038</u>
<b>NET ASSETS, ENDING</b>	<u><u>\$ 64,368</u></u>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**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 51 schools as reported in Volume III – VIII 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  
Year Ended June, 30, 2012**

**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
- ACE Leadership High School
- Albuquerque Institute for Math & Science
- Albuquerque School of Excellence
- 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
- Creative Education Preparatory Institute #1
- East Mountain High School
- Gilbert L. Sena Charter High School
- Horizon Academy West
- J. Paul Taylor Academy
- La Promesa
- Media Arts Collaborative Charter School
- New Mexico International School
- New Mexico School for the Arts
- North Valley Academy

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- School of Dreams Academy
- South Valley Preparatory School
- 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
- The ASK Academy
- The Great Academy
- The International School at Mesa Del Sol
- The Masters Program
- The Montessori Elementary
- The New America School
- Tierra Adentro
- Village Academy
- Coral Community Charter
- Estancia Valley Classical Academy
- La Jicarita Community School
- La Resolana Leadership Academy
- La Tierra Montessori School of the Arts and Sciences
- McCurdy Charter School
- Mission Achievement and Success
- Ralph J. Bunche Academy
- Red River Valley Charter School
- Sage Montessori Charter
- Southwest Aeronautics, Mathematics, and Science Academy
- The Learning Community Charter School
- The New America School-Las Cruces
- Uplift Academy
- William W. & Josephine Dorn Charter Community School

During the fiscal year ended June 30, 2012 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.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The basis of accounting for the charter schools is modified accrual. The schools have governmental funds only. In Volume III - VIII, 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.

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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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.

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:

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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.

*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 (Share 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.

*DVR General Fund (Combined Share Funds #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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*Disability Determinations Services (Share Fund #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.

*Federal School Food Services Flowthrough (Share Fund #67200)* – 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.

*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.

*Special Projects (Share #79000)* – 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.

*Public School Support Flowthrough (Share #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.

*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  
Year Ended June, 30, 2012**

**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.

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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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.

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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, 2012 have been so adjusted.
- 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 16 for specific funds subject to annual reversion to State General Fund.

*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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*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.

*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.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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.

*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, 2012, 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.

*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, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

*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, 2012.

*Unrestricted Assets* represents the excess of total assets over liabilities and net assets-invested in capital assets at June 30, 2012.

*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.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 2. GENERAL FUND INVESTMENT POOL NOT RECONCILED**

In June 2012, an independent expert diagnostic report revealed that the General Fund Investment Pool balances had not been reconciled at the business unit/fund level since the inception of the Statewide Human Resources, Accounting, and Management Reporting (SHARE) system in July of 2006. The diagnostic report is available in the Resources section of the Cash Control page of the New Mexico Department of Finance and Administration's website at: [http://www.nmdfa.state.nm.us/Cash\\_Control.aspx](http://www.nmdfa.state.nm.us/Cash_Control.aspx). The document title is Current State Diagnostic of Cash Control.

The General Fund Investment Pool is the State of New Mexico's main operating account. State revenues such as income taxes, sales taxes, rents and royalties, and other recurring revenues are credited to the General Fund Investment Pool. The fund also comprises numerous State agency accounts whose assets, by statute (Section 8-6-3 NMSA 1978), must be held at the State Treasury. The New Mexico Department of Finance & Administration (DFA) is responsible for the reconciliation of these accounts.

As of June 30, 2012, the General Fund Investment Pool has not been reconciled at the business unit/fund level. Essentially, independent third-party verification/confirmation of the State Land Office's balances at the business unit/fund level is not possible.

The New Mexico Public Education Department (PED) has established internal control procedures applying the State of New Mexico Manual of Model Accounting Practices. These procedures are designed to implement necessary controls to prevent accounting errors and violations of state and federal law and rules related to financial matters. In addition, PED ensures that any disbursement of funds does not exceed the appropriation made, its periodic allotment, or the unencumbered funds at its disposal. Incorporating the State's financial software system (SHARE) and internal reporting and reconciliation throughout the fiscal year, the PED maintains optimum fiscal safeguards. This ensures that the cash balances in SHARE are correct to the extent that the PED has control (i.e., collection, depositing, reconciling, and documentation of outstanding reconciling items) of the cash it receipts and transfers to the state general fund and other state agencies pursuant to state statute.

Since SHARE was implemented, PED recognized the statewide cash reconciliation issue and in response, developed internal reconciliation procedures to ensure that cash receipts and disbursements recorded in the SHARE system are in fact transactions that have been initiated by the department. PED monitors, validates, and reconciles daily the cash report in SHARE and match transactions on the report to the source documents of those deposits made or federal draws requested. PED process large monthly distributions to districts so State appropriations, such as SEG, are monitor as well to make sure those are received. The department verifies that all cash deposits and financial transactions are accurately recorded and posted to the SHARE system; differences are resolved in conjunction with the State Treasures Office, the depository bank and the federal Treasury Department.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 2. GENERAL FUND INVESTMENT POOL NOT RECONCILED (CONTINUED)**

This internal reconciliation of cash receipts and disbursements flowing through PED's share of the state general fund investment pool provides management assurance that the balance reflected in State General Fund Investment Pool account is accurate as of the end of the reporting period. In addition, the PED reconciles other asset and liability accounts on the Balance Sheet of each fund type. This process also provides additional assurance that transactions affecting the PED's share in the State General Fund Investment Pool account are accurate.

**NOTE 3. INTEREST IN THE STATE GENERAL FUND INVESTMENT POOL**

State law (Section 8-6-3 NMSA 1978) requires the Department's cash be managed by the New Mexico State Treasurer's Office. Accordingly, the investments of the Department consist of an interest in the General Fund Investment Pool managed by the New Mexico State Treasurer's Office.

At June 30, 2012 the Department had the following invested in the General Fund Investment Pool:

State General Fund Investment Pool	\$	80,913,167
------------------------------------	----	------------

Interest Rate Risk – The New Mexico State Treasurer's Office has an investment policy that limits investment maturities to five years or less on allowable investments. This policy is means of managing exposure to fair value losses arising from increasing interest rates. This policy is reviewed and approved annually by the New Mexico State Board of Finance.

Credit Risk – The New Mexico State Treasurer pools are not rated.

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.

Due to State General Fund Investment Pool	\$	1,324,249
---	----	-----------

For additional GASB 40 disclosure information regarding cash held by the New Mexico State Treasurer, the reader should see the separate audit report for the New Mexico State Treasurer's Office for the fiscal year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 4. CASH AND INVESTMENTS**

The Eva Lou Kelly Scholarship trust fund has a certificate of deposit with a local bank. The certificate matures February 15, 2013. 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.

**NOTE 5. 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 8) other state agencies. The due from other governments as of June 30, 2012 consists of the following:

Share Fund No.	Agency	Other Agency Fund No.	Amount
50000	Human Services Department (HSD)	63000	\$ 36,696
50100	Children, Youth & Families Department	69000	2,746
28000	State Treasurer's Office (STO)	80100	141
05700	Department of Finance and Administration (DFA)	34100	403,726
56800	Department of Finance and Administration (DFA)	34100	17,204
63400	Department of Finance and Administration (DFA)	34100	386,452
79000	Department of Human Services (HSD)	34100	45,440
81600	Department of Finance and Administration (DFA)	34100	1,674,198
81800	Department of Finance and Administration (DFA)	34100	51,245
89200	Department of Finance and Administration (DFA)	34100	<u>6,516,691</u>
	Total due from other governments		<u>9,134,539</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June, 30, 2012

**NOTE 5. DUE FROM STATE AGENCIES (CONTINUED)**

Due from State Agencies – Agency Fund

Share Fund No.	Agency	Other Agency Fund No.	Amount
61600	Department of Finance and Administration (DFA)	80100	\$ <u>8</u>
			<u>\$ 9,134,547</u>

Advances to local education agencies of \$434,370 consist of federal program advances passed through to the various schools and school districts.

**NOTE 6. INTERFUND BALANCES**

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

<u>Amounts Due From Other Funds</u>		<u>Amounts Due to Other Funds</u>	
<u>Share Fund No</u>	<u>Amount</u>	<u>Share Fund No</u>	<u>Amount</u>
33400	\$ 29,505	51300	25,449
20160	64,287	84400	117,858
67300	263,184	81800	64,287
67400	516,472	05700	1,147,152
79000	143,307	67200	59,916
84400	920,639	89000 PED	15,709
11420	447,621	67300	516,472
89000 PED	<u>40,984</u>	79000	<u>479,156</u>
	<u>\$ 2,425,999</u>		<u>\$ 2,425,999</u>

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 7. CAPITAL ASSETS**

A summary of changes in capital assets is as follows:

	Balance <u>June 30, 2011</u>	Adjustments <u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2012</u>
PED:				
Equipment	\$ 4,337,449	-	-	4,337,449
Art acquisitions	<u>5,800</u>	<u>-</u>	<u>-</u>	<u>5,800</u>
Total PED	4,343,249	-	-	4,343,249
DVR/DDS:				
Equipment	1,799,000	-	(80,285)	1,718,715
Total Department:				
Equipment	6,136,449	-	(80,285)	6,056,163
Art acquisitions	<u>5,800</u>	<u>-</u>	<u>-</u>	<u>5,800</u>
Subtotal	<u>6,142,249</u>	<u>-</u>	<u>(80,285)</u>	<u>6,061,963</u>
Accumulated Depreciation:				
PED - Equipment	(3,838,589)	(223,461)	-	(4,062,051)
DVR/DDS - Equipment	<u>(1,751,846)</u>	<u>(22,999)</u>	<u>80,285</u>	<u>(1,694,559)</u>
Subtotal	<u>(5,590,435)</u>	<u>(246,460)</u>	<u>80,285</u>	<u>(5,756,610)</u>
Total	<u>\$ 551,814</u>	<u>(246,460)</u>	<u>-</u>	<u>305,353</u>

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

PED - Education	\$ 223,461
DVR - Health and welfare	<u>22,999</u>
	<u>\$ 246,460</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 8. DUE TO OTHER GOVERNMENTS**

Total due to other governments at June 30, 2012 is as follows:

Due to other state agencies:

Share Fund No.	Agency	Other Agency Fund No.	Amount
05700	Education Retirement Board	35200	\$ 111,337
63400	New Mexico State Board of Finance	34100	180,359
50000	New Mexico State University	95300	4,913
50000	Human Services Department	63000	<u>8,610</u>
Total			<u>\$ 305,219</u>

**NOTE 9. COMPENSATED ABSENCES**

A summary of changes in compensated absences is as follows:

	Balance <u>June 30, 2011</u>	<u>Increase</u>	<u>Decrease</u>	Balance <u>June 30, 2012</u>	<u>Current Portion</u>
PED	\$ 835,114	776,725	(945,053)	666,785	666,785
DVR/DDS	<u>828,496</u>	<u>810,724</u>	<u>(873,074)</u>	<u>766,146</u>	<u>766,146</u>
Total	<u>\$ 1,663,610</u>	<u>1,587,449</u>	<u>(1,818,127)</u>	<u>1,432,931</u>	<u>1,432,931</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.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 10. 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, Ch21, 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 2012		<u>\$ 42,077,100</u>	<u>(39,203,421)</u>	<u>7,203,270</u>	<u>7,203,270</u>

**NOTE 11. 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.

*Contingency.* The Department did not meet its required level of financial support for the Special Education Cluster of programs for fiscal years 2011 and 2012. As a result, the Department may have a one-time reduction of future federal funding. Management's estimate of the potential one-time reduction in federal funding ranges from \$0 to \$63,491,592 as more fully described in the audit finding *PED 12-07 Maintenance of Effort (MOE) - Special Education Cluster (Material Noncompliance and Material Weakness in Internal Compliance)* which begins on page II-85 in Volume II of the June 30, 2012 financial statements.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 11. COMMITMENTS AND CONTINGENCIES (CONTINUED)**

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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 11. 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, 2012, totaled \$3,206,930. 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>
2013	\$ 350,654	2,569,551	2,920,205
2014	315,892	2,554,842	2,914,894
2015	315,892	2,558,488	2,945,836
2016	315,892	2,403,075	2,976,559
2017	315,892	2,345,166	3,008,762
2018 - 2022	<u>315,892</u>	<u>4,340,282</u>	<u>5,786,141</u>
Total	<u>\$ 1,930,114</u>	<u>16,771,404</u>	<u>20,552,397</u>

**NOTE 12. 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](http://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, 2012, 2011 and 2010 were \$3,079,900, \$3,081,371, and \$3,279,872, respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 13. PENSION PLAN – EDUCATIONAL 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](http://www.nmerb.org).

*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, 2012, 2011 and 2010 were \$744,031, \$630,406 and \$709,411, respectively, which equal the amount of the required contributions for each fiscal year.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 14. 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 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](http://www.nmrhca.state.nm.us).

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June, 30, 2012

**NOTE 14. POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN  
 (CONTINUED)**

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

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employer Contribution Rate</u>
FY 13	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, 2012, 2011 and 2010 were \$491,267, \$429,330 and \$356,661, respectively, which equal the required contributions for each year.

**NOTE 15. 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 15. RISK MANAGEMENT (CONTINUED)**

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, 2012, 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.

**NOTE 16. REVERSIONS**

The following activity for reversions occurred during fiscal year 2012:

<u>Fund</u>	<u>Reversions Payable 6/30/2011</u>	<u>Paid to State General Fund During FY 12</u>	<u>FY12 Additions to Reversions Payable</u>	<u>Reversions Payable 6/30/2012</u>
56200	\$ 3,664	3,664	-	-
05700	445,630	445,631	273,903	273,903
63500	-	-	672,696	672,696
72500	87	87	-	-
79000	944,061	944,061	700,971	700,971
81600	-	118,689	118,689	-
81800	-	305,699	307,975	2,276
85800	13,247,055	13,247,055	2,544,087	2,544,087
50000	-	-	911,797*	911,797
50000	-	-	212,346	212,346
Total	<u>14,640,497</u>	<u>15,064,886</u>	<u>5,742,462</u>	<u>5,318,074</u>

\* \$911,797 was previously recorded as deferred revenue.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 16. REVERSIONS (CONTINUED)**

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 \$15,064,886 was paid to the State General Fund during the year. \$5,318,074 is payable at June 30, 2012 and due by September 30, 2012; this payable may be adjusted within 45 days of the release of this audit by the New Mexico Office of the State Auditor.

The NMDVR is a non-reverting fund, thus is exempt from statute Section 6-5-10(A) NMSA 1978. The payable of \$911,797 is a result of a payable of excess revenue received by Program Development Staff for reimbursement grants in FY 2007 and FY 2008, an extensive analysis by grant of fund balance supports the amounts. The payable of \$212,346 is result of a NMDVR Special Appropriation Laws 2012, 2nd Session, Chapter 19, Section 6, items 22 and 23 and due by September 30, 2012; this payable may be adjusted within 45 days of the release of this audit by the New Mexico Office of the State Auditor.

**NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS**

**SHARE Fund #**

**Special Revenue Funds**

- |       |   |
|-------|---|
| 00500 | <u>Schools in Need of Improvement.</u> 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 | <u>Educational Technology Deficiencies Correction.</u> 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  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

SHARE Fund # (Continued)

**Special Revenue 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. This fund will be transferring to the Governor's Commission on Disability on January 1, 2013.
- 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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)**

**SHARE Fund # (Continued)**

**Special Revenue Funds (Continued)**

- 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.
- 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).

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

SHARE Fund # (Continued)

**Special Revenue Funds (Continued)**

- 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.
- 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.
- 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 is 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 § 22-8-25). This is a reverting fund.
- 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.
- 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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012

**NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)**

**SHARE Fund # (Continued)**

**Special Revenue Funds (Continued)**

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.

89000 PED American Recovery and Reinvestment Act (ARRA). 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.

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  
Year Ended June, 30, 2012

NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)

SHARE Fund # (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, § 22-24-1 and 22-25-6). 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, 2<sup>nd</sup> 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  
Year Ended June, 30, 2012

**NOTE 17. SPECIAL REVENUE AND CAPITAL PROJECT FUNDS (CONTINUED)**

**SHARE Fund # (Continued)**

**Capital Projects (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 FY12 and FY11. 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:

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

NOTE 13. JOINT POWERS AGREEMENT, MEMORANDA OF UNDERSTANDING AND INTER-GOVERNMENT AGREEMENTS

Contractor	Scope of Work	Responsible Party	Total Amount of Contract	Ending Date
Regional Education Cooperative #9	Technical Assistance for Schools in Need of Improvement (SINOI)	PED	\$ 276,326	6/30/2012
Tierra Adentro Charter School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Tatum Municipal School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
ABQ School of Excellence	Provide IDEAL NM eLearning services	PED	-	6/30/2012
AIMS @ UNM Charter School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Los Alamos Public Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Mosaic Academy Charter	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Public Academy for Performing Arts	Provide IDEAL NM eLearning services	PED	-	6/30/2012
The Masters Program	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Los Lunas Public Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Lake Arthur Municipal Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Zuni Public Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Reserve Independent Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Navajo Preparatory School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Pueblo of Isleta	Implement the Tiwa Language Program	PED	65,000	6/30/2012
Santa Clara Pueblo	Implement the Tiwa Language Program	PED	50,000	6/30/2012
Pueblo of San Felipe	Implement the Tiwa Language Program	PED	65,000	6/30/2012
Pueblo de Cochiti	Implement the Tiwa Language Program	PED	65,000	6/30/2012
Regional Education Cooperative #9	Manage and support the State's Career-Technical Leadership Project	PED	450,413	6/30/2012
Mescalero Apache Tribe	Implement the Mescalero Apache Tribe Language Program	PED	50,000	6/30/2012
UNM-Division of Cont. Ed.	Maintain the PreK Program website and data collection system	PED	750,432	6/30/2012
Pueblo of Sandia	Implement the Sandia Tiwa Language Program	PED	40,000	6/30/2012
REC IX	Training of initial charter school applicants.	PED	50,000	6/30/2012
Rio Rancho Public Schools	Administer the JAG's Program	PED	52,725	6/30/2012
SWREC 10	Implement the IDEAL-NM program	PED	-	6/30/2012
Pueblo of Taos	Implement the Taos Tiwa Language Program	PED	50,000	6/30/2012
Santo Domingo Tribe	Implement the Kewa Language Program	PED	40,000	6/30/2012
EPICS	Provide opportunities for families to receive training and technical assistance	PED	115,000	6/30/2012
REC 4	Improve educational results and functional outcomes for children with disabilities	PED	531,949	6/30/2012
REC 6	Improve educational results and functional outcomes for children with disabilities	PED	595,982	6/30/2012
UNM-Center for Development & Disability	Preschool Network Project, Project Set, Deaf/Blind, & Autism Project	PED	693,048	6/30/2012
REC 9	Improve educational results and functional outcomes for children with disabilities	PED	866,457	6/30/2012
Albuquerque Public Schools	Provide preschool services to 540 four-year-old children	PED	1,305,720	6/30/2012
Utah State University	Provide over-flow complain investigation services for SEB	PED	475,000	9/30/2012
UNM	Oversight and support of the Three Tiered Licensure System	PED	300,000	6/30/2012
Socorro Consolidated Schools	Implement teen parent programs and Child care centers for GRADS	PED	400,000	6/30/2012
UNM, NM School Leadership Institute	Develop Data Analysis Tool for 2011 Standards Bases Assessments	PED	65,000	6/30/2012
Walatowa Charter High School	Implement Culture Base Education Program	PED	25,000	6/30/2012
Bernalillo Public Schools	Implement Culture Base Education Program	PED	25,000	6/30/2012
Mescalero Apache Schools	Implement Culture Base Education Program	PED	25,000	6/30/2012
Grants/Cibola County Schools	Implement Culture Base Education Program	PED	25,000	6/30/2012
Zuni Public Schools	Implement Culture Base Education Program	PED	25,000	6/30/2012
Grants/Cibola County Schools	Implement Culture Base Education Program	PED	25,000	6/30/2012
REC #3	Improve educational results and functional outcomes for children with disabilities	PED	322,711	6/30/2012
REC #5	Improve educational results and functional outcomes for children with disabilities	PED	435,338	6/30/2011
REC #7	Improve educational results and functional outcomes for children with disabilities	PED	219,967	6/30/2012
REC #10	Improve educational results and functional outcomes for children with disabilities	PED	367,343	6/30/2012
Central Consolidated School District	Implement a Culture Based Education Program for American Indian Students in Mesa Elementary School	PED	25,000	6/29/2012
Central Consolidated School District	Implement a Culture Based Education Program for American Indian Students in Eva B Stokely Elementary School	PED	25,000	6/29/2012
Taos Academy Charter School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
The ASK Academy	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Farmington Municipal School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Santa Fe Indian School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Espanola Public Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Las Cruces Public Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
NM Navajo South Agency	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Questa Independent Schools	Provide IDEAL NM eLearning services	PED	-	6/30/2012
Shiprock Associated Schools Inc.	Provide IDEAL NM eLearning services	PED	-	6/30/2012
New America School	Provide IDEAL NM eLearning services	PED	-	6/30/2012
REC #8	Improve educational results and functional outcomes for children with disabilities	PED	279,149	6/30/2012
NM Attorney Generals Office	Assist in improving services for pregnant and parenting teens	PED	125,000	8/31/2012
Los Alamos Public Schools	write assessment frameworks for ccss in reading and math	PED	931	6/30/2012
Albuquerque Public Schools	write assessment frameworks for ccss in reading and math	PED	427	6/30/2012
Alamogordo Public Schools	write assessment frameworks for ccss in reading and math	PED	1,021	6/30/2012
Carlsbad Municipal Schools	write assessment frameworks for ccss in reading and math	PED	3,232	6/30/2012
Rio Rancho Public Schools	write assessment frameworks for ccss in reading and math	PED	898	6/30/2012
Developmental Disabilities Planning Council	coordinate activities for 2012 disability rights awareness day	PED	10,000	6/30/2012
REC #9	Coordinate & facilitate the work of the state literacy team	PED	42,205	9/30/2012
NMSU	professional development for NM Mathematics teachers	PED	1,370,024	9/30/2013
REC IX	professional development for teachers working in the K-3 plus program	PED	35,000	9/30/2012
SWREC 10	designated accounting liaison to IDEAL NM	PED	64,800	6/30/2012
Aztec Municipal Schools	Coordinate activities & fiscal responsibilities with 2012 review	PED	230,000	12/30/2012
Hobbs Municipal Schools	CCSS Frameworks	PED	1,629	6/30/2012
Santa Fe Public Schools	CCSS Frameworks	PED	601	6/30/2012
Albuquerque Public Schools	CCSS Frameworks	PED	259	6/30/2012
Farmington Municipal Schools	CCSS Frameworks	PED	1,434	6/30/2012
REC IX	Training & implementation of SB446	PED	20,000	6/30/2012
NEREC 4	improve reading results for students with disabilities	PED	89,899	6/30/2012
NMHU	test fee reduction	PED	138,782	1/31/2013

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 Year Ended June, 30, 2012

**NOTE 19. TRANSFERS IN AND TRANSFERS OUT**

**Other Financing Uses – External**

<b>PED Fund</b>	<b>Agency</b>	<b>Other Agency</b>	<b>Description</b>	<b>Amount</b>
85600	Higher Education Department	95000	Transfers funds for instructional materials	209,775
81800	Department of Cultural Affairs	50500	AIPP transfer	7,080
93100	Department of Finance & Administration	34100	Transfers funds for project	<u>48,790</u>
	Total external transfer out			<u>\$ 265,645</u>

**Other Financing Sources – External**

<b>PED Fund</b>	<b>Agency</b>	<b>Other Agency</b>	<b>Description</b>	<b>Amount</b>
50000	NM Department Of Finance and Administration	85300	Enhance Deaf and Hard of Hearing	\$ 466,000
79000	Services Department	63000	TANF	<u>45,908</u>
	Total External Transfers In			<u>\$ 511,908</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2012

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, 2012, follows:

Fund/Program	Laws	Committed Purposes	Restricted Purposes
<b>General Fund:</b>			
PED General Fund	Administratively Created	\$ 3,046,838	-
DVR General Fund	Administratively Created	-	1,200,795
<b>Total General Fund:</b>		<b>3,046,838</b>	<b>1,200,795</b>
<b>Capital Improvements Projects:</b>			
Public School Capital Improvements	NMSA 22-25-10 1978	-	68,127
Public School Capital Outlay	NMSA 22-24-1 1978	1,787,840	-
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	-	(171,215)
Special Capital Outlay General Fund 2000	Administratively Created	(64,287)	-
GF Capital Outlay	Administratively Created	-	321,231
<b>Total Capital Improvements Projects</b>		<b>1,723,553</b>	<b>255,240</b>
<b>Special Revenue:</b>			
Federal School Food Services Flowthrough	Title 7, Code of Federal Regulations Parts 210 and 245	-	1,252,137
Federal Department of Education Flowthrough	Title 34, Code of Federal Regulations	-	1,258,640
Federal Department of Education Administration	Administratively Created	-	4,359,682
Public School Support Flowthrough	NMSA 22-8-14 1978	244,731	-
DVR Recovery Act Funds	Administratively Created, restricted by grant agreements	-	184
Access to Telework	Restricted by grant agreements	-	356,781
Schools in need of Improvement	NMSA 22-2-10C 1978	834,434	-
Ed Tech Deficiency Correction Fund	NMSA 22-15A-1 1978, NMSA 22-15A-8 1978, and NMSA 22-15A-11 1978	161,702	-
Family Youth	NMSA 22-2D-3	576,300	-
Charter School Stimulus	NMSA 22-10-4.1 1978	-	1,768,111
Pre Kindergarten	NMSA 22-8B-14 1978	14,292	-
Professional Development	GF Appropriation Laws of 2009, Ch 124 Section 4; HSD/PED agreement GSA #11-630-9000-0014	324,740	-
Incentive for School Improvement	NMSA 22-8-45 1978	246,387	-
Reading Materials	NMSA 22-2C-10 1978	30,988	-
Indian Education	NMSA 22-15-8.2 1978	155,564	-
Kindergarten Plus	NMSA 22-23A-8 1978; Contract #5-Save the Children	417,224	1,778,690
Instructional Materials Adoption	NMSA 22-20 1978	-	88,664
Education Technology	NMSA 22-15-8.1 1978	-	443,474
School Library	NMSA 22-15A-1 to 22-15A-10 1978	664,289	-
Vocational Education Flowthrough	NMSA 22-15C-3 1978	125,106	-
Public Building Energy Efficient Act	NMSA 6-23-10 1978	-	(441,729)
Special Projects	40th Legislature, 1st Session, Ch 28 and amended by Senate Bill 165 of 2008	13,667,545	47
Instructional Materials Flowthrough	NMSA 22-15-1 to 22-15-25 1978	-	138,056
State Support Reserve	NMSA 22-8-31 1978	1,000,000	1,455,695
Transportation Emergency	NMSA 28-8-29.6 1978	2,437,110	-
<b>Total Fund Balance</b>		<b>\$ 25,670,803</b>	<b>13,914,467</b>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
Year Ended June, 30, 2012**

**NOTE 22. FUND BALANCE DEFICIT - DVR**

The deficit fund balance is attributed in part to a cleanup of accounts receivable in FY 2011 as well as work with timing difference related to seeking reimbursement from the Disability Determination Services. A plan has been developed by the Department of Vocational Rehabilitation to relieve the fund balance deficit of \$1,043,209.

**NOTE 23. RESTATEMENT**

In 2012, the Division of Vocational Rehabilitation (DVR) (a blended component unit) determined it has not been disclosing or reporting its certificates of deposit in Fund 28000. As a result of the error, an adjustment to the June 30, 2011 fund balance in Fund 28000, Access to Telework, was recorded to increase fund balance by \$97,035.

The impact on the previously reported entity wide net assets for the year ending June 30, 2011 is an increase of \$97,035 and there is no impact on the change in net assets for the year then ended.

**NOTE 24. DUE TO FEDERAL GOVERNMENT**

In 2011, the Division of Vocational Rehabilitation (DVR) (a blended component unit) determined that additional revenues resided in Fund 50000 (Vocational Rehabilitation Fund) fund balance and recorded the amount as a liability for \$7,507,436. In state fiscal year 2012, the NMDVR completed an additional analysis and determined that an additional \$298,244 be recorded as a liability. Of the total liability of \$7,805,680, NMDVR determined that \$6,893,883 be recorded as due to the federal government, which was reclassified from deferred revenue. The payable to the federal government is related to reimbursement of indirect costs from the Vocational Rehabilitation grant that were also collected from the Disability Determination Services and smaller discretionary grants. The remaining amount of the prior year deferred revenue was recorded as due to the State General Fund



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME II**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING BALANCE SHEET -  
 NON MAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2012

	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	56200 Professional Development
<b>ASSETS:</b>									
Investment in State General Fund									
Investment Pool	\$ 689,775	834,263	97,415	525,546	1,847,264	122,564	14,292	2,944,195	195,833
Restricted Cash	97,035	-	-	-	-	-	-	-	-
Federal grants receivable	-	-	-	-	-	-	-	-	-
Bond proceeds receivable	-	-	-	-	-	-	-	-	-
Due from State General Fund	-	-	-	-	-	25,733	-	-	-
Due from other state agencies	141	-	-	-	-	-	-	-	-
Due from local education authorities	-	-	-	42,284	-	-	-	-	101,029
Due from external miscellaneous parties	-	-	-	-	758	-	-	-	-
Due from State Board of Finance	-	-	-	-	-	-	-	-	-
Due from other funds	-	171	64,287	28,679	-	-	-	564	-
Prepaid expenses	-	-	-	826	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>786,951</b>	<b>834,434</b>	<b>161,702</b>	<b>597,335</b>	<b>1,848,022</b>	<b>148,297</b>	<b>14,292</b>	<b>2,944,759</b>	<b>296,862</b>
<b>LIABILITIES AND FUND BALANCES:</b>									
<b>LIABILITIES:</b>									
Accounts payable	998	-	-	-	62,818	-	-	2,168,139	-
Accrued payroll and taxes	-	-	-	-	17,093	-	-	38,772	-
Investment in State General Fund	-	-	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	-	-	-	-
Due to State General Fund	-	-	-	-	-	-	-	-	-
Due to other state agencies	-	-	-	-	-	-	-	-	-
Due to federal government	-	-	-	-	-	148,297	-	-	-
Due to local education authorities	-	-	-	-	-	-	-	-	-
Deferred revenue	498,145	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	25,449	-
Other liabilities	-	-	-	21,035	-	-	-	387,659	-
<b>TOTAL LIABILITIES</b>	<b>499,143</b>	<b>-</b>	<b>-</b>	<b>21,035</b>	<b>79,911</b>	<b>148,297</b>	<b>-</b>	<b>2,620,019</b>	<b>50,475</b>
<b>FUND BALANCES:</b>									
Nonspendable:									
Prepaid postage	-	-	-	-	-	-	-	-	-
Restricted	287,808	-	-	-	1,768,111	-	-	-	-
Committed	-	834,434	161,702	576,300	-	-	14,292	324,740	246,387
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>287,808</b>	<b>834,434</b>	<b>161,702</b>	<b>576,300</b>	<b>1,768,111</b>	<b>-</b>	<b>14,292</b>	<b>324,740</b>	<b>246,387</b>
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)</b>	<b>\$ 786,951</b>	<b>834,434</b>	<b>161,702</b>	<b>597,335</b>	<b>1,848,022</b>	<b>148,297</b>	<b>14,292</b>	<b>2,944,759</b>	<b>296,862</b>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING BALANCE SHEET -  
 NON MAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2012

	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
Investment in State General Fund								
Investment Pool	13,784	155,564	2,665,557	88,664	447,133	664,289	125,106	550,028
Restricted Cash	-	-	-	-	-	-	-	-
Federal grants receivable	-	-	-	-	-	-	-	3,143,342
Bond proceeds receivable	-	-	-	-	-	-	-	-
Due from State General Fund	17,204	-	-	-	-	-	-	-
Due from other state agencies	-	-	-	-	-	-	-	-
Due from local education authorities	-	-	-	-	-	-	-	-
Due from external miscellaneous parties	-	-	-	-	-	-	-	20
Due from State Board of Finance	-	-	-	-	91	-	-	516,472
Due from other funds	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>30,988</b>	<b>155,564</b>	<b>2,665,557</b>	<b>88,664</b>	<b>447,224</b>	<b>664,289</b>	<b>125,106</b>	<b>4,209,862</b>
<b>LIABILITIES AND FUND BALANCES:</b>								
<b>LIABILITIES:</b>								
Accounts payable	-	-	469,188	-	226,064	-	-	3,077,183
Accrued payroll and taxes	-	-	-	-	-	-	-	-
Investment in State General Fund	-	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	-	-	-
Due to State General Fund	-	-	-	-	-	-	-	-
Due to other state agencies	-	-	-	-	-	-	-	-
Due to federal government	-	-	-	-	-	-	-	-
Due to local education authorities	-	-	63	-	-	-	-	1,552,833
Deferred revenue	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Other liabilities	-	-	392	-	-	-	-	21,575
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>469,643</b>	<b>-</b>	<b>226,064</b>	<b>-</b>	<b>-</b>	<b>4,651,591</b>
<b>FUND BALANCES:</b>								
Nonspendable:								
Prepaid postage	-	-	-	-	-	-	-	-
Restricted	-	-	1,778,690	88,664	221,160	-	-	(441,729)
Committed	30,988	155,564	417,224	-	-	664,289	125,106	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>30,988</b>	<b>155,564</b>	<b>2,195,914</b>	<b>88,664</b>	<b>221,160</b>	<b>664,289</b>	<b>125,106</b>	<b>(441,729)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)</b>	<b>\$ 30,988</b>	<b>\$ 155,564</b>	<b>\$ 2,665,557</b>	<b>\$ 88,664</b>	<b>\$ 447,224</b>	<b>\$ 664,289</b>	<b>\$ 125,106</b>	<b>\$ 4,209,862</b>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING BALANCE SHEET -  
 NON MAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2012

	72500 Public Building Energy Efficiency Act	84400 Federal Department of Education Admin	86000 Instructional Materials Through	85600 Instructional Materials Flowthrough	85700 State Support Reserve	88900 Transportation Emergency	11420 K-3 Plus	10550 Special Capital Outlay- New School Development Fund	63400 Public School Capital Improvements
<b>ASSETS:</b>									
Investment in State General Fund									
Investment Pool	47	3,833,153	-	3,912,380	1,000,000	3,066,016	-	-	5,412,422
Restricted Cash	-	-	-	-	-	-	-	-	-
Federal grants receivable	-	7,454,441	-	-	-	-	-	-	-
Bond proceeds receivable	-	-	-	-	-	-	-	-	-
Due from State General Fund	-	-	-	-	-	-	-	-	386,452
Due from other state agencies	-	-	-	-	-	-	-	-	122,024
Due from local education authorities	-	9,831	-	-	-	-	-	-	-
Due from external miscellaneous parties	-	-	-	-	-	-	-	-	-
Due from State Board of Finance	-	920,639	-	-	-	-	447,621	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	47	12,218,064	-	3,912,380	1,000,000	3,066,016	447,621	-	5,920,898
<b>LIABILITIES AND FUND BALANCES:</b>									
<b>LIABILITIES:</b>									
Accounts payable	-	6,173,230	-	2,249,004	-	201	-	-	1,310,080
Accrued payroll and taxes	-	411,681	-	-	-	-	-	-	-
Investment in State General Fund	-	-	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	-	-	-	-
Due to State General Fund	-	-	-	-	-	-	-	-	180,359
Due to other state agencies	-	23,623	-	-	-	-	-	-	-
Due to federal government	-	28,362	-	-	-	400	-	-	-
Due to local education authorities	-	575,769	-	-	-	-	-	-	-
Deferred revenue	-	117,858	-	-	-	-	-	-	-
Due to other funds	-	527,859	-	-	-	-	-	-	4,362,332
Other liabilities	-	7,858,382	-	2,249,004	-	601	-	-	5,852,771
<b>TOTAL LIABILITIES</b>	-	12,218,064	-	2,249,004	-	601	-	-	5,920,898
<b>FUND BALANCES:</b>									
Nonspendable:									
Prepaid postage	-	-	-	-	-	-	-	-	-
Restricted	47	4,359,682	-	1,663,376	-	-	-	-	68,127
Committed	-	-	-	-	1,000,000	3,065,415	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	447,621	-	-
<b>TOTAL FUND BALANCES (DEFICIT)</b>	47	4,359,682	-	1,663,376	1,000,000	3,065,415	447,621	-	68,127
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)</b>	47	12,218,064	-	3,912,380	1,000,000	3,066,016	447,621	-	5,920,898

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING BALANCE SHEET -  
 NON MAJOR GOVERNMENTAL FUNDS  
 Year Ended June 30, 2012

	63500 Public School Capital Outlay	81300 Special Capital Outlay Severance Tax Bonds 2000	81600 Special Capital Outlay Severance Tax Bonds 2004	81800 Special Capital Outlay Severance Tax Bonds 2000	89200 STB Capital Outlay	93100 GF Capital Outlay	89000 PED ARRA Fund	89000 DVR ARRA Fund	Total
<b>ASSETS:</b>									
Investment in State General Fund									
Investment Pool	\$ 1,775,740	37,097	705,858	467,186	2,055,413	462,251	-	184	34,709,019
Restricted Cash	-	-	-	-	-	-	-	-	97,035
Federal grants receivable	-	-	-	-	-	-	3,059,543	-	13,657,326
Bond proceeds receivable	-	-	-	-	-	-	-	-	-
Due from State General Fund	-	-	-	-	-	-	-	-	25,733
Due from other state agencies	-	-	1,674,198	51,245	6,516,691	-	-	-	8,645,931
Due from local education authorities	24,200	-	-	-	-	-	-	-	289,537
Due from external miscellaneous parties	-	-	46,474	-	-	-	-	-	57,083
Due from State Board of Finance	-	-	-	-	-	-	40,984	-	2,019,508
Due from other funds	-	-	-	-	-	-	-	-	826
Prepaid expenses	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>1,799,940</b>	<b>37,097</b>	<b>2,426,530</b>	<b>518,431</b>	<b>8,572,104</b>	<b>462,251</b>	<b>3,100,527</b>	<b>184</b>	<b>59,501,998</b>
<b>LIABILITIES AND FUND BALANCES:</b>									
<b>LIABILITIES:</b>									
Accounts payable	-	-	2,514,594	340,253	8,572,104	141,020	2,942,366	-	30,247,242
Accrued payroll and taxes	-	-	-	-	-	-	6,923	-	474,469
Investment in State General Fund	-	-	-	-	-	-	-	-	-
Investment Pool - overdraft	-	-	-	-	-	-	275,291	-	275,291
Due to State General Fund	672,696	-	-	2,276	-	-	-	-	674,972
Due to other state agencies	-	-	-	-	-	-	-	-	180,359
Due to federal government	-	-	-	-	-	-	-	-	1,724,753
Due to local education authorities	-	-	-	-	-	-	1,549	-	30,374
Deferred revenue	-	-	-	175,902	-	-	-	-	1,249,816
Due to other funds	-	-	-	64,287	-	-	15,709	-	223,303
Other liabilities	12,100	-	-	-	-	-	-	-	5,383,427
<b>TOTAL LIABILITIES</b>	<b>684,796</b>	<b>-</b>	<b>2,514,594</b>	<b>582,718</b>	<b>8,572,104</b>	<b>141,020</b>	<b>3,241,838</b>	<b>-</b>	<b>40,464,006</b>
<b>FUND BALANCES:</b>									
Nonspendable:									
Prepaid postage	-	-	-	-	-	-	-	-	-
Restricted	-	37,097	(88,064)	-	-	321,231	-	184	10,064,384
Committed	1,115,144	-	-	(64,287)	-	-	-	-	8,667,298
Assigned	-	-	-	-	-	-	(141,311)	-	-
Unassigned	-	-	-	-	-	-	-	-	306,310
<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>1,115,144</b>	<b>37,097</b>	<b>(88,064)</b>	<b>(64,287)</b>	<b>-</b>	<b>321,231</b>	<b>(141,311)</b>	<b>184</b>	<b>19,037,992</b>
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)</b>	<b>\$ 1,799,940</b>	<b>37,097</b>	<b>2,426,530</b>	<b>518,431</b>	<b>8,572,104</b>	<b>462,251</b>	<b>3,100,527</b>	<b>184</b>	<b>59,501,998</b>

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, 2012

	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 Basic Education	47000 Charter School Stimulus	51300 Pre - Kindergarten Funds	56200 Professional Development
Revenues									
Federal grants	44,142	-	-	-	-	-	-	-	-
Other revenue	1,057	1,244	784	784	2,044,533	3,728	3,728	42,247	1,048
<b>TOTAL REVENUES</b>	<b>45,199</b>	<b>1,244</b>	<b>784</b>	<b>784</b>	<b>2,044,533</b>	<b>3,728</b>	<b>3,728</b>	<b>42,247</b>	<b>1,048</b>
EXPENDITURES:									
Current:									
Education	-	-	-	-	1,158,116	-	-	6,466,065	-
Health and Welfare	49,213	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>49,213</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,158,116</b>	<b>-</b>	<b>-</b>	<b>6,466,065</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(4,014)</b>	<b>1,244</b>	<b>784</b>	<b>784</b>	<b>886,417</b>	<b>3,728</b>	<b>3,728</b>	<b>(6,423,818)</b>	<b>1,048</b>
<b>OTHER FINANCING SOURCES (USES):</b>									
Transfers in - State General Fund appropriations	-	-	-	-	-	-	-	6,292,600	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-	-	-	-
Transfers in:									
Interfund	-	-	64,287	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Transfers out:									
Reversions	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>64,287</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,292,600</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,014)</b>	<b>1,244</b>	<b>64,287</b>	<b>784</b>	<b>886,417</b>	<b>3,728</b>	<b>3,728</b>	<b>(131,218)</b>	<b>1,048</b>
Fund balance (deficit), June 30, 2011 as previously reported	194,787	833,190	97,415	575,516	881,694	10,564	10,564	455,958	245,339
Adjustments to fund balance (see note 23)	97,035	-	-	-	-	-	-	-	-
Fund balance (deficit), June 30, 2011 as restated	291,822	833,190	97,415	575,516	881,694	10,564	10,564	455,958	245,339
<b>FUND BALANCE (DEFICIT), ENDING</b>	<b>\$ 287,808</b>	<b>834,434</b>	<b>161,702</b>	<b>576,300</b>	<b>1,768,111</b>	<b>14,292</b>	<b>14,292</b>	<b>324,740</b>	<b>246,387</b>

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, 2012

	56800 Incentive for school Improvements	58600 Reading Materials Fund	63300 Indian Education Act	63900 Kindergarten Plus Fund	66000 Instructional Materials Adoption	66200 Education Technology Fund	66900 School Library Fund	67400 Vocational Education Flowthrough	72500 Public Building Energy Efficiency Act
Revenues									
Federal grants	-	-	-	-	-	-	-	-	-
Other revenue	47	-	300,007	132	218,004	-	-	6,726,857	-
<b>TOTAL REVENUES</b>	<b>47</b>	<b>-</b>	<b>300,007</b>	<b>132</b>	<b>218,004</b>	<b>-</b>	<b>-</b>	<b>6,750,582</b>	<b>-</b>
EXPENDITURES:									
Current:									
Education	17,228	-	1,900,073	-	228,564	-	-	7,192,311	303,613
Health and Welfare	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>17,228</b>	<b>-</b>	<b>1,900,073</b>	<b>-</b>	<b>228,564</b>	<b>-</b>	<b>-</b>	<b>7,192,311</b>	<b>303,613</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(17,181)</b>	<b>-</b>	<b>(1,600,066)</b>	<b>132</b>	<b>(10,560)</b>	<b>-</b>	<b>-</b>	<b>(441,729)</b>	<b>(303,613)</b>
<b>OTHER FINANCING SOURCES (USES):</b>									
Transfers in - State General Fund appropriations	-	-	1,824,600	-	-	-	-	-	303,613
Appropriations funded with State severance proceeds	-	-	-	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-	-	-	-
Transfers in:									
Interfund	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Transfers out:									
Reversions	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>1,824,600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>303,613</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(17,181)</b>	<b>-</b>	<b>224,534</b>	<b>132</b>	<b>(10,560)</b>	<b>-</b>	<b>-</b>	<b>(441,729)</b>	<b>-</b>
Fund balance (deficit), June 30, 2011 as previously reported	48,169	155,564	1,971,380	88,532	231,720	664,289	125,106	-	47
Adjustments to fund balance (see note 23)	-	-	-	-	-	-	-	-	-
Fund balance (deficit), June 30, 2011 as restated	48,169	155,564	1,971,380	88,532	231,720	664,289	125,106	-	47
<b>FUND BALANCE (DEFICIT), ENDING</b>	<b>\$ 30,988</b>	<b>155,564</b>	<b>2,195,914</b>	<b>88,664</b>	<b>221,160</b>	<b>664,289</b>	<b>125,106</b>	<b>(441,729)</b>	<b>47</b>

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, 2012

	84400 Federal Department of Education Admin	86000 Instructional Materials Flowthrough	85600 Instructional Materials Flowthrough	85700 State Support Reserve	88900 Transportation Emergency Fund	11420 K-3 Plus	10550 Capital Outlay New School Development Fund	63400 Public School Capital Improvements	63500 Public School Capital Outlay
<b>Revenues</b>									
Federal grants	\$ 25,056,271	-	-	-	-	-	-	-	-
Other revenue	415,544	-	1,255	-	662,929	-	-	2,593,338	-
<b>TOTAL REVENUES</b>	<u>25,471,815</u>	-	<u>1,255</u>	-	<u>662,929</u>	-	-	<u>2,593,338</u>	-
<b>EXPENDITURES:</b>									
Current:									
Education	23,693,149	-	14,457,821	-	1,622,718	-	-	7,239,405	-
Health and Welfare	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>23,693,149</u>	-	<u>14,457,821</u>	-	<u>1,622,718</u>	-	-	<u>7,239,405</u>	-
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>1,778,666</u>	-	<u>(14,456,566)</u>	-	<u>(959,789)</u>	-	-	<u>(4,646,067)</u>	-
<b>OTHER FINANCING SOURCES (USES):</b>									
Transfers in - State General Fund appropriations	-	-	15,092,800	-	-	-	-	-	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-	-	4,574,498	(578,853)
Other State funds	-	-	-	-	-	-	-	-	-
Transfers in:									
Interfund	-	-	-	-	-	447,621	-	-	-
Other	-	-	-	-	-	-	-	-	-
Transfers out:									
Reversions Interfund	-	-	-	-	-	-	-	-	(672,696)
Other	-	-	(209,775)	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	-	-	<u>14,883,025</u>	-	-	<u>447,621</u>	-	<u>4,365,371</u>	<u>(1,251,549)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>1,778,666</u>	-	<u>426,459</u>	-	<u>(959,789)</u>	<u>447,621</u>	-	<u>(280,696)</u>	<u>(1,251,549)</u>
Fund balance (deficit), June 30, 2011 as previously reported	2,581,016	-	1,236,917	1,000,000	4,025,204	-	-	348,823	2,366,693
Adjustments to fund balance (see note 23)	-	-	-	-	-	-	-	-	-
Fund balance (deficit), June 30, 2011 as restated	<u>2,581,016</u>	-	<u>1,236,917</u>	<u>1,000,000</u>	<u>4,025,204</u>	-	-	<u>348,823</u>	<u>2,366,693</u>
<b>FUND BALANCE (DEFICIT), ENDING</b>	<u>\$ 4,359,682</u>	-	<u>1,663,376</u>	<u>1,000,000</u>	<u>3,065,415</u>	<u>447,621</u>	-	<u>68,127</u>	<u>1,115,144</u>

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, 2012

	81300 Special Capital Outlay 2000	81600 Special Capital Outlay 2004	81800 Special Capital Outlay 2000	89200 STB Capital Outlay	93100 GF Capital Outlay	89000 PED ARRA Fund	89000 DVR ARRA Fund	Total
<b>Revenues</b>								
Federal grants	-	-	-	-	-	19,494,280	271,746	51,593,296
Other revenue	-	-	-	-	-	3,485	183	6,313,290
<b>TOTAL REVENUES</b>	-	-	-	-	-	19,497,765	271,929	57,906,586
<b>EXPENDITURES:</b>								
Current:								
Education	-	7,092,326	544,913	15,256,824	318,676	19,639,076	-	107,130,878
Health and Welfare	-	-	-	-	-	-	273,744	322,957
Capital Outlay	-	7,092,326	544,913	15,256,824	318,676	19,639,076	273,744	107,453,835
<b>TOTAL EXPENDITURES</b>	-	(7,092,326)	(544,913)	(15,256,824)	(318,676)	(141,311)	(1,815)	(49,547,249)
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	-	-	-	-	-	-	-
<b>OTHER FINANCING SOURCES (USES):</b>								
Transfers in - State General Fund appropriations	-	-	902,889	-	246,178	-	-	24,662,680
Appropriations funded with State severance proceeds	-	6,365,708	-	15,256,824	-	-	-	25,618,177
Other State funds	-	-	-	-	-	-	-	-
Transfers in:								
Interfund	-	-	-	-	-	-	-	511,908
Other	-	-	-	-	-	-	-	-
Transfers out:								
Reversions	-	(118,689)	(307,975)	-	-	-	-	(1,099,360)
Interfund	-	(5,880)	(107,208)	-	-	-	-	(322,215)
Other	-	-	(7,080)	-	(48,790)	-	-	(265,645)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	-	6,241,139	480,626	15,256,824	197,388	-	-	49,105,545
<b>NET CHANGE IN FUND BALANCE</b>	-	(851,187)	(64,287)	-	(121,288)	(141,311)	(1,815)	(441,704)
Fund balance (deficit), June 30, 2011 as previously reported	37,097	763,123	-	-	442,519	-	1,999	19,382,661
Adjustments to fund balance (see note 23)	-	-	-	-	-	-	-	97,035
Fund balance (deficit), June 30, 2011 as restated	37,097	763,123	-	-	442,519	-	1,999	19,479,696
<b>FUND BALANCE (DEFICIT), ENDING</b>	\$ 37,097	(88,064)	(64,287)	-	321,231	(141,311)	184	19,037,992

See Report of Independent Auditors and Notes to Financials

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, 2012

	28000 - ACCESS-TO-TELEWORK FUNDS			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	44,142	44,142
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	132,200	132,200	1,057	1,057
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>132,200</b>	<b>132,200</b>	<b>-</b>	<b>(132,200)</b>
	132,200	132,200	45,199	(87,001)
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	17,000	17,000	4,016	12,984
Contractual Services	35,000	5,000	-	5,000
Other	80,100	110,100	45,197	64,903
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	132,100	132,100	49,213	82,887
<b>TOTAL EXPENDITURES</b>	<b>\$ 132,100</b>	<b>132,100</b>	<b>49,213</b>	<b>82,887</b>
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (4,014)</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, 2012

	00500 - Schools in Need of Improvement Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	1,244	1,244
Internal Service Fund/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	1,244	1,244
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,244</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, 2012

	20160 - Ed Tech Deficiency Correction Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	64,287	64,287
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	64,287	64,287
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 64,287</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, 2012

	33400 - Family Youth			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	784	784
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	784	784
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	\$ -	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			\$ 784	

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, 2012

39700 - Educator Certification Fund				
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	1,478,800	1,478,800	2,044,533	565,733
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>1,478,800</b>	<b>1,478,800</b>	<b>2,044,533</b>	<b>565,733</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	540,700	582,400	503,256	79,144
Contractual Services	442,000	464,000	331,316	132,684
Other	504,400	432,400	323,544	108,856
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	1,487,100	1,478,800	1,158,116	320,684
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>1,487,100</b>	<b>1,478,800</b>	<b>1,158,116</b>	<b>320,684</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 886,417</b>	



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, 2012

	45800 - Adult Basic Education			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	-	-
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

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, 2012

	47000 - Charter School Stimulus			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	3,728	3,728
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	3,728	3,728
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 3,728</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, 2012

	51300 - Pre-Kindergarten Fund			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	6,292,600	6,292,600	6,292,600	-
Other State Funds	-	-	42,247	42,247
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	655,000	655,000	-	(655,000)
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>6,947,600</b>	<b>6,947,600</b>	<b>6,334,847</b>	<b>(612,753)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	215,000	215,000	212,948	2,052
Contractual Services	6,005,300	6,717,700	6,249,178	468,522
Other	72,300	14,900	3,939	10,961
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	6,292,600	6,947,600	6,466,065	481,535
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>6,292,600</b>	<b>6,947,600</b>	<b>6,466,065</b>	<b>481,535</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (131,218)</b>	

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, 2012

	56200 - Professional Development			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	\$ -	-	\$ -
State General Funds	-	-	-	-
Other State Funds	-	-	1,048	(1,048)
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	1,048	(1,048)
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,048</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, 2012

	56800 - Incentive for School Improvements			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	47	47
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	30,969	-	(30,969)
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	30,969	47	(30,922)
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	30,969	17,228	13,741
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	30,969	17,228	13,741
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	30,969	17,228	13,741
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (17,181)</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, 2012

	58600 - Reading Materials Fund			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			\$ -	

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, 2012

	63300 - Indian Education Act			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	1,824,600	1,824,600	1,824,600	-
Other State Funds	-	-	300,007	300,007
Internal Service Funds/ Inter-Agency Transfers	300,000	300,000	-	(300,000)
Budgeted Fund Balance	604,200	604,200	-	(604,200)
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>2,728,800</b>	<b>2,728,800</b>	<b>2,124,607</b>	<b>(604,193)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	322,000	322,000	201,162	120,838
Contractual Services	1,324,600	2,029,200	1,560,319	468,881
Other	178,000	377,600	138,592	239,008
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	1,824,600	2,728,800	1,900,073	828,727
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>1,824,600</b>	<b>2,728,800</b>	<b>1,900,073</b>	<b>828,727</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 224,534</b>	

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, 2012

	63900 - Kindergarten Plus			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	132	132
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	132	132
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 132</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, 2012

	66000 - Instructional Materials Adoption			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	218,004	218,004
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	321,720	-	(321,720)
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	321,720	218,004	(103,716)
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	300,000	228,564	71,436
Other	-	21,720	-	21,720
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	321,720	228,564	93,156
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	321,720	228,564	93,156
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (10,560)</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, 2012

	66200 - Education Technology Fund			Variance Positive (Negative)
	Budgeted Amount		Actual Amount	
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	-	-
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

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, 2012

66900 - School Library Fund				
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	-	-
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012

	67400 - Vocational Education Flowthrough			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ 8,600,000	8,600,000	6,726,857	(1,873,143)
State General Funds	-	-	-	-
Other State Funds	-	-	23,725	23,725
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>8,600,000</b>	<b>8,600,000</b>	<b>6,750,582</b>	<b>(1,849,418)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	8,600,000	8,600,000	7,192,311	1,407,689
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	8,600,000	8,600,000	7,192,311	1,407,689
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>8,600,000</b>	<b>8,600,000</b>	<b>7,192,311</b>	<b>1,407,689</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (441,729)</b>	

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, 2012

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

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, 2012

<b>84400 - Federal Department of Education Administration</b>				
	<u>Budgeted Amount</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Federal Funds	\$ 27,020,000	27,020,000	25,056,271	(1,963,729)
State General Funds	-	-	-	-
Other State Funds	-	-	415,544	415,544
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>27,020,000</b>	<b>27,020,000</b>	<b>25,471,815</b>	<b>(1,548,185)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	7,499,800	7,513,400	4,046,889	3,466,511
Contractual Services	29,295,084	30,045,084	18,666,636	11,378,448
Other	15,372,432	14,622,432	979,624	13,642,808
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	52,167,316	52,180,916	23,693,149	28,487,767
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>52,167,316</b>	<b>52,180,916</b>	<b>23,693,149</b>	<b>28,487,767</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 1,778,666</b>	

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, 2012

	85600 - Instructional Materials Flowthrough			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	15,092,800	15,092,800	15,092,800	-
Other State Funds	850,000	850,000	1,255	(848,745)
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>15,942,800</b>	<b>15,942,800</b>	<b>15,094,055</b>	<b>(848,745)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	15,092,800	16,119,942	14,457,821	1,662,121
Other Financing Uses	-	209,775	209,775	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	15,092,800	16,329,717	14,667,596	1,662,121
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>15,092,800</b>	<b>16,329,717</b>	<b>14,667,596</b>	<b>1,662,121</b>
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 426,459</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, 2012

	85700 - State support Reserve			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	-	-
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	-	-	-	-
<b>EXPENDITURES:</b>				
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	-	-	-	-
<b>TOTAL EXPENDITURES</b>	-	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	



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, 2012

	88900 - Transportation Emergency Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ -	-	-	-
State General Funds	-	-	-	-
Other State Funds	-	-	662,929	662,929
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	617,984	617,984	-	(617,984)
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	617,984	617,984	662,929	44,945
<b>EXPENDITURES:</b>				
Education:	-	-	-	-
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	1,200,000	1,817,984	1,622,718	195,266
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	1,200,000	1,817,984	1,622,718	195,266
Health and Welfare:	-	-	-	-
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	1,200,000	1,817,984	1,622,718	195,266
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (959,789)</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, 2012

	89000 - PED ARRA Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ 15,759,231	15,759,231	19,494,280	3,735,049
State General Funds	-	-	-	-
Other State Funds	-	-	3,485	3,485
Internal Service Funds/ Inter-Agency Transfers	50,000	50,000	-	(50,000)
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>15,809,231</b>	<b>15,809,231</b>	<b>19,497,765</b>	<b>3,688,534</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	475,782	727,602	238,007	489,595
Contractual Services	1,188,632	1,653,821	524,033	1,129,788
Other	78,534,559	93,626,781	18,877,036	74,749,745
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	80,198,973	96,008,204	19,639,076	76,369,128
Health and Welfare:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>80,198,973</b>	<b>96,008,204</b>	<b>19,639,076</b>	<b>76,369,128</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (141,311)</b>	

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, 2012

	89000 - DVR ARRA Fund			
	Budgeted Amount		Actual Amount	Variance Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Federal Funds	\$ 976,666	1,312,195	271,746	(1,040,449)
State General Funds	-	-	-	-
Other State Funds	-	-	183	183
Internal Service Funds/ Inter-Agency Transfers	-	-	-	-
Budgeted Fund Balance	-	-	-	-
<b>TOTAL REVENUES AND BUDGETED FROM FUND BALANCE</b>	<b>976,666</b>	<b>1,312,195</b>	<b>271,929</b>	<b>(1,040,266)</b>
<b>EXPENDITURES:</b>				
Education:				
Personal Services & Employee Benefits	-	-	-	-
Contractual Services	-	-	-	-
Other	-	-	-	-
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total Education	-	-	-	-
Health and Welfare:				
Personal Services & Employee Benefits	89,854	78,808	198	78,610
Contractual Services	29,885	19,036	-	19,036
Other	856,827	1,214,351	273,546	940,805
Other Financing Uses	-	-	-	-
Non - Budgeted (Reversions)	-	-	-	-
Total health and welfare	976,566	1,312,195	273,744	1,038,451
<b>TOTAL EXPENDITURES</b>	<b>976,566</b>	<b>1,312,195</b>	<b>273,744</b>	<b>1,038,451</b>
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (1,815)</b>	

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, 2012

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS  
FUND 634 PUBLIC SCHOOL CAPITAL IMPROVEMENTS  
As of June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	811,585	811,585	-	(811,585)
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	2,593,338	2,593,338
Bond proceeds	-	-	4,574,498	4,574,498
Reversion	-	-	-	-
<b>TOTAL REVENUES</b>	<b>\$ 811,585</b>	<b>811,585</b>	<b>7,167,836</b>	<b>6,356,251</b>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	-	-	-	-
Contractual services	-	-	-	-
Other operating costs	7,510,361	7,510,361	7,239,405	270,956
Other financing uses	-	209,127	209,127	-
Operating transfers	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ 7,510,361</b>	<b>7,719,488</b>	<b>7,448,532</b>	<b>270,956</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	<b>\$ (6,698,776)</b>	<b>(6,907,903)</b>	<b>(280,696)</b>	<b>-</b>
<b>CASH BALANCE CARRYFORWARD</b>	<b>(6,698,776)</b>	<b>(6,907,903)</b>		
	<b>\$ -</b>	<b>-</b>		
<b>EXCESS REVENUE OVER EXPENSE</b>			<b>(280,696)</b>	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS  
FUND 635 PUBLIC SCHOOL CAPITAL OUTLAY  
As of June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance From
	Original	Final		Final Budget Positive (Negative)
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	(578,853)	(578,853)	-
Reversion	-	(672,696)	(672,696)	-
<b>TOTAL REVENUES</b>	<b>\$ -</b>	<b>(1,251,549)</b>	<b>(1,251,549)</b>	<b>-</b>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	-	-	-	-
Contractual services	-	-	-	-
Other operating costs	-	-	-	-
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	<b>\$ -</b>	<b>(1,251,549)</b>	<b>(1,251,549)</b>	<b>-</b>
<b>CASH BALANCE CARRYFORWARD</b>	<b>-</b>	<b>(1,251,549)</b>		
	<b>\$ -</b>	<b>-</b>		
<b>EXCESS REVENUE OVER EXPENSE</b>			<b>(1,251,549)</b>	

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, 2012

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

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, 2012

	Budgeted Amounts		Actual Amounts	Variance From
	Original	Final		Final Budget Positive (Negative)
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	122,531	122,531	6,365,708	6,243,177
Reversion	-	-	(118,689)	(118,689)
<b>TOTAL REVENUES</b>	<u>\$ 122,531</u>	<u>122,531</u>	<u>6,247,019</u>	<u>6,124,488</u>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	8,999,100	13,690,355	7,092,326	6,598,029
Other financing uses	-	-	-	-
Operating transfers	-	5,880	5,880	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 8,999,100</u>	<u>13,696,235</u>	<u>7,098,206</u>	<u>6,598,029</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	\$ (8,876,569)	(13,573,704)	<u>(851,187)</u>	<u>-</u>
<b>CASH BALANCE CARRYFORWARD</b>	<u>(8,876,569)</u>	<u>(13,573,704)</u>		
	\$ -	-		
<b>EXCESS REVENUE OVER EXPENSE</b>			<u>\$ (851,187)</u>	



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF REVENUES AND EXPENDITURES  
BUDGET AND ACTUAL - NON MAJOR GOVERNMENTAL FUNDS  
FUND 818 SPECIAL CAPITAL OUTLAY 2000  
As of June 30, 2012

	Budgeted Amounts		Actual Amounts	Variance From
	Original	Final		Final Budget Positive (Negative)
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	902,889	902,889
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Reversion	-	-	(307,975)	(307,975)
<b>TOTAL REVENUES</b>	<u>\$ -</u>	<u>-</u>	<u>594,914</u>	<u>594,914</u>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	844,186	844,186	544,913	299,273
Other financing uses	-	-	-	-
Operating transfers	-	114,288	114,288	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 844,186</u>	<u>958,474</u>	<u>659,201</u>	<u>299,273</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	\$ (844,186)	(958,474)	<u>(64,287)</u>	<u>-</u>
<b>CASH BALANCE CARRYFORWARD</b>	<u>(844,186)</u>	<u>(958,474)</u>		
	<u>\$ -</u>	<u>-</u>		
<b>EXCESS REVENUE OVER EXPENSE</b>			<u>\$ (64,287)</u>	

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, 2012

	Budgeted Amounts		Actual Amounts	Variance From
	Original	Final		Final Budget Positive (Negative)
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	-	-	-
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	19,200,000	15,256,824	(3,943,176)
Reversion	-	-	-	-
<b>TOTAL REVENUES</b>	<u>\$ -</u>	<u>19,200,000</u>	<u>15,256,824</u>	<u>(3,943,176)</u>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	-	19,200,000	15,256,824	3,943,176
Other financing uses	-	-	-	-
Operating transfers	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>\$ -</u>	<u>19,200,000</u>	<u>15,256,824</u>	<u>3,943,176</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	\$ -	-	-	-
<b>CASH BALANCE CARRYFORWARD</b>	-	-		
	<u>\$ -</u>	<u>-</u>		
<b>EXCESS REVENUE OVER EXPENSE</b>			<u>\$ -</u>	

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, 2012

	Budgeted Amounts		Actual Amounts	Variance From Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Fund balance	\$ -	-	-	-
State General Fund appropriations	-	123,801	246,178	122,377
Other state funds	-	-	-	-
Federal grants	-	-	-	-
Other financing sources	-	-	-	-
Bond proceeds	-	-	-	-
Reversion	-	-	-	-
<b>TOTAL REVENUES</b>	<u>\$ -</u>	<u>123,801</u>	<u>246,178</u>	<u>122,377</u>
<b>EXPENDITURES - current:</b>				
Personnel services and benefits	\$ -	-	-	-
Contractual services	-	-	-	-
Other operating costs	489,494	489,494	318,676	170,818
Other financing uses	-	-	-	-
Operating transfers	-	48,790	48,790	-
<b>TOTAL EXPENDITURES</b>	<u>\$ 489,494</u>	<u>538,284</u>	<u>367,466</u>	<u>170,818</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES (PRIOR YEAR CASH BALANCE REQUIRED TO BALANCE BUDGET)</b>	\$ (489,494)	(414,483)	<u>(121,288)</u>	<u>-</u>
<b>CASH BALANCE CARRYFORWARD</b>	<u>(489,494)</u>	<u>(414,483)</u>		
	<u>\$ -</u>	<u>-</u>		
<b>EXCESS REVENUE OVER EXPENSE</b>			<u>\$ (121,288)</u>	

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO TRUST FUNDS AND AGENCY FUNDS  
Year Ended June 30, 2012**

**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, 2012

	Private-Purpose Trusts		
	61600 Eva Lou Kelly Scholarship	99300 Tutor-Scholars Program	Total
<b>ASSETS:</b>			
Cash	\$ 39,485	4,876	44,361
Certificate of deposit	20,000	-	20,000
Due from other state agencies	8	-	8
<b>TOTAL ASSETS</b>	<u>59,493</u>	<u>4,876</u>	<u>64,369</u>
<b>LIABILITIES:</b>			
Due to external parties	-	-	-
Deposits held for local education agencies	-	-	-
<b>TOTAL LIABILITIES</b>	-	-	-
<b>NET ASSETS:</b>			
Reserve for scholarship	<u>59,493</u>	<u>4,876</u>	<u>64,369</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 59,493</u>	<u>4,876</u>	<u>64,369</u>

See independent Auditors' Report.

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING STATEMENT OF CHANGES IN NET ASSETS -  
 FIDUCIARY FUNDS  
 For the Year Ending June 30, 2012

	Private-Purpose Trusts		
	61600 Eva Lou Kelly Scholarship	99300 Tutor-Scholars Program	Total
<b>ADDITIONS:</b>			
Interest	\$ 330	-	330
<b>TOTAL ADDITIONS</b>	330	-	330
<b>DEDUCTIONS:</b>			
Scholarship expenses	-	-	-
<b>TOTAL DEDUCTIONS</b>	-	-	-
<b>CHANGES IN NET ASSETS</b>	330	-	330
<b>NET ASSETS, BEGINNING</b>	59,162	-	59,162
<b>NET ASSETS, ENDING</b>	\$ 59,492	-	59,492

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF NET ASSETS  
PUBLIC EDUCATION DEPARTMENT  
(WITHOUT DIVISION OF VOCATIONAL REHABILITATION)  
As of June 30, 2012

	<b>Governmental Activities</b>
<b>ASSETS</b>	
<b>CURRENT ASSETS:</b>	
Investment in State General Fund Investment Pool	\$ 71,167,016
Due from other governments	108,366,336
Due from external parties	421,284
Advances to local education authorities	201,756
Prepaid expenses	594
Other assets	-
<b>TOTAL CURRENT ASSETS</b>	<u>180,156,986</u>
<b>NON-CURRENT ASSETS:</b>	
Capital assets	4,343,248
Less: accumulated depreciation	<u>(4,062,051)</u>
<b>TOTAL NON-CURRENT ASSETS</b>	<u>281,197</u>
<b>TOTAL ASSETS</b>	<u>\$ 180,438,183</u>
<b>CURRENT LIABILITIES:</b>	
Accounts payable	\$ 132,384,831
Accrued payroll and taxes	618,101
Deferred revenue	751,671
Investment in State General Fund Investment Pool - Overdraft	-
Due to other governments	7,963,239
Due to local education authorities	35,757
Compensated absences - due within one year	<u>666,785</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>142,420,384</u>
<b>TOTAL LIABILITIES</b>	142,420,384
<b>NET ASSETS:</b>	
Invested in capital assets	281,197
Restricted	12,356,707
Unrestricted	<u>25,379,895</u>
<b>TOTAL NET ASSETS</b>	<u>\$ 38,017,799</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF NET ASSETS  
DIVISION OF VOCATIONAL REHABILITATION ONLY  
As of June 30, 2012

	<u>Governmental Activities</u>
<b>ASSETS</b>	
<b>CURRENT ASSETS:</b>	
Investment in State General Fund Investment Pool	\$ 9,746,151
Restricted Cash	97,035
Due from other governments	2,290,574
Due from external parties	14,633
Advances to local education authorities	-
Prepaid expenses	-
Other assets	-
	<hr/>
<b>TOTAL CURRENT ASSETS</b>	<b>12,148,393</b>
<b>NON-CURRENT ASSETS:</b>	
Capital assets	1,718,715
Less: accumulated depreciation	<u>(1,694,559)</u>
<b>TOTAL NON-CURRENT ASSETS</b>	<b>24,156</b>
<b>TOTAL ASSETS</b>	<b>\$ 12,172,549</b>
<b>CURRENT LIABILITIES:</b>	
Accounts payable	\$ 1,584,534
Accrued payroll and taxes	539,629
Deferred revenue	498,145
Investment in State General Fund Investment Pool - Overdraft	1,048,958
Due to other governments	8,031,549
Due to local education authorities	-
Compensated absences - due within one year	<u>766,146</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b>12,468,961</b>
<b>TOTAL LIABILITIES</b>	<b>12,468,961</b>
<b>NET ASSETS:</b>	
Invested in capital assets	24,156
Restricted	1,557,760
Unrestricted (deficit)	<u>(1,878,328)</u>
<b>TOTAL NET ASSETS (DEFICIT)</b>	<b>\$ (296,412)</b>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF ACTIVITIES  
PUBLIC EDUCATION DEPARTMENT  
(WITHOUT DIVISION OF VOCATIONAL REHABILITATION)  
Year Ended June 30, 2012

	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES</b>					
Education	\$ 2,819,533.514	217,497	425,500,582	-	(2,393,815,435)
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ 2,819,533.514</u>	<u>217,497</u>	<u>425,500,582</u>	<u>-</u>	<u>(2,393,815,435)</u>
<b>GENERAL REVENUES:</b>					
<b>TRANSFERS:</b>					
State appropriations					2,375,161,146
Bond proceeds appropriations					25,618,177
Other state funds					-
Transfers in - other					45,932
Transfers out - other					(265,645)
State general fund reversions - FY12					<u>(4,618,320)</u>
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>					<u>2,395,941,290</u>
<b>CHANGE IN NET ASSETS</b>					2,125,855
Fund balance, June 30, 2011 as previously reported					35,891,944
<b>NET ASSETS, ENDING</b>					<u>\$ 38,017,799</u>

See independent Auditors' Report.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
STATEMENT OF ACTIVITIES  
DIVISION OF VOCATIONAL REHABILITATION ONLY  
Year Ended June 30, 2012

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES</b>				
Health and welfare	\$ 31,762,333	-	24,488,023	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>31,762,333</u>	<u>-</u>	<u>24,488,023</u>	<u>-</u>
<b>GENERAL REVENUES:</b>				
<b>TRANSFERS:</b>				
State appropriations				5,673,500
Bond proceeds appropriations				-
Other state funds				-
Transfers in - other				466,000
Transfers out - other				-
State general fund reversions - FY 12				<u>(212,346)</u>
<b>TOTAL TRANSFERS</b>				<u>5,927,154</u>
<b>CHANGE IN NET ASSETS</b>				<u>(1,347,156)</u>
Fund balance, June 30, 2011 as previously reported				953,709
Adjustments to fund balance				<u>97,035</u>
<b>Fund balance, June 30, 2012 as restated</b>				<u>1,050,744</u>
<b>NET ASSETS, ENDING (DEFICIT)</b>				<u>\$ (296,412)</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING BALANCE SHEET -  
MAJOR GOVERNMENTAL FUNDS  
DIVISION OF VOCATIONAL REHABILITATION  
Year Ended June 30, 2012

		General Fund						
		50000 Vocational Rehabilitation	51900 Division of Vocational Rehabilitation	Total	50100 Disability Determination Services	89000 DVR Recovery Act Funds	28000 Access to Telework Funds	Total Governmental Funds
<b>ASSETS:</b>								
	Investment in State General Fund							
	Investment Pool	\$ 9,040,906	15,286	9,056,192	-	184	689,775	9,746,151
	Restricted Investments	-	-	-	-	-	166,008	166,008
	Federal grants receivable	1,555,687	-	1,555,687	695,304	-	-	2,250,991
	Bond proceeds receivable	-	-	-	-	-	-	-
	Due from state general fund	-	-	-	-	-	-	-
	Due from other state agencies	36,696	-	36,696	2,746	-	141	39,583
	Due from local education authorities	-	-	-	-	-	-	-
	Due from external miscellaneous parties	14,633	-	14,633	-	-	-	14,633
	Due from State Board of Finance	-	-	-	-	-	-	-
	Due from other funds	-	-	-	-	-	-	-
	Prepaid expenses	-	-	-	-	-	-	-
	<b>TOTAL ASSETS</b>	<b>10,647,922</b>	<b>15,286</b>	<b>10,663,208</b>	<b>698,050</b>	<b>184</b>	<b>855,924</b>	<b>12,217,366</b>
<b>LIABILITIES AND FUND BALANCES:</b>								
<b>LIABILITIES:</b>								
	Accounts payable	1,049,758	-	1,049,758	533,778	-	998	1,584,534
	Accrued payroll and taxes	381,106	-	381,106	158,523	-	-	539,629
	Investment in State General Fund	-	-	-	-	-	-	-
	Investment Pool - overdraft	-	-	-	1,048,958	-	-	1,048,958
	Due to State General Fund	1,124,143	-	1,124,143	-	-	-	1,124,143
	Due to other state agencies	13,523	-	13,523	-	-	-	13,523
	Due to federal government	6,893,883	-	6,893,883	-	-	-	6,893,883
	Due to local education authorities	-	-	-	-	-	-	-
	Deferred revenue	-	-	-	-	-	498,145	498,145
	Due to other funds	-	-	-	-	-	-	-
	Other liabilities	-	-	-	-	-	-	-
	<b>TOTAL LIABILITIES</b>	<b>9,462,413</b>	<b>-</b>	<b>9,462,413</b>	<b>1,741,259</b>	<b>-</b>	<b>499,143</b>	<b>11,702,815</b>
<b>FUND BALANCES:</b>								
	Nonspendable:							
	Prepaid postage	-	-	-	-	-	-	-
	Restricted, Education	1,185,509	15,286	1,200,795	-	184	356,781	1,557,760
	Committed, Education	-	-	-	-	-	-	-
	Assigned, Education	-	-	-	-	-	-	-
	Unassigned, Education	-	-	-	(1,043,209)	-	-	(1,043,209)
	<b>TOTAL FUND BALANCES (DEFICIT)</b>	<b>1,185,509</b>	<b>15,286</b>	<b>1,200,795</b>	<b>(1,043,209)</b>	<b>184</b>	<b>356,781</b>	<b>514,551</b>
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)</b>								
	<b>\$</b>	<b>10,647,922</b>	<b>15,286</b>	<b>10,663,208</b>	<b>698,050</b>	<b>184</b>	<b>855,924</b>	<b>12,217,366</b>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 MAJOR GOVERNMENTAL FUNDS  
 DIVISION OF VOCATIONAL REHABILITATION  
 Year Ended June 30, 2012

	General Fund					Total Governmental Funds
	50000 Vocational Rehabilitation	51900 Division of Vocational Rehabilitation	Total	50100 Disability Determination Services	89000 DVR Recovery Act Funds	
Revenues						
Federal grants	\$ 14,003,032	-	14,003,032	10,864,604	271,746	44,142
Other revenue	67,236	-	67,236	17,364	183	1,057
<b>TOTAL REVENUES</b>	<b>14,070,268</b>	<b>-</b>	<b>14,070,268</b>	<b>10,881,968</b>	<b>271,929</b>	<b>45,199</b>
EXPENDITURES:						
Current:						
Education	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-
Capital Outlay	20,515,666	-	20,515,666	10,963,061	273,744	49,213
<b>TOTAL EXPENDITURES</b>	<b>20,515,666</b>	<b>-</b>	<b>20,515,666</b>	<b>10,963,061</b>	<b>273,744</b>	<b>49,213</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(6,445,398)</b>	<b>-</b>	<b>(6,445,398)</b>	<b>(81,093)</b>	<b>(1,815)</b>	<b>(4,014)</b>
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in - State General Fund appropriations	5,673,500	-	5,673,500	-	-	-
Appropriations funded with State severance proceeds	-	-	-	-	-	-
Other State funds	-	-	-	-	-	-
Transfers in:						
Interfund	-	-	-	-	-	-
Other	466,000	-	466,000	-	-	-
Transfers out:						
Reversions	(212,346)	-	(212,346)	-	-	-
Interfund	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>5,927,154</b>	<b>-</b>	<b>5,927,154</b>	<b>-</b>	<b>-</b>	<b>5,927,154</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(518,244)</b>	<b>-</b>	<b>(518,244)</b>	<b>(81,093)</b>	<b>(1,815)</b>	<b>(4,014)</b>
Fund balance (deficit), June 30, 2011 as previously reported	1,703,753	15,286	1,719,039	(962,116)	1,999	194,787
Adjustments to fund balance	-	-	-	-	-	97,035
<b>Fund balance (deficit), June 30, 2011 as restated</b>	<b>1,703,753</b>	<b>15,286</b>	<b>1,719,039</b>	<b>(962,116)</b>	<b>1,999</b>	<b>360,795</b>
<b>FUND BALANCE (DEFICIT), ENDING</b>	<b>\$ 1,185,509</b>	<b>15,286</b>	<b>1,200,795</b>	<b>(1,043,209)</b>	<b>184</b>	<b>356,781</b>

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, 2012

	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2012</u>
<b>ASSETS</b>				
Cash and temporary investments	\$ 3,070,379	1,503,634	-	4,574,013
Due from other state agencies	-	-	-	-
<b>TOTAL ASSETS</b>	<u>3,070,379</u>	<u>1,503,634</u>	<u>-</u>	<u>4,574,013</u>
<b>LIABILITIES</b>				
Due to external parties	<u>3,070,379</u>	<u>1,503,634</u>	<u>-</u>	<u>4,574,013</u>
<b>TOTAL LIABILITIES</b>	<u>\$ 3,070,379</u>	<u>1,503,634</u>	<u>-</u>	<u>4,574,013</u>

See Independent Auditors' Report.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUPPLEMENTAL SCHEDULE OF CASH AND CASH EQUIVALENTS  
Year Ended June 30, 2012

Agency/ Fund	Account Name	General Ledger Balance
<b>General Fund:</b>		
924-057000	PED (State Public Education Department)	\$ 5,663,933
644-50000	DVR (Division of Vocational Rehabilitation) includes Fund 664-51900	9,056,192
644-50100	DDS (Disability Determination Service) -	<u>(1,048,958)</u>
<b>Total General Fund</b>		13,671,167
<b>Special Revenue and Capital Outlay Funds:</b>		
924-00500	Schools in Need of Improvement	834,263
924-10550	New School Development Fund	-
924-20160	Ed Tech Deficiency Correct	97,415
924-29100	Special Capital Outlay - General Fund (1995)	-
924-33400	Family Youth	525,546
924-38700	Special Capital Outlay - General Fund (1996)	-
924-39700	Educator Certification	1,847,264
924-45800	Adult Basic Education	122,564
924-46800	Special Capital Outlay - SIB (1999)	-
924-47000	Charter School Stimulus	14,292
924-51300	Pre-Kindergarten	2,944,195
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	195,833
924-56800	Incentive for School Improvement	13,783
924-58600	Reading Materials	155,564
924-63300	Indian Education Act	2,665,557
924-63400	Public School Capital Improvements	5,412,422
924-63500	Public School Capital Outlay (Other)	1,775,740
924-63600	Kindergarten Capital Funding	-
924-63900	Kindergarten Plus	88,664
924-66000	Instructional Materials Adoption	447,133
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	662,929
924-67300	Federal Public Education Dept. Flowthrough	7,524,232
924-67400	Federal Vocational Education Flowthrough	550,028
924-72500	Public Building Energy Efficiency Act	47
924-79000	Special Projects	20,531,227
924-81300	Special Capital Outlay - STB (2000)	37,097
924-81600	Special Capital Outlay - STB (2004)	705,858
924-81800	Special Capital Outlay - STB (2000)	467,186
924-84400	Federal Administrative Cost	3,833,153
924-85600	Instructional Material Flowthrough	3,912,380
924-85700	State Support Reserve	1,000,000
924-85800	Public School Support Flowthrough	2,765,635
924-88900	Transportation Emergency	3,066,016
924-89000	ARRA of 2009	(275,291)
924-99500	Special Capital Outlay/ Sev Tax Bond	-
924-89200	STB Capital Outlay	2,055,413
924-93100	GF Capital Outlay	462,251
644-28000	Access to Telework Funds	689,775
644-89000	ARRA of 2009	<u>184</u>
<b>Total Special Revenue and Capital Outlay Funds</b>		<u>65,917,750</u>
<b>Total General Fund, Special Revenue and Capital Outlay Funds</b>		<u>79,588,917</u>
<b>Trust and Agency Funds</b>		
924-57300	Driver Safety Fees	4,574,013
924-61600	Eva Lou Kelly Scholarship	39,485
624-61600	Eva Lou Kelly Scholarship - CD with Charter Bank	20,000
924-99300	Tutor Scholar Program	<u>4,876</u>
<b>Total Trust and Agency Funds</b>		<u>4,638,374</u>
<b>Total Cash and Investments, net of Overdrafts</b>		<u>\$ 84,227,291</u>

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, 2012

	Project Authorization	Reversion	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>					
Laws of 2001, CH 338 STBs	\$ 3,000,000	4,894	2,995,106	-	2,995,106
<b>TOTAL CASH RECEIPTS</b>	<u>3,000,000</u>	<u>4,894</u>	<u>2,995,106</u>	<u>-</u>	<u>2,995,106</u>
<b>CASH OUTLAYS:</b>					
Laws of 2001, CH 338 STBs	3,000,000	4,894	2,995,106	-	2,995,106
Transfers	-	-	-	-	-
<b>TOTAL CASH OUTLAYS</b>	<u>3,000,000</u>	<u>4,894</u>	<u>2,995,106</u>	<u>-</u>	<u>2,995,106</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>RECEIVABLES, June 30, 2012</b>					-
<b>PAYABLES, June 30, 2012</b>					<u>-</u>
<b>FUND BALANCE, June 30, 2012</b>					<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 -  
PUBLIC SCHOOL CAPITAL IMPROVEMENTS - FUND 63400  
Year Ended June 30, 2012

	Project Authorization	Reversions	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>					
Laws of 2001, CH 338 (SSTB 2009-2010)	\$ 18,500,000	52,338	10,899,995	5,893,205	16,793,200
Laws of 2001, CH 338 (SSTB 2008-2009)	20,000,000	1,871,307	16,679,976	510,581	17,190,557
Laws of 2001, CH 338 (SSTB 2007-2008)	20,500,000	1,521,217	17,951,814	591,116	18,542,930
Laws of 2001, CH 338 (SSTB 2006-2007)	18,500,000	498,676	17,932,990	7,314	17,940,304
Laws of 2001, CH 338 (SSTB 2005-2006)	20,001,934	2,020,629	17,849,124	119,083	17,968,207
Laws of 2001, CH 338 (SSTB 2004-2005)	13,200,000	162,070	13,037,930	-	13,037,930
Laws of 2001, CH 338 (SSTB 2003-2004)	14,200,000	802,200	13,398,000	-	13,398,000
Laws of 2001, CH 338 (SSTB 2002-2003)	11,300,000	71,137	11,228,863	47,837	11,276,700
Laws of 2001, CH 338 (SSTB 2001-2002)	8,500,000	636,967	7,863,033	(122,024)	7,741,009
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
<b>TOTAL CASH RECEIPTS</b>	<b>196,430,234</b>	<b>7,636,541</b>	<b>178,599,800</b>	<b>7,047,112</b>	<b>185,646,912</b>
<b>CASH OUTLAYS:</b>					
Laws of 2001, CH 338 (SSTB 2009 - 2010)	\$ 18,500,000	52,338	10,633,076	5,909,801	16,542,877
Laws of 2001, CH 338 (SSTB 2008 - 2009)	20,000,000	1,871,307	16,603,765	519,795	17,123,560
Laws of 2001, CH 338 (SSTB 2007 - 2008)	20,500,000	1,521,217	17,740,307	245,218	17,985,525
Laws of 2001, CH 338 (SSTB 2006 - 2007)	18,500,000	498,676	17,932,990	-	17,932,990
Laws of 2001, CH 338 (SSTB 2005 - 2006)	20,001,934	2,020,629	17,849,124	13,099	17,862,223
Laws of 2001, CH 338 (SSTB 2004 - 2005)	13,200,000	162,070	13,037,930	-	13,037,930
Laws of 2001, CH 338 (SSTB 2003 - 2004)	14,200,000	802,200	13,398,000	-	13,398,000
Laws of 2001, CH 338 (SSTB 2002 - 2003)	11,300,000	71,137	11,228,863	-	11,228,863
Laws of 2001, CH 338 (SSTB 2001 - 2002)	8,500,000	636,967	7,863,033	-	7,863,033
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	-	3,648,024	-	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
<b>TOTAL CASH OUTLAYS</b>	<b>196,430,234</b>	<b>7,636,541</b>	<b>173,682,831</b>	<b>6,687,913</b>	<b>180,370,744</b>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<b>\$ -</b>	<b>-</b>	<b>4,916,969</b>	<b>359,199</b>	<b>5,276,168</b>
<b>RECEIVABLES, June 30, 2012</b>					<b>508,476</b>
<b>PAYABLES, June 30, 2012</b>					<b>(5,852,771)</b>
<b>FUND BALANCE, June 30, 2012</b>					<b>\$ (68,127)</b>

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, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>				
Laws of 2001, CH 338 (STB 04-05)	\$ 16,969,586	13,323,620	-	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	-	-	-	-
Reversions	-	-	-	-
<b>TOTAL CASH RECEIPTS</b>	<b>525,928,230</b>	<b>520,504,468</b>	<b>-</b>	<b>520,504,468</b>
<b>CASH OUTLAYS:</b>				
Laws of 2001, CH 338 (STB 04-05)	16,969,586	10,844,357	-	10,844,357
Refund	-	7,969	-	7,969
2003-04 Severance Tax Bonds	86,087,753	78,116,453	-	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	578,853	1,039,745
<b>TOTAL CASH OUTLAYS</b>	<b>525,928,230</b>	<b>518,149,874</b>	<b>578,853</b>	<b>518,728,727</b>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<b>\$ (505,928,230)</b>	<b>2,354,594</b>	<b>(578,853)</b>	<b>1,775,741</b>
<b>RECEIVABLES, June 30, 2012</b>				<b>24,200</b>
<b>PAYABLES, June 30, 2012</b>				<b>(684,795)</b>
<b>FUND BALANCE, June 30, 2012</b>				<b>\$ 1,115,146</b>

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, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>				
Laws of 2003, CH 429 (STB)	\$ 20,000	20,000	-	20,000
Laws of 2002, CH 110 Sec 23 (STB)	15,332,920	13,211,294	-	13,211,294
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
<b>TOTAL CASH RECEIPTS</b>	<u>25,401,430</u>	<u>23,585,029</u>	<u>-</u>	<u>23,585,029</u>
<b>Cash Outlays</b>				
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
<b>TOTAL CASH OUTLAYS</b>	<u>25,401,430</u>	<u>23,792,005</u>	<u>-</u>	<u>23,792,005</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<u>-</u>	<u>(206,976)</u>	<u>-</u>	<u>(206,976)</u>
<b>RECEIVABLES, June 30, 2012</b>				<u>244,073</u>
<b>PAYABLES, June 30, 2012</b>				<u>-</u>
<b>FUND BALANCE, June 30, 2012</b>				<u>\$ 37,097</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 2004 - FUND 81600  
Year Ended June 30 ,2012

Cash Receipts	Project			
	Authorization	Prior Years	Current year	Total to Date
Laws of 2010, CH 3, Sec 10 C 3 (GOB)	\$ 500,000	-	-	-
Laws of 2010, CH 3, Sec 10 C 2 (GOB)	2,000,000	-	-	-
Laws of 2010, CH 3, Sec 10 C 1 (GOB)	2,000,000	-	1,404,757	1,404,757
Laws of 2010, CH 3, Sec 10 B (GOB)	2,000,000	-	491,464	491,464
Laws of 2010, CH 4, Sec 34 (STB)	100,000	100,000	-	100,000
BOF Reversions	(100,000)	-	-	-
Laws of 2009, CH 7 (STB)	2,873,516	-	1,429,444	1,429,444
BOF Reversions	(2,873,516)	-	-	-
Laws of 2009, CH 125, Sec 16 (STB)	7,000,000	4,999,999	-	4,999,999
BOF Reversions	(2,000,000)	-	-	-
Laws of 2008, Ch 80 (GOB)	3,000,000	2,165,718	492,718	2,658,436
Laws of 2008, CH 92 (STB)	12,828,469	10,522,292	1,075,222	11,597,514
Change in Authorization FY2010	700,000	-	-	-
Change in Authorization FY2010	(320,469)	-	-	-
BOF Reversions	(700,000)	-	-	-
Art in Public Places	(64,630)	-	-	-
Laws of 2007, CH 42, Sec 12 (STB)	300,000	297,000	-	297,000
Art in Public Places	(3,000)	-	-	-
Laws of 2006, CH 108 (GOB)	3,000,000	2,577,855	-	2,577,855
Laws of 2006, CH 111 (STB)	19,247,200	17,612,082	14,846	17,626,928
Change in Authorization	(235,000)	-	-	-
Change in Authorization FY2010	(364,607)	-	-	-
Change in Authorization FY2010	112,377	-	-	-
Art in Public Places	(72,500)	-	-	-
BOF Reversions	(41,243)	-	-	-
Laws of 2005, CH 347 (STB)	12,678,400	12,160,756	-	12,160,756
Change in Authorization	150,000	-	-	-
Change in Authorization FY2010	(402,809)	-	-	-
Art in Public Places	(10,400)	-	-	-
BOF Reversions	(210,752)	-	-	-
Laws of 2004, CH 117 (GOB)	11,156,000	10,992,308	-	10,992,308
BOF Reversions	(73,318)	-	-	-
Laws of 2004, CH 126 (STB)	10,963,000	10,530,802	-	10,530,802
Change in Authorization	(150,000)	-	-	-
Change in Authorization FY2010	(686)	-	-	-
Art in Public Places	(14,700)	-	-	-
BOF Reversions	(257,155)	-	-	-
Laws of 2003, CH 429 (STB)	8,975,613	8,729,660	-	8,729,660
Change in Authorization	24,453	-	-	-
BOF/PED Adjustment	20,000	(35,000)	-	(35,000)
Change in Authorization FY2010	(996)	-	-	-
BOF Reversions	(275,547)	-	-	-
Art in Public Places	(1,050)	-	-	-
Laws of 2002, CH 110 (STB)	309,033	322,522	-	322,522
BOF/PED Adjustment	-	45,748	-	45,748
BOF Reversions	(2,544)	-	-	-
Laws of 2009, CH 128 (STB)	-	-	-	-
Refunds	-	-	-	-
Transfers	-	-	-	-
<b>TOTAL CASH RECEIPTS</b>	<b>91,763,140</b>	<b>81,021,742</b>	<b>4,908,451</b>	<b>85,930,193</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -  
SPECIAL CAPITAL OUTLAY 2004 - FUND 81600  
Year Ended June 30, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>CASH OUTLAYS:</b>				
Laws of 2010, CH 3, Sec 10 C 3 (GOB)	\$ 500,000	-	91,474	91,474
Laws of 2010, CH 3, Sec 10 C 2 (GOB)	2,000,000	-	215,270	215,270
Laws of 2010, CH 3, Sec 10 C 1 (GOB)	2,000,000	-	1,534,428	1,534,428
Laws of 2010, CH 3, Sec 10 B (GOB)	2,000,000	-	1,140,944	1,140,944
Laws of 2010, CH 4, Sec 34 (STB)	100,000	100,000	-	100,000
BOF Reversions	(100,000)	-	-	-
Laws of 2009, CH 7 (STB)	2,873,516	-	1,947,709	1,947,709
BOF Reversions	(2,873,516)	-	-	-
Laws of 2009, CH 125, Sec 16 (STB)	7,000,000	4,999,999	-	4,999,999
BOF Reversions	(2,000,000)	-	-	-
Laws of 2008, Ch 80 (GOB)	3,000,000	2,267,112	515,763	2,782,875
Laws of 2008, CH 92 (STB)	12,828,469	10,747,815	777,355	11,525,170
Change in Authorization FY2010	700,000	-	-	-
Change in Authorization FY2010	(320,469)	-	-	-
BOF Reversions	(700,000)	-	-	-
Art in Public Places	(64,630)	-	5,880	5,880
Laws of 2007, CH 42, Sec 12 (STB)	300,000	297,000	-	297,000
Art in Public Places	(3,000)	-	-	-
Laws of 2006, CH 108 (GOB)	3,000,000	2,432,794	-	2,432,794
Laws of 2006, CH 111 (STB)	19,247,200	17,522,160	-	17,522,160
Change in Authorization	(235,000)	-	-	-
Change in Authorization FY2010	(364,607)	-	-	-
Change in Authorization FY2010	112,377	-	-	-
Art in Public Places	(72,500)	-	-	-
BOF Reversions	(41,243)	-	-	-
Laws of 2005, CH 347 (STB)	12,678,400	12,258,185	-	12,258,185
Change in Authorization	150,000	-	-	-
Change in Authorization FY2010	(402,809)	-	-	-
Art in Public Places	(10,400)	-	-	-
BOF Reversions	(210,752)	-	-	-
Laws of 2004, CH 117 (GOB)	11,156,000	10,953,095	-	10,953,095
BOF Reversions	(73,318)	-	-	-
Laws of 2004, CH 126 (STB)	10,963,000	10,099,686	-	10,099,686
Change in Authorization	(150,000)	-	-	-
Change in Authorization FY2010	(686)	-	-	-
Art in Public Places	(14,700)	-	-	-
BOF Reversions	(257,155)	-	-	-
Laws of 2003, CH 429 (STB)	8,975,613	9,088,354	-	9,088,354
Change in Authorization	24,453	-	-	-
BOF/PED Adjustment	20,000	-	-	-
Change in Authorization FY2010	(996)	-	-	-
BOF Reversions	(275,547)	-	-	-
Art in Public Places	(1,050)	-	-	-
Laws of 2002, CH 110 (STB)	309,033	218,145	-	218,145
BOF/PED Adjustment	-	-	-	-
BOF Reversions	(2,544)	-	-	-
Laws of 2009, CH 128 (STB)	-	-	-	-
Refunds	-	-	-	-
Transfers	-	(234,709)	(124,569)	(359,278)
<b>TOTAL CASH OUTLAYS</b>	<u>91,763,140</u>	<u>80,749,636</u>	<u>6,104,254</u>	<u>86,853,890</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<u>\$ -</u>	<u>(272,105)</u>	<u>1,195,803</u>	<u>923,698</u>
<b>RECEIVABLES, June 30, 2012</b>				1,502,923
<b>PAYABLES, June 30, 2012</b>				<u>(2,514,685)</u>
<b>FUND BALANCE, June 30, 2012</b>				<u>\$ (88,064)</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 2004 - FUND 81800  
Year Ended June 30, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>				
Laws of 2002, CH 23	\$ 2,178,000	2,178,000	-	2,178,000
Increase in Authorization, Laws of 2002, CH 23	85,000	-	-	-
Laws of 2001	1,200,000	1,200,000	-	1,200,000
Reversions 2010	(53,408)	-	-	-
Laws of 2002 CH 110 (STB)	373,750	250,360	-	250,360
Reversions--Reduction in Auth, Laws of 2002, CH 110	(33,755)	-	-	-
Laws of 2003 CH 429 (STB)	85,000	17,257	-	17,257
Laws of 2003 CH 429	3,280,800	3,280,800	-	3,280,800
Reversions 2010	(151,803)	-	-	-
Reauthorization, Laws of 2006, Ch. 107, Sec 147	(100,000)	-	-	-
Laws of 2003 CH 385	880,300	880,300	-	880,300
Reversion-Reduction in Auth, Laws of 2003, Ch. 385 (HB9)	(75,000)	(75,000)	-	(75,000)
Laws of 2004 CH 126 Sec 145	500,000	500,000	-	500,000
Laws of 2004 CH 126 Sec 136 & 137	21,330,831	21,330,831	-	21,330,831
Reversion- Reduction in Auth, Laws of 2004, Ch. 126 HB9 (04-2557 \$25K/04-2472 \$20K)	(45,000)	(45,000)	-	(45,000)
Reversions 2010	(636,869)	-	-	-
Laws of 2005 CH 347 Sec 48	20,060,590	20,060,590	-	20,060,590
Reversions 2010	(715,395)	-	-	-
Reauthorization, Laws of 2005, CH 347 (05-1969)	(56,147)	-	-	-
Reauthorization, Laws of 2007, Ch 341	(376,477)	-	-	-
Laws of 2005 CH 347 Sec 256	50,000	50,000	-	50,000
Laws of 2006, CH 111, Sec 39	25,826,000	25,626,000	-	25,626,000
Reauthorization, Laws of 2007, Ch 341, Item 328	(200,000)	-	-	-
Reversions 2010	(1,047,787)	-	-	-
Reauthorization Laws 2007, Ch 341	(740,000)	-	-	-
Reauthorization (08-5285)	(30,000)	-	-	-
Laws of 2006, Ch. 107, Sec. 175, 64, 87, 32, 142	256,400	220,000	-	220,000
Laws of 2007, Ch. 2, Sec. 16	11,302,100	11,302,100	-	11,302,100
Laws of 2007, Ch. 42, Sec. 55	52,305,034	52,397,149	-	52,397,149
Reversions 2010	(6,521,951)	-	-	-
Reauthorization, Laws of 2007, Ch 42, Sec 55	(2,640,000)	-	-	-
Laws of 2007, Ch 42, Sec 99	50,000	50,000	-	50,000
Reauthorization Laws of 2007, CH 42, Sec 99	(130,000)	-	-	-
Laws of 2007, Ch 334, Sec 5K	100,000	100,000	-	100,000
Laws of 2007, Ch 341, Sec 232, 204, 205, 207, 209, 232, 333	2,421,000	2,421,000	-	2,421,000
Laws of 2008, Ch. 92, Sec. 44	18,980,000	19,008,465	-	19,008,465
Reversions 2010	(3,213,650)	-	-	-
Reauthorization, Laws of 2008, Ch 92	(79,000)	-	-	-
Laws of 2008, Ch. 83, Sec. 108, 173, 312, 102, 84, 115, 232, 351	405,000	405,000	-	405,000
Reauthorization (08-5074)	(25,000)	-	24,872	24,872
Laws of 2009, Ch. 128, various secs.	1,528,426	1,453,425	-	1,453,425
Refunds/cancelled warrants	-	21,954	-	21,954
Reversions	-	6,921	-	6,921
Transfers	-	419,358	-	419,358
<b>TOTAL CASH RECEIPTS</b>	<b>146,326,987</b>	<b>163,059,511</b>	<b>24,872</b>	<b>163,084,383</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF MULTI-YEAR BUDGETED SPECIAL CAPITAL OUTLAY FUND -  
SPECIAL CAPITAL OUTLAY 2004 - FUND 81800  
Year Ended June 30, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>CASH OUTLAYS:</b>				
Laws of 2002, CH 23	\$ 2,178,000	2,855,622	-	2,855,622
Increase in Authorization, Laws of 2002, CH 23	85,000	-	-	-
Laws of 2001	1,200,000	453,968	-	453,968
Reversions 2010	(53,408)	53,408	-	53,408
Laws of 2002 CH 110 (STB)	373,750	283,522	-	283,522
Reversions--Reduction in Auth, Laws of 2002, CH 110	(33,755)	-	-	-
Laws of 2003 CH 429 (STB)	85,000	85,000	-	85,000
Laws of 2003 CH 429	3,280,800	3,401,611	-	3,401,611
Reversions 2010	(151,803)	151,803	-	151,803
Reauthorization, Laws of 2006, Ch. 107, Sec 147	(100,000)	100,000	-	100,000
Laws of 2003 CH 385	880,300	531,009	-	531,009
Reversion-Reduction in Auth, Laws of 2003, Ch. 385	(75,000)	-	-	-
Laws of 2004 CH 126 Sec 145	500,000	126,074	-	126,074
Laws of 2004 CH 126 Sec 136 & 137	21,330,831	20,583,475	-	20,583,475
Reversion- Reduction in Auth, Laws of 2004, Ch. 126	(45,000)	-	-	-
Reversions 2010	(636,869)	636,869	-	636,869
Laws of 2005 CH 347 Sec 48	20,060,590	19,554,219	-	19,554,219
Reversions 2010	(715,395)	715,395	-	715,395
Reauthorization, Laws of 2005, CH 347	(56,147)	-	-	-
Reauthorization, Laws of 2007, Ch 341	(376,477)	1,100	-	1,100
Laws of 2005 CH 347 Sec 256 (Capitan 05-2505)	50,000	50,000	-	50,000
Laws of 2005 CH 347 Sec 48 - reauthorization	-	148,500	81,650	230,150
Laws of 2006, CH 111, Sec 39	25,826,000	24,726,243	24,095	24,750,338
Reauthorization, Laws of 2007, Ch 341, item 328	(200,000)	-	-	-
Reversions 2010	(1,047,787)	1,047,787	-	1,047,787
Reauthorization Laws 2007, Ch 341	(740,000)	-	-	-
Reauthorization (08-5285)	(30,000)	-	-	-
Laws of 2006, Ch. 107, Sec. 175, 64, 87, 32, 142	256,400	216,512	-	216,512
Laws of 2007, Ch. 2, Sec. 16	11,302,100	9,892,137	39,472	9,931,609
Reversions 2012	-	-	6,536	6,536
Laws of 2007, Ch. 42, Sec. 55	52,305,034	44,722,685	578,466	45,301,151
Reversions 2010	(6,521,951)	6,521,951	-	6,521,951
Reauthorization, Laws of 2007, Ch 42, Sec 55	(2,640,000)	1,790,000	-	1,790,000
Reversions 2012	-	-	231,374	231,374
Laws of 2007, Ch. 42, Sec 99	50,000	-	-	-
Reauthorization Laws of 2007, CH 42, Sec 99	(130,000)	-	-	-
Laws of 2007, Ch 334, Sec 5K	100,000	-	-	-
Laws of 2007, Ch 341, Sec 104, 204, 207, 209, 232, 333	2,421,000	2,013,633	-	2,013,633
Reversions 2012	-	-	945	945
Laws of 2008, Ch. 92, Sec. 44	18,980,000	14,519,279	296,349	14,815,628
Reversions 2010	(3,213,650)	3,213,650	-	3,213,650
Reversions 2012	-	-	36,649	36,649
Reauthorization, Laws of 2008, Ch 92	(79,000)	40,000	-	40,000
Laws of 2008, Ch. 83, Sec. 108, 173, 312, 102, 84, 115, 232, 351	405,000	891,162	-	891,162
Reauthorization Laws 2006, Ch 111., Sec. 52	(25,000)	25,000	-	25,000
AIPP Transfer	-	-	1,200	1,200
Laws of 2009, Ch. 128, various sections	1,528,425	1,187,972	-	1,187,972
Reversions	-	6,921	32,472	39,393
Transfers	-	741,480	-	741,480
<b>TOTAL CASH OUTLAYS</b>	<u>146,326,986</u>	<u>161,287,989</u>	<u>1,329,208</u>	<u>162,617,197</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	\$ -	1,771,522	(1,304,336)	467,186
<b>RECEIVABLES, June 30, 2012</b>				<u>51,245</u>
<b>PAYABLES, June 30, 2012</b>				<u>(518,431)</u>
<b>FUND BALANCE, June 30, 2012</b>				<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 -  
STB CAPITAL OUTLAY - FUND 89200  
Year Ended June 30, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>				
Laws of 2001, CH 338 (SSTB 2010-2011)	\$ 18,800,000	1,263,375	9,164,243	10,427,618
Laws of 2001, CH 338 (SSTB 2011-2012)	\$ 19,200,000	-	3,363,225	3,363,225
Transfers	-	-	-	-
<b>TOTAL CASH RECEIPTS</b>	<u>38,000,000</u>	<u>1,263,375</u>	<u>12,527,468</u>	<u>13,790,843</u>
<b>CASH OUTLAYS:</b>				
Laws of 2001, CH 338	18,800,000	3,623,244	6,500,822	10,124,066
	19,200,000	-	1,611,365	1,611,365
Transfers	-	-	-	-
<b>TOTAL CASH OUTLAYS</b>	<u>38,000,000</u>	<u>3,623,244</u>	<u>8,112,187</u>	<u>11,735,431</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<u>\$ -</u>	<u>(2,359,869)</u>	<u>4,415,281</u>	<u>2,055,412</u>
<b>RECEIVABLES, June 30, 2012</b>				<u>6,516,691</u>
<b>PAYABLES, June 30, 2012</b>				<u>(8,572,103)</u>
<b>FUND BALANCE, June 30, 2012</b>				<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 93100  
Year Ended June 30, 2012

	Project Authorization	Prior Years	Current year	Total to Date
<b>Cash Receipts</b>				
Laws of 2011, Senate Bill 373	\$ 442,519	442,519	-	442,519
Change in Authorizations	246,739	-	189,332	189,332
<b>TOTAL CASH RECEIPTS</b>	<u>689,258</u>	<u>442,519</u>	<u>189,332</u>	<u>631,851</u>
<b>CASH OUTLAYS:</b>				
Laws of 2011, Senate Bill 373	442,519	-	169,600	169,600
Change in Authorizations	246,739	-	-	-
<b>TOTAL CASH OUTLAYS</b>	<u>442,519</u>	<u>-</u>	<u>169,600</u>	<u>-</u>
<b>EXCESS OF CASH RECEIVED OVER CASH OUTLAYS</b>	<u>-</u>	<u>442,519</u>	<u>19,732</u>	<u>462,251</u>
<b>RECEIVABLES, June 30, 2012</b>				-
<b>PAYABLES, June 30, 2012</b>				(141,020)
<b>FUND BALANCE, June 30, 2012</b>				<u>321,231</u>

See Independent Auditors' Report and Notes to Financial Statements.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2012

	Pass - Through	Federal CFDA	Federal Participating Expenditures
<b>PUBLIC EDUCATION DEPARTMENT</b>			
<b>DEPARTMENT OF AGRICULTURE:</b>			
<b>Food and Nutrition Service:</b>			
National School Lunch Program/ School Breakfast Program	Federal Direct	10.555/10.553	\$ 124,949,499
National School Lunch Equipment	Federal Direct	10.579	1,032,134
Direct Certification Grant	Federal Direct	10.589	59,000
Team Nutrition Grants	Federal Direct	10.574	45,852
<b>Total Department of Agriculture</b>			<u>126,086,485</u>
<b>U.S. DEPARTMENT OF EDUCATION:</b>			
<b>Office of Elementary and Secondary Education:</b>			
Title I Grants to Local Educational Agencies	Federal Direct	84.010A	118,853,023
ARRA - Title I Grants to Local Educational Agencies	Federal Direct	84.389A	3,947,236
<b>Total Title I Part A Cluster</b>			<u>122,800,259</u>
School Achievement Fund 1003(g)	Federal Direct	84.377A	4,799,615
ARRA - School Improvement Grants, Recovery Act	Federal Direct	84.388A	7,823,027
<b>Total School Improvement Cluster</b>			<u>12,622,642</u>
Education Technology State Grants	Federal Direct	84.318X	623,632
ARRA - Education Technology Admin	Federal Direct	84.386A	210,171
<b>Total Education Technology Cluster</b>			<u>833,803</u>
Education for Homeless Children and Youth	Federal Direct	84.196A	518,460
ARRA - Education for Homeless	Federal Direct	84.387A	10,109
<b>Total Education for the Homeless Cluster</b>			<u>528,569</u>
ARRA - Education Stabilization	Pass-Through	84.394A	128,398
ARRA - Government Services, Recovery Act	Pass-Through	84.397A	358,678
<b>Total State Fiscal Stabilization Cluster</b>			<u>487,076</u>
Migrant Education - State Grant Program	Federal Direct	84.011A	896,225
Title I Program for Neglected and Delinquent Children	Federal Direct	84.013A	292,743
MEP Consort. Incentive Grants (Migrant Consortium)	Federal Direct	84.144F	4,969
MEP Consort. Incentive Grants (MS1X State Data Quality)	Federal Direct	84.144G	26,390
Even Start - State Educational Agencies	Federal Direct	84.213C	538,700
Twenty-first Century Community Learning Centers	Federal Direct	84.287C	10,808,299
Rural Education	Federal Direct	84.358B	1,200,246
Title III English Language Acquisition Grants	Federal Direct	84.365A	4,103,448
Mathematics and Science Partnerships	Federal Direct	84.366B	1,299,469
Title II Improving Teacher Quality State Grants	Federal Direct	84.367A	19,274,639
Grants for State Assessments and Related Activities	Federal Direct	84.369A	5,585,247
ARRA - Education Job Fund	Pass-Through	84.410A	1,001,652
<b>Total Office of Elementary and Secondary Education</b>			<u>182,304,376</u>
<b>Office of Special Education and Rehabilitative Services:</b>			
Special Education - Grants to States	Federal Direct	84.027A	84,142,703
ARRA - Special Education - Grants to States	Federal Direct	84.391A	5,872,389
Special Education - Preschool Grants	Federal Direct	84.173A	3,289,147
ARRA - Special Education - Preschool Grants	Federal Direct	84.392A	287,416
<b>Total Special Education Cluster (IDEA)</b>			<u>93,591,655</u>

See Notes to the Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED  
Year Ended June 30, 2012

Federal Agency/ Pass - Through Agency PUBLIC EDUCATION DEPARTMENT - continued	Pass - Through	Federal CFDA Number	Federal Participating Expenditures
<b>U.S. DEPARTMENT OF EDUCATION - continued:</b>			
<b>Office of Safe and Drug-Free Schools:</b>			
Safe and Drug-Free Schools and Communities - State Grants	Federal Direct	84.186A	\$ (21,724)
Safe and Drug-Free Schools and Communities - National Programs	Federal Direct	84.184W	64,131
<b>Total Office of Innovation and Improvement</b>			<u>42,407</u>
<b>Office of the Asst. Secretary for Educational Research and Improvement:</b>			
Fund for the Improvement of Education	Federal Direct	84.215K	45,308
<b>Office of Innovation and Improvement:</b>			
Charter Schools	Federal Direct	84.282A	4,047,736
Advance Placement Program	Federal Direct	84.330B	121,282
Transition to Teaching	Federal Direct	84.350B	141,103
<b>Total Office of Innovation and Improvement</b>			<u>4,310,121</u>
<b>Office of Vocational and Adult Education:</b>			
Carl Perkins - Voc. Educ. - Basic Grants to States/Adult Educ. - State Grant Program	Federal Direct	84.048A	8,046,803
Tech-Prep Education	Federal Direct	84.243A	19,213
<b>Total Office of Vocational and Adult Education</b>			<u>8,066,016</u>
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			414,446,368
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>			
<b>Centers for Disease Control and Prevention:</b>			
Centers for Disease Control and Prev. - Investigations and Tech. Assistance.	Federal Direct	93.283	272,074
<b>Office of the Secretary</b>			
Pregnancy Assistance Fund Program	Federal Direct	93.500	1,695,755
<b>NCES</b>	Federal Direct		3,044
<b>EDEN</b>	Federal Direct		17,257
<b>NAEP</b>	Federal Direct		99,255
<b>OTHER</b>	Federal Direct		1,434,186
<b>TOTAL EXPENDITURES - PUBLIC EDUCATION DEPARTMENT</b>			<u>\$ 417,967,939</u>

See Notes to the Schedule of Expenditures of Federal Awards.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED  
Year Ended June 30, 2012

Federal Agency/ Pass - Through Agency	Pass - Through	Federal CFDA Number	Federal Participating Expenditures
<b>DIVISION OF VOCATIONAL REHABILITATION</b>			
<b>U.S. DEPARTMENT OF EDUCATION:</b>			
<b>Office of Special Education and Rehabilitative Services:</b>			
<b>Rehabilitation Services Cluster</b>			
Rehabilitation Services - Vocational Rehabilitation Grants to States	Federal Direct	84.126A	\$ 11,758,547
ARRA - Vocational Rehabilitation	Federal Direct	84.390A	<u>262,338</u>
<b>TOTAL REHABILITATION SERVICE CLUSTER</b>			<u>12,020,885</u>
Independent Living State Grants	Federal Direct	84.169A	247,930
Rehab. Training - State Vocational Rehabilitation Unit In-Service Training	Federal Direct	84.265A	20,428
Supported Employment Services for Individuals with Severe Disabilities	Federal Direct	84.187A	158,260
Rehabilitation Services - Service Projects	Federal Direct	84.128G	94,404
State Grants for Assistive Technology	Federal Direct	84.244A	392,830
Rehabilitation Services Demonstration and Training Programs	Federal Direct	84.235T	44,292
ARRA - Independent Living	Federal Direct	84.398A	<u>11,407</u>
<b>TOTAL US DEPARTMENT OF EDUCATION</b>			<u>12,990,436</u>
<b>SOCIAL SECURITY ADMINISTRATION:</b>			
Work Incentives Planning and Assistance	Federal Direct	96.008	75,977
Disability Insurance	Federal Direct	96.001	<u>12,387,540</u>
<b>TOTAL SOCIAL SECURITY ADMINISTRATION</b>			<u>12,463,517</u>
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>			
<b>Centers for Medicare and Medicaid Services:</b>			
Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	Federal Direct	93.768	125,977
JPA Medical Program - Medical Assistance Program	Federal Direct	93.778	<u>66,169</u>
<b>TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>192,146</u>
<b>TOTAL EXPENDITURES - DIVISION OF VOCATIONAL REHABILITATION</b>			<u>25,646,099</u>
<b>TOTAL FEDERAL EXPENDITURES</b>			<u>\$ 443,614,038</u>

See Notes to the Schedule of Expenditures of Federal Awards.

**SINGLE AUDIT**

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

**NOTE 1. BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the State of New Mexico Public Education Department ("PED") under program of the federal government for the year ended June 30, 2012. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of PED, it is not intended to and does not present the financial position or changes in net assets of PED.

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

**NOTE 3. NON-CASH ASSISTANCE**

The Department did not receive any federal non-cash assistance during the year ended June 30, 2012.

**NOTE 4. LOANS**

The Department does not have any loans outstanding with the Federal government at June 30, 2012.

**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-Designate 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, the aggregate discretely presented component units, 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, 2012, 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 discretely presented component units and each of the nonmajor governmental funds, fiduciary and agency funds, and the budgetary comparisons for each major capital project fund as of and for the year ended June 30, 2012, as listed in the table of contents and have issued our report thereon dated June 13, 2013, except for each discretely presented component unit (Charter Schools) as to which the date is December 14, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### **Internal Control Over Financial Reporting**

Management of the 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.

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

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 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: CS 12-01-SS, CS 11-07-FF, CS 12-02-C, and CS 11-01-C.

*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 10-02, PED 10-03, PED 10-07, PED 11-01, PED 11-10, PED 11-11, PED 12-04, PED 12-05, DVR 12-01, DVR 12-02, DVR 12-03, CS 12-02-A, CS 12-02-VV, CS 09-203-VV, CS 12-01-TT, CS 12-05-SS, CS 12-01-LL, CS 12-01-JJ, CS 11-02-HH, CS 11-07-DD, CS 12-03-Y, CS 11-02-W, CS 12-01-V, CS 11-04-U, CS 11-02-U, CS 09-25-U, CS 09-16-U, CS 12-01-R, CS 09-19-M, CS 11-01-K, CS 11-02-J, CS 11-02-F, CS 12-01-E, CS 12-01-D, CS 11-01-D, CS 11-06-C, and CS 11-05-E.

Hanna Skandera, Secretary-Designate 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 CS 12-03-HH, CS 12-02-KK, CS 12-03- KK, CS 11-06-DD, CS 12-02-XX, CD 09-203-VV, CS 09-164-RR, CS 12-01-QQ, CS 12-02-PP, CS 12-01-D, CS 12-01-E, CS 12-01-I, CS 12-05-M, CS 12-01-P, CS 12-02-Q, CS 12-01-R, CS 12-01-S, CS 11-02-T, CS 12-01-JJ, CS 09-16-U, CS 12-01-V, CS 12-01-II, CS 11-04-AA, CS 12-01-BB, CS 12-02-HH, CS 12-03-GG, CS 11-01-B, CS 11-02-F, CS 11-01-K, CS 11-01-C, CS 11-07-FF, and CS 11-59-VV.

We also noted certain other matters that are required to be reported pursuant to Section 12-6-5, NMSA 1978, which are described in the accompanying schedule of findings and questioned costs as findings PED 10-06, PED-12-01, PED 12-03, PED 12-06, CS 10-13-A, CS 12-01-A, CS 12-01-B, CS 12-02-B, CS 12-03-B, CS 12-04-B, CS 07-21-C, CS 07-26-C, CS 08-22-C, CS 11-02-C, CS 12-01-C, CS 12-03-C, CS 12-04-C, CS 12-05-C, CS 12-06-C, CS 12-07-C, CS 11-01-D, CS 11-02-D, CS 12-02-D, CS 12-03-D, CS 12-04-D, CS 11-01-E, CS 11-02-E, CS 11-03-E, CS 11-05-E, CS 11-07-E, CS 12-02-E, CS 10-30-F, CS 12-01-F, CS 12-02-F, CS 12-03-F, CS 12-01-G, CS 12-01-H, CS 11-01-I, CS 11-02-I, CS 12-02-I, CS 09-18-J, CS 09-24-K, CS 10-24-K, CS 11-02-K, CS 11-03-K, CS 12-01-K, CS 12-02-K, CS 12-03-K, CS 12-01-L, CS 12-01-M, CS 12-02-M, CS 12-03-M, CS 12-04-M, CS 11-02-N, CS 12-01-N, CS 11-02-P, CS 12-02-P, CS 12-01-Q, CS 12-02-R, CS 12-03-R, CS 12-4-R, CS 10-25-S, CS 11-04-S, CS 11-03-T, CS 12-01-T, CS 12-02-T, CS 12-03-T, CS 12-04-T, CS 09-18-U, CS 11-03-U, CS 12-01-U, CS 12-02-U, CS 12-02-V, CS 11-02-W, CS 12-01-W, CS 12-01-X, CS 11-01-Y, CS 12-01-Y, CS 12-02-Y, CS 12-03-Y, CS 11-03-Z, CS 11-04-Z, CS 12-01-Z, CS 12-02-Z, CS 12-03-Z, CS 11-04-AA, CS 12-01-AA, CS 12-02-AA, CS 12-01-BB, CS 11-02-CC, CS 11-04-CC, CS 11-06, CS-11-07-DD, CS 11-11-DD, CS 12-01-DD, CS 12-02-DD, CS 12-03-DD, CS 12-04-DD, CS 11-02-EE, CS 12-01-EE, CS 12-02-EE,



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

CS 09-18-FF, CS 11-03-FF, CS 11-08-FF, CS 12-01-FF, CS 12-02-FF, CS 12-03-FF, CS 10-30-GG, CS 10-31-GG, CS 12-01-GG, CS 12-02-GG, CS 12-04-GG, CS 11-01-HH, CS 11-02-HH, CS 11-03-HH, CS 11-04-HH, CS 12-01-HH, CS 12-02-HH, CS 12-04-HH, CS 12-02-II, CS 12-03-II, CS 11-04-JJ, CS 12-02-JJ, CS 12-01-KK, CS 12-04-KK, CS-12-01-LL, CS 12-02-LL, CS 12-03-LL, CS 08-89-NN, CS 12-01-NN, CS 12-02-NN, CS 12-01-PP, CS 09-172-RR, CS 11-45-RR, CS 12-02-SS, CS 12-03-SS, CS 12-04-SS, CS 12-01-UU, CS 09-207-VV, CS 11-56-VV, CS 11-57-VV, CS 11-58-VV, CS 12-01-VV, CS 12-01-WW, CS 12-02-WW, CS 12-01-XX.

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's and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management, Secretary of Education, others within the entity, New Mexico Department of Finance and Administration, the New Mexico 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  
June 13, 2013, except for each discretely presented  
component unit (Charter Schools) as to which the  
date is December 14, 2012

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

Hanna Skandera, Secretary-Designate 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's (Department) compliance 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, 2012. 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.

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

As described in item DVR 11-02, in the accompanying schedule of findings and questioned costs, the Department did not comply with requirements regarding allowable costs and cash management for Rehabilitation Services – Vocational Rehabilitation Grants to States and ARRA – Vocational Rehabilitation. Also, as described in the item PED 12-07, in the accompanying schedule of findings and questioned costs, the Department did not comply with requirements regarding maintenance of effort for the Special Education Cluster Programs.

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, 2012. 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 10-04, PED 12-02, PED 12-08, DVR 11-03, FA-11-01-D, FA 12-01-J, FA 11-01-K, FA 11-08-NN, and FA 11-12-VV.

### **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, and to test and report on internal control over compliance in accordance with OMB Circular A-133 and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified but not for the purpose of expressing an opinion on the effectiveness of internal control

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

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 internal control over compliance 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.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items DVR 11-02 and PED 12-07 to be a material weakness.

*A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in accompanying schedule of findings and questioned costs as items PED 10-04, PED 12-02, DVR 11-03, DVR 11-05, FA 11-01-D, and FA 12-01-J 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 responses and, accordingly, we express no opinion on them.

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

The purpose of this report is solely to 1) describe the scope of our testing of internal control over compliance and the results that testing; and (2) express an opinion on compliance based on our audit. This report is an integral part of an audit performed in accordance with OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Mess Adams LLP*

Albuquerque, New Mexico  
June 13, 2013, except for each discretely presented  
component unit (Charter Schools) as to which the  
date is December 14, 2012

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**A. SUMMARY OF AUDITORS' RESULTS**

***Financial Statements***

Type of auditors' report issued Unqualified

Internal control over financial reporting:

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

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

***Federal Awards***

Internal control over major programs:

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

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

Qualified – Rehabilitation Services Cluster  
Qualified – Special Education Cluster  
Unqualified – All Remaining Major Programs

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	Child Nutrition Cluster
84.010A/84.389A	Title I Part A Cluster
84.377A/84.388A	School Improvements Grant Cluster
84.287C	Twenty-First Century Learning Center
84.365A	Title III English Language Acquisition Grants
84.367A	Title II Improving Teacher Quality State Grants
84.369A	Grants for State Assessments and Related Activities
84.027A/84.391A	Special Education Cluster
84.173A/84.392A	
84.282A	Charter Schools
84.048A	Carl Perkins – Vocational Center
84.126A/84.390A	Rehabilitation Services Cluster
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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

## Public Education Department (PED) Findings

### **B. PED - 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 entity is indicated next to the number of each finding.

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

*Condition:* During our 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, requires the school to: 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. The purpose of the first visit will be to test internal controls over areas of financial deficiency and/or weakness cited in prior years, if available, of the schools' 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 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 for the fiscal year. Following both visits, the school will receive feedback from the PED School Budget and Finance Analysis Bureau to include monthly bank reconciliation reports including 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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

comprehensive written explanation with supporting documentation approved by the governing body.

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

*Cause:* The School Budget and Finance Analysis Bureau were made aware of the PEC's recommendation during the fiscal year and are in the process of developing monitoring procedures.

*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 has monitoring procedures in place but it hasn't been able to hire more staff to perform monitoring.

**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. For instance, this includes lack of site visits to the schools, incorrect information as to what qualifies as capital assets, incorrect budget requirements, and the required procurement thresholds.

*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 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 will continue to train staff and charter schools to make sure that appropriate guidance is provided.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**PED 10-07 Capital Outlay Project Reconciliations (Significant Deficiency)**

*Condition:* During our capital outlay test work, we noted that while improvements have been made to the reconciliation process for the capital projects funds and all material items had been reconciled and the disposition of all material items have been determined, not all items have been reconciled. Presently, the capital outlay schedules still have numerous appropriated funds presented that have been fully expired or are no longer relevant for disclosure purposes for the financial statements.

*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:* Lack of timely reconciliations can result in an increased risk of errors or fraud going undetected.

*Cause:* Procedures for reconciling the capital projects funds were being developed and established during the year. As there was a significant amount of past activity that had to be reconciled, the fund reconciliations were not fully completed by year end.

*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 will continue to work on the capital projects reconciliation and will remove expired appropriations from the capital outlay schedules.

**PED 11-01 Financial Close and Reporting (Significant Deficiency)**

*Condition:* For the year end financial closing and reporting process to function well, accounts need to be reconciled monthly. This includes a process to periodically reconcile balance sheet and revenue and expense accounts to the supporting detail. During the current year, there were approximately 24 post closing journal entries after final trial balance was provided to the auditors.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*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 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. DFA Financial Control Division changed fiscal year 2012 closing deadlines so we couldn't post all the adjustments in the SHARE system. The Audit and Accounting Bureau will work on improving the closing procedures to minimize unrecorded end of the year adjustments.

**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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*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 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 2011, 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 will be conducting a Security Posturing Assessment beginning in December 2012. PED's IT Network/Systems team will evaluate recommendations from the assessment and will work with DoIT staff to comply with S-GUIDE-00.003, "Enterprise IT Security Policy" and update the Plan by September 2013. A Test Plan is incorporated into this scope of work. In addition to these efforts, PED has added additional backup capabilities with the purchase of servers, backup tools, and re-evaluating backup procedures, as recommended in the July 2011 assessment.

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

*Condition:* During our review of internal controls over IT, we noted that while Department has a tracking system in place, it does not have a written or formal vendor assessment policy. The policy needs to cover performance evaluation 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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

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 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 were 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. Written policies and procedures are being developed.

**PED 12-04 Timing and Review of Federal Grant Reconciliation Process  
(Significant Deficiency)**

*Condition:* While the Department does have a process in place to reconcile the expenditures and revenues on the federal grant funds, we noted that the first reconciliation to be completed during the year covered the first six months of the year.

*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 could result in an increased risk that errors or fraud within the federal draw process could go undetected and an increase in cash deficits.

*Cause:* The drawdown process was in place until January 2012, therefore the first

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

reconciliation performed covered six months of activity. In addition, a formalized review process had not been implemented for these reviews during the year.

*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 federal grant reconciliation procedures were not implemented until after the FY11 audit was done, December 2011. We will improve our procedures during the current year.

**PED 12-05 Review of Security Logs and Monitoring of Scheduled Jobs  
(Significant Deficiency)**

*Condition:* During our review of internal controls over IT, we noted that the Department does review security logs and some job processing such as the daily scheduled backups. The Department has a network monitoring tool available however, reports or logs are only reviewed if security events are identified.

*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, Security Testing, Surveillance and Monitoring (DS5.5), provides for test and monitor of IT security implementation in a proactive way. IT security should be reaccredited in a timely manner to ensure that the approved enterprise information security baseline is maintained. A logging and monitoring function will enable the early prevention and/or detection and subsequent timely reporting of unusual and/or abnormal activities that may need to be addressed.

*Effect:* The lack of continuous and proactive monitoring of the network weakens the overall system security, the lack of monitoring of schedule jobs will result in loss of financial and other data. In a particular situation, we noted that the Department lost one day of file server data due to error in backup processing that was not monitored by IT personnel.

*Cause:* The Department did not have a network specialist during the year to perform these duties.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*Recommendation:* We recommend that the Department proactively review security logs and available report and alerts from the network monitoring tools in order to identify security risks on a timely basis. In addition, scheduled jobs/processing should be monitored to avoid potential loss of data.

*Management Response:* Management concurs with the finding. The Network Specialist II position was vacated on December 11, 2011. We hired a temporary IT Generalist on December 20, 2011, to resume the Network Specialist duties. This individual remains on staff and is awaiting processing to permanent status. The IT Division is also in the process of hiring a Network Specialist II to fill the vacant position. Currently, the existing IT staff monitor scheduled backups and the network on a daily basis. The IT staff will review security logs when an occurrence is identified based on the daily monitoring of the network. Once the Network Specialist II position is filled, we will resume review of job processing and security logs on a daily basis. Written procedures are in the process of being developed.

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

**PED 10-04 State Assessment Grant – Procurement (Significant Deficiency, Noncompliance)**

*Federal Program:* State Assessment Grant, 84.369A

*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.

*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:* \$27,191

*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.

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

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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*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 12-02 Subrecipient Monitoring (Significant Deficiency, Non-Compliance)**

*Federal Programs:* Title II-U.S. Department of Education, CFDA #84.367A; Special Education Cluster- U.S. Department of Education, CFDA #84.027A/84.173A, 84.391A, 84.392A; School Improvement Cluster-U.S. Department of Education, CFDA #84.377/84.388; Title I-U.S. Department of Education, CFDA #84.010; Child Nutrition Cluster – U.S. Department of Agriculture, CFDA 10.553/10.555

*Condition:* We noted that while the Department had a process for following up on noncompliance and monitoring of corrective actions of subrecipients in place at year end (all federal programs) through a review of the subrecipient's financial statements, this follow up was not done during the year. In addition, for the School Improvement Cluster of Programs, there was no proof of required site visits for 1 of 3 subrecipients tested.

It was also noted that the required information (CFDA # and OMB Circulars) was not communicated to the subrecipients of the Child Nutrition Cluster.

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

1. *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 awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
2. *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

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

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.

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.

*Questioned Costs:* None

*Effect:* Funds received by subrecipients may not be expended in accordance with grant requirements resulting in both the subrecipients and the Department not being in compliance.

*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 managers 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.

*Management Response:* Management concurs with the finding. The Priority Schools Bureau manager, who manages the School Improvement award, is going to monitor staff to make sure that required site visits are performed and quarter reports are completed and uploaded into the Web EPSS system. Monthly visits notes will be captured in the Web EPSS as status updates or notes will be included in the Web EPSS filing cabinet as evidence of the monitoring. The Food Nutrition Bureau is going to send an email to all the food authorities providing the required information for the Food Nutrition Block award.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**PED 12-07 Maintenance of Effort (MOE) – Special Education Cluster (Material Noncompliance and Material Weakness in Internal Control over Compliance)**

Federal Programs: Special Education Cluster, CFDA 84.027A/84.391A, 84.173A/84.392A

*Condition:* The Department did not maintain the State's required level of financial support over the special education cluster of federal programs during fiscal years 2011 and 2012. The Department provided the US Department of Education several different scenarios as more fully described below in the detail of the questioned costs below. Using the different scenarios, the Department has determined that the State's cumulative shortfall of financial support for fiscal years 2011 and 2012 to be range from \$0 to \$63,491,592.

In March 2011, the Department prepared a first calculation of its maintenance of effort requirements for its fiscal year 2010 special education cluster of programs (using the same assumptions as fiscal year 2009) and determined that the State did not appear to meet its required level of support and began an internal process to accumulate additional supporting data and determine the appropriate processes and protocols to communicate the State's shortfall to the US Department of Education.

In March 2012, the Department first submitted data to the US Department of Education which indicated that the State did not meet its required maintenance of effort for fiscal years 2010 and 2011.

In June 2012, the Department informed its auditors that the State did not meet its maintenance of effort requirements for 2010 and 2011 and that the Department would be submitting requests for a waiver of the maintenance of effort requirements.

In August 2012, the Department formally submitted requests to the US Department of Education to waive the State's shortfall in the required level of financial support for fiscal years 2010 and 2011.

In December 2012, the US Department of Education made a preliminary decision to deny the waiver request but allowed the Department until February 2013 to provide additional information.

In January 2013, officials from the Department had various conference calls with the US Department of Education to discuss the previously submitted request for waivers.

Also, in January 2013, the Department briefed the New Mexico Legislative Education Study Committee and the New Mexico Legislative Finance Committee as to the shortfalls of the required maintenance of effort for fiscal year 2010 and 2011.

In February 2013, subsequent to the delivery of the Department's audited draft financial statements to the Office of State Auditor, the Department determined that its original 2012 maintenance of effort calculation had certain incorrect assumptions. Concurrent with this determination, the Department revised its 2012 maintenance of

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

effort calculation and informed the New Mexico Legislature and its auditors of the financial support shortfall for 2012.

Also, in February 2013, officials from the Department as well as the Governor met with the US Department of Education to assert its right to exercise the provisions of 34 CFR 300.230, State Education Agency (SEA) Flexibility for fiscal years 2010 to 2012 , subject to interpretation and review by the US Department of Education. The provisions of 34 CFR 300.230 allow the Department to adjust its fiscal effort if certain criteria are met.

In June 2013, based on the data and information supplied by the Department, the US Department of Education determined that it is equitable, due to exceptional or uncontrollable circumstances, to grant a waiver under 20 U.S.C. § 141 2(a)(18)(C)(i) and 34 CFR §300.1 63(c)(1), permitting the State to reduce the amount of State financial support for special education and related services, or otherwise made available because of the excess costs of educating those children, by \$48,094,194 for fiscal year 2010. In addition, the US Department of Education has determined that it is not equitable due to exceptional or uncontrollable circumstances to grant a waiver under 20 U.S.C. § 14 12(a)(18)(C)(i) and 34 CFR §300.163(c)(1), permitting the State to reduce the amount of State financial support for special education and related services, or otherwise made available because of the excess costs of educating those children, by \$34,120,713 for fiscal year 2011

Additionally, in June 2013, the US Department of Education preliminarily determined that the Department is not eligible to exercise its rights to reduce the Department’s maintenance of effort funding under 34 CFR 300.230. The Department has until July 3, 2013 to request a hearing and provide additional support for the 2011 waiver and the application of CFR 300.230.

Questioned Costs: Depending acceptance of the request for a waiver, and / or whether the Department can exercise its rights under the provisions of 34 CFR 300.230, the cumulative questioned costs which could result in future reductions of funding, range from \$0 to \$63,491,592 for the years ended June 30, 2011 and June 30, 2012.

Shortfall in Maintenance of Effort as determined by the Department:

	Applying 34 CFR 300.230	Waiver of Shortfall	Shortfall without Applying CFR 300.230 or waiver
2011	\$ -	-	34,120,713
2012	-	N/A*	29,370,879
	<u>\$ -</u>	<u>-</u>	<u>63,491,592</u>

\*request for waiver of maintenance of effort requirement not submitted for fiscal year 2012 as of the date of this report.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

Criteria:

Criteria under the federal statutes:

34 CFR 300.163 - Maintenance of State financial support.

(a) General. A State must not reduce the amount of State financial support for special education and related services for children with disabilities, or otherwise made available because of the excess costs of educating those children, below the amount of that support for the preceding fiscal year.

(b) Reduction of funds for failure to maintain support. The Secretary reduces the allocation of funds under section 611 of the Act for any fiscal year following the fiscal year in which the State fails to comply with the requirement of paragraph (a) of this section by the same amount by which the State fails to meet the requirement.

(c) Waivers for exceptional or uncontrollable circumstances. The Secretary may waive the requirement of paragraph (a) of this section for a State, for one fiscal year at a time, if the Secretary determines that—

(1) Granting a waiver would be equitable due to exceptional or uncontrollable circumstances such as a natural disaster or a precipitous and unforeseen decline in the financial resources of the State; or

(2) The State meets the standard in § 300.164 for a waiver of the requirement to supplement, and not to supplant, funds received under Part B of the Act.

(d) Subsequent years. If, for any fiscal year, a State fails to meet the requirement of paragraph (a) of this section, including any year for which the State is granted a waiver under paragraph (c) of this section, the financial support required of the State in future years under paragraph (a) of this section shall be the amount that would have been required in the absence of that failure and not the reduced level of the State's support.

Additional Criteria – timely reporting:

Shortfalls should be communicated to stakeholders (financial statement auditors, Office of the State Auditor, New Mexico Legislature, US Department of Education, etc.) on a timely basis. Given the magnitude of the maintenance of effort shortfall during fiscal years 2011 and 2012, best communication practices ensuring timeliness and transparency would suggest that all stakeholders be communicated to frequently and with enough detail for a thorough understanding of the situation.

Effect: The State is out of compliance with its required level of financial support for the years ended June 30, 2011 and June 30, 2012. If the State does not obtain waivers for the amounts requested, or is unable to exercise its rights under 34 CFR 300.230, future federal funding may be reduced (range \$0 to \$63,491,592) and thus, in future years, the State may be required to increase its level of effort in future years. However, congress in its continuing resolution passed on March 21, 2013 and subsequent signed by the President, limited any reduction in IDEA funding to only

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

one year for failure to meet maintenance of State financial support.

Due to the breakdown in compliance, internal control over compliance, and the material impact of this audit finding, the A-133 opinion has been qualified for the maintenance of effort compliance requirement for the Special Education Cluster of programs.

The potential effect of this compliance violation could cause the federal government to add greater scrutiny to compliance requirements in other federal programs and possibly reduce federal funding in other federal programs in the future.

Cause: The Department does not have a formal process in place to ensure compliance is met on a timely basis. And therefore, when the decline in State funding occurred, the Department was unable to clearly inform the New Mexico Legislature and the US Department of Education on a timely basis of the potential impact of the decline in funding to the maintenance of effort requirements for Special Education and related services.

Additionally, notification policies and procedures over communication over when and how to communicate to stakeholders appeared to be lacking.

Recommendation: We recommend that the Department create and establish a process that includes a methodology acceptable to the US Department of Education. Once the process is clearly established, we recommend that the Department provide proper resources, training and monitoring to insure that the maintenance of effort requirements are completed accurately and timely.

Also, should the State be short of financial resources in the future, we recommend that the Department clearly inform the New Mexico Legislature the potential impact. Finally, we recommend the Department inform the US Department of Education of any potential shortfalls of its required maintenance of effort requirements on a more-timely basis.

Management Response: The Public Education Department generally accepts most of these findings and recommendations but provides a clarifying comment. In the legislative sessions leading to these issues the Department did clearly inform the New Mexico Legislature of the potential MOE impact of reducing general fund appropriations to the State Equalization Guarantee Distribution. This was done by the Deputy Secretary in testimony to the finance committees of both chambers during the 2009 and 2010 legislative sessions. Whether the committees considered this information in determining appropriations is unknown. This notification is separate and distinct from when the Department determined MOE levels were not met as a result of reduced appropriations.

As a result of the economic downturn beginning in 2009, state appropriations nationally decreased over time and the Office of Special Education Programs (OSEP) began to take a look at state participation more closely. In March 2011 the

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

Department began discussing with Mountain Plains Regional Resource Program about barriers, timing of fiscal information, processes, and OSEP guidance to calculate the State MOE. In March 2012 the Department requested clarification as to whether or not the State met its required level of support for the special education cluster of programs for fiscal year 2010, and began a dialogue with the US Department of Education around the issue and correspondingly began collecting additional data from state agencies. Because of the unique way New Mexico funds public education and specifically special education, there was much back and forth with the US Department of Education as to an acceptable method for calculating maintenance of effort.

In August 2012, the Department, after much dialog and clarification from the US Department of Education, determined that MOE levels had not been met and that a waiver was needed as a result. Waiver requests were submitted for FY10 and FY11 and the Department has implemented the provisions of 34 CFR §300.230 and is seeking to reduce the MOE level of the State by almost \$28 million for FY10. The provisions of 34 CFR §300.163 only affect the allocation of funds under section 611 of IDEA and do not affect other programs. On June 3, 2013 a waiver was granted for the FY10 and denied for the FY11. The US Department of Education denied the exercise of 34 CFR §300.230. However the department has the right to request a hearing and will exercise this right pursuant to the procedures in 34 CFR §300.179 through 300.183 relating the waiver denied by the US Department of Education. The Department has until July 3, 2013 to request the hearing. The Department is working in cooperation with the US Department of Education to resolve non-compliance issues.

In order to ensure that the Governor and the Legislature are notified in a timely manner if MOE levels are at-risk, the Deputy Secretary will work with the Director of the School Budget and Financial Analysis Bureau to determine a preliminary MOE status as the House Appropriations and Finance Committee takes action on the General Appropriations Act during regular legislative sessions. This will give the executive and the Legislature sufficient time to consider improving appropriations. A written analysis of the MOE status will be prepared and presented to the Governor's office as early in the legislative session as possible.

Additionally, we do not agree with the last paragraph of the "Effect" section. We are not aware of any federal guidance whereby the federal government would possibly reduce federal funding to other federal programs as a result of an unrelated audit finding.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**PED 12-08 Late Data Collection Form (Non Compliance)**

*Federal programs:*

Funding Departments: U.S. Department of Agriculture, U.S. Department of Education, and Social Security Administration

CFDA	Program Name
10.555/10.553	Child Nutrition Cluster
84.010A/84.389A	Title I Part A Cluster
84.377A/84.388A	School Improvements Grant Cluster
84.287C	Twenty-First Century Learning Center
84.365A	Title III English Language Acquisition Grants
84.367A	Title II Improving Teacher Quality State Grants
84.369A	Grants for State Assessments and Related Activities
84.027A/84.391A	Special Education Cluster
84.173A/84.392A	
84.282A	Charter Schools
84.048A	Carl Perkins - Vocational Center
84.126A/84.390A	Rehabilitation Services Cluster
96.001	Social Security - Disability Insurance

*Condition:* The Department submitted the Data Collection Form and Reporting Package to the Federal Audit Clearinghouse more than 9 months after the close of the fiscal year under audit.

*Criteria:* OMB Circular A-133 §\_\_.320(a) requires that the audit be completed and the data collection form and reporting package be submitted by the earlier date of either 30 days after the receipt of the auditor's report(s), or nine months after the end of the fiscal year end date.

*Cause:* The Department was unable to submit the June 30, 2012 Data Collection Form and reporting packaging on a timely basis. Subsequent to the delivery of the draft financial statements to the New Mexico State Auditor, the Department determined that it did not meet the fiscal year 2012 MOE requirements for the Special Education Cluster of programs. As a result, an additional federal finding was added to the financial statements. The additional time to create the finding and have the Department respond to the finding caused the Department to submit the Data Collection Form and reporting package after the due date.

*Questioned Costs:* None

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*Effect:* The Department is not in compliance with Federal award requirements and could potentially lose or receive a decrease in future federal funding.

*Recommendation:* We recommend the Department report all potential or actual compliance violations and the related potential or actual programmatic or financial impact to their auditors well in advance of the audit due date to ensure that the data collection form and reporting package is filed with the Federal Audit Clearinghouse within thirty days of the release of the audit report but no later than nine months after the close of the fiscal year.

*Department Response:* The Department agrees with the finding. The Department submitted the audit on time however, subsequent to the submission, more documentation needed to be provided to auditors after the Department determined that state MOE requirements were not met. Since MOE issues are a result of reduced appropriations it was unclear that it would have an impact on the Department's audit. Going forward, the Department will make sure all the required documentation relating to MOE is included in our audit to make sure that federal compliance requirements are met.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D. PED FINDINGS – COMPLIANCE OTHER MATTERS**

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

*Condition:* During our internal control walk-through, it was noted that the School 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 has 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. OBMS user requests are kept in a binder and electronically. The Public Education Department (PED) has deployed a new OBMS module February 2012 that 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



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

reviews of all OBMS users in order to identify if responsibilities have changed or have been terminated.

PED does have an informal process when the Uniform Chart of Accounts (UCOA) has been modified within OBMS but it is working on documenting a formal procedure. Every year at the annual Spring Budget Workshop, training is provided to all school districts and charters schools on any UCOA updates 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 12-01 Capital Assets Inventory – (Noncompliance and Other Matter)**

*Condition:* While an annual physical inventory count had been performed for the fiscal year, Information Technology assets were not included this 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 misappropriation.

*Cause:* Annual physical inventories were not performed over these assets.

*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 Audit and Accounting Bureau and the Information Systems Bureau are working together to perform an inventory count and develop procedures to perform annual IT inventory counts.

**PED 12-03 Procurement Contracts (Noncompliance)**

*Condition:* During our audit we were notified of eight procurement violations that occurred during the year totaling \$184,920. The violations include continued service after the contract has expired, no valid contract, and noncompliance with DFA rules.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*Criteria:* Not having a signed contract in place prior to services rendered and continuing services after a contract has expired is a violation of the Procurement Code, 13-1-28 NMSA 1978.

*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.

*Cause:* Strong controls to ensure all necessary and statutorily required contract documentation is 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 is currently working on developing procurement policies and procedures. The department is also training staff on the procurement Code and internal and external processes to avoid any other procurement violations.

**PED 12-06 Cash Management Improvement Act (Noncompliance)**

*Condition:* During our cash management testwork, it was noted certain receipts of federal funds were not obtained in the required six days from the date of disbursement.

- IDEA B – five of ten requests tested were not received within the required six days
- Title I – four of nine requests tested were not received within the required six days
- Title II – four of six requests tested were not received within the required six days

*Criteria:* Per CMIA agreement between the State Treasury and the State of NM 6.1.2 "The State shall schedule the receipt of Federal funds such that the funds are received and credited to a State account in accordance with the clearance patterns specified in Exhibit II - List of State Clearance Patterns. Per Exhibit II, the clearance technique to be used for NMPED is the "Average Clearance;" which is 6 days.

*Effect:* The Department requested funds after the required timeframe, therefore the state covered expenses that the federal government should have reimbursed longer than the allowed time.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*Cause:* The Department implemented processes for reconciliations of program draws and expenses during the year. As the processes were not in place throughout the year, the Department was not requesting reimbursements timely for part of the year.

*Recommendation:* We recommend that the Department develop policies and procedures to ensure timely request of reimbursements for any programs subject to treasury state agreements. In addition, we recommend training for any employees involved in drawing down funds for these programs to ensure they are aware of the requirements.

*Management Response:* Management concurs with the finding. The Audit and Accounting Bureau was understaffed for the first months of the fiscal year 2011 therefore, draws were not done timely. Procedures are being implemented to improve draw processes to be in compliance with CMIA.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

## **Division of Vocational Rehabilitation (DVR) Findings**

### **B. DVR – FINDINGS – FINANCIAL STATEMENTS**

#### **DVR 12-01 Accounting for Certificates of Deposit and Restatement of Fund Balance (Significant Deficiency)**

*Condition:* During the course of our audit, we noted that certificates of deposit not being reconciled or accounted for in the Division's general ledger (SHARE). This resulted in an auditor proposed accounting adjustments entry, as well as, a restatement to the prior year balances in the amount of \$97,035 for Fund 28000 Access-to-Telework Funds.

*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 account for certificates of deposit required for collateral for the Access-to-Telework program in their general ledger (SHARE). Restricted investments and fund balance were misstated in prior years by \$97,035 for Fund 28000. 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 external certificate of deposit accounts to the general ledger (SHARE). This was due to the lack of a well defined process and staff to perform these functions.

*Recommendation:* We recommend that the Department take appropriate measures to ensure that external cash and investment accounts are properly recorded in the general ledger (SHARE) and reconciled in a timely manner.

*Management Response:* Management concurs with the finding. Fund 28000-Access-to-Telework will be transferred to another state agency within state fiscal year 2013 to be compliant with NMDVR's corrective action plan submitted to the Rehabilitation Services Administration for the 2010 review. Authority for placement of the program resides with the Governor. The Governor has agreed to transfer the program.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DVR 12-02 Financial Close and Reporting (Significant Deficiency)**

*Condition:* During the current year, there were approximately thirteen post-closing journal entries after final trial balance was provided to the auditor.

*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 Division of Vocational Rehabilitation has not followed established policies and procedures over financial close and reporting. Additionally, the Department had limited staffing resulting in some control features going unperformed.

*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 Division of Vocational Rehabilitation take appropriate measures to ensure that resulting account adjustments are properly recorded in a timely manner.

*Management Response:* Management accepts the recommendation. In addition to implementing a monthly reconciliation certification to be reviewed and signed by management, NMDVR has added an additional full-time employee in the General Ledger Unit. This will assist to improve the closing procedures and minimize unrecorded end of the year adjustments.

**DVR 12-03 GRANT RECONCILIATIONS (Significant Deficiency)**

*Condition:* During our audit we noted that the Division did not perform timely reconciliations on a consistent basis for all grants. Subsequent to year end, the Division performed a reconciliation of grant revenues to expenditures for fiscal years 2007 through 2012. This reconciliation resulted in the Division determining that \$911,797 should be reverted to the state general fund.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*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 inconsistent reconciliations resulted in an unexpended balance of revenues received that could have been used to support grant programs. The unexpended balance of \$911,797 is to be reverted to the state general fund.

*Cause:* In previous years, the Division's Program Development Services staff was responsible for creating billings to seek reimbursement for expenditures. Under the direction of the CFO, the responsibility of performing and submitting grant reimbursement billings was transferred to the financial management unit in the fall of 2008. As part of the grant reconciliation process in the current year, the Division determined that the amount to be reverted was due to the program development services staff deviating from seeking reimbursement solely for expenditures.

*Recommendation:* We recommend that Division develop and implement a process to reconcile all grants on a regular basis to ensure all funding sources are properly tracked and significant variances are researched and resolved.

*Management Response:* Management accepts the recommendation. NMDVR currently completes quarterly reconciliations of all grants and will now implement monthly reconciliations in order to ensure all funding sources are properly tracked. NMDVR has closed out all discretionary grants.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

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

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

**Federal Program  
Rehabilitation Services Cluster  
Rehabilitation Services - Vocational Rehabilitation Grants to States CFDA 84.126  
ARRA -Vocational Rehabilitation CFDA 84.390A**

*Condition:* During our testing of allowable costs related to payroll and program income, we noted that in prior periods 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 has historically requested and received reimbursement for a portion of the personnel costs paid with VR funds from other programs for indirect costs, resulting in an over draw 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:*

Fiscal Year 2007	\$1,237,720
Fiscal Year 2008	\$1,048,485
Fiscal Year 2009	\$1,613,526
Fiscal Year 2010	\$1,127,728
Fiscal Year 2011	<u>\$1,866,424</u>
Total	<u>\$6,893,883</u>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

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

*Cause:* Indirect cost reimbursements received from other grants is not being accounted for prior to administrative expenditures reimbursement request from the VR grant are drawn. Therefore, staff that work on multiple projects administrative costs are not being allocated accurately.

*Recommendation:* We recommend that New Mexico DVR develop additional policy and procedures to allocate DVR administrative staff cost in order to ensure federal compliance with reimbursement requests. Additionally, we recommend that DVR work with the federal government to determine the ultimate disposition of the questioned costs.

*Management's Response:* Management concurs with the finding. In this audit period, NMDVR has already taken action to correct this finding by adjusting VR subsequent federal draws by the amount of indirect costs collected. The amounts presented in this finding were to detail the amount due to federal government for prior years 2007 through 2011.

**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:

SF-425 Federal Financial Report (Semi Annual – period end 3/31/12) – submitted on July 13, 2012

*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.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*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 Response:* Management accepts the recommendation. There is an improvement in filing federal reports in the current audit period. This finding is due to staff shortages and performing five year discretionary grant closeouts to be compliant with NMDVR's corrective action plan submitted to the Rehabilitation Services Administration 2010 review. NMDVR will work to improve by performing quarterly grant analysis to ensure timely federal reporting.

**DVR 11-05 Cash Management - DVR (Significant Deficiency)**

Federal Program

Rehabilitation Services - Vocational Rehabilitation Grants to States CFDA 84.126  
ARRA -Vocational Rehabilitation CFDA 84.390A

*Condition:* During the testing of cash management we noted that proper review and approval prior to funds being drawn was not consistently applied during the audit period.

*Criteria:* Per DVR'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 Cost:* 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:* Management accepts the recommendation. NMDVR had limited staffing in FY12; however the proper review and approval prior to funds being drawn did get implemented during mid-FY12 and these procedures are currently being followed in the current audit period. NMDVR has already taken action to correct this finding by performing a review after draw data is compiled and before the draw request is made in the G-5 federal draw system.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D. DVR - FINDINGS AND QUESTIONED COSTS - COMPLIANCE AND OTHER  
MATTERS**

**None noted**

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

## CHARTER SCHOOL (CS) FINDINGS

### B. CS - FINDINGS – CHARTER SCHOOLS - FINANCIAL STATEMENT AUDIT (CONTINUED)

#### A-ACADEMY OF TRADES AND TECHNOLOGY

##### **CS 10-13-A ERB/RHC Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted that the payments for July 31, 2011 (\$995), August 31, 2011 (\$1,434), March 31, 2012 (\$2,973) and May 31, 2012 (\$1,976) were not submitted until August 15, 2011, September 15, 2011, April 11, 2012 and June 14, 2012, respectively.

*Criteria:* Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10<sup>th</sup> of the following month.

*Effect:* The school was in violation of RHC requirements and could owe a penalty for submitting late reports.

*Cause:* The school thought the deadline was the 15<sup>th</sup>.

*Auditor's Recommendation:* We recommend that school management implement an internal control system to insure that RHC payments are processed and paid in a timely manner.

*Management's Response:* Management will implement an internal control policy that will insure payments to RHC are processed by the due date.

##### **CS 12-01-A Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted

- The School did not complete a BAR in the amount of \$305 for the difference between the original budgeted amount and final allocation amount for the Instructional Materials Fund.
- The School budgeted \$9,001 more than the School had available to budget for the Teacher/Principal Training and Recruiting Fund.
- The amount per the general ledger for object code 41980 did not agree to the amount reported to PED on the 4<sup>th</sup> quarter budget to actual report. There was a difference of \$52.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**A-ACADEMY OF TRADES AND TECHNOLOGY**

**CS 12-01-A Budget Adjustment Requests (BARs), Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* The school accidentally over-looked these BARs during the year.

*Auditor's Recommendation:* We recommend that all BARs be properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* Management will insure that all BARs have been prepared and submitted to the Governing Council and the NMPED prior to year end. Difference of \$51.95 was booked into object code 46000; OBMS would not accept object code. The \$51.95 was rolled into object code 41980.

**A-ACADEMY OF TRADES AND TECHNOLOGY FOUNDATION**

**CS 12-02-A Internal Control Structure, Significant Deficiency**

*Condition:* During our fieldwork we noted:

- The lease purchase agreement with the School was not recorded by the Foundation. The Foundation continued to hold capital assets on their books. In addition, a note receivable balance was not recorded for the capital lease purchase agreement.
- There is no documentation that the bank reconciliations were being reviewed.
- The Foundation does not have adequate segregation of duties over the processing of invoices and cash receipts

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**A-ACADEMY OF TRADES AND TECHNOLOGY FOUNDATION (Continued)**

**CS 12-02-A Internal Control Structure, Significant Deficiency (Continued)**

*Criteria:* Per sound accounting standards an entity shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

*Effect:* The internal financial statements were not properly stated.

*Cause:* The foundation does not have any staff limiting the processes/transactions that are performed by the Treasurer.

*Auditor's Recommendation:* We recommend the Foundation develop and implement internal controls to properly record all transactions that occur during the year.

*Management's Response:* The non-profit board and audit committee will come up, develop, and implement internal control procedures for the current and future years that the nonprofit is in operating.

**B-ACE LEADERSHIP HIGH SCHOOL**

**CS 11-01-B Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our test work we noted the following

- A refund check totaling \$1,725 in the Operational fund was incorrectly recorded in the general ledger.
- A cash receipt for \$68 in the food service fund was incorrectly recorded in the general ledger.
- The June 2012 bank reconciliation did not agree to the general ledger. We noted a difference of \$8,211. \$8,156 was due to a cash receipt received after year end being posted as cash received in FY2012 instead of as a receivable. In addition, there were services fees of \$55 that were recorded in FY 2013 instead of FY2012.
- Improper use of the accounts payable account when posting reclassification entries.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**B-ACE LEADERSHIP HIGH SCHOOL (Continued)**

**CS 11-01-B Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Condition: (Continued)*

- We noted that a review of the request for reimbursement (RFR) of federal and state funds either before or after submission is not being performed in order to verify completeness and accuracy of the RFR.

*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:* Unauthorized or incorrect transactions may occur.

*Cause:* Management's review of posting entries did not detect or prevent the posting errors. Management was unaware that RFR's should be reviewed.

*Auditor's Recommendation:* We recommend that school implement procedures to ensure that accounts are properly coded in the general ledger. We recommend that differences within the bank reconciliation be reconciled monthly and proper documentation be kept on file for correction of differences. Finally, we recommend that the school implement a process to ensure that the RFR's are reviewed for completeness and accuracy.

*Management's Response:* Management's review of posting entries did not detect or prevent the posting errors. With regard to RFR's, all RFR's submitted to the PED were complete and accurate. However, management's review of RFR's will now include an additional review by another employee to verify the accuracy of the claim.

**CS 12-01-B IRS Penalties, Non-Compliance and other matters**

*Condition:* During our test work, we noted that two payments in the amounts of \$473 and \$10,483 were paid 11 and 9 days late, respectively. The IRS imposed a penalty of \$548 for 941 deposits being paid late.

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Sound business practices require that payments to vendors be made timely Per OMB Circular A-87, fines, penalties, damages or other settlements resulting from violations of, or failure of the governmental unit to comply with, Federal, State, local or Indian tribal laws and regulations are unallowable.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**B-ACE LEADERSHIP HIGH SCHOOL (Continued)**

**CS 12-01-B IRS Penalties, Non-Compliance and other matters (Continued)**

*Effect:* The school paid un-necessary costs related to payments being made late.

*Cause:* This was due to an oversight after processing two payrolls in which the business manager posted the IRS payments in the accounting system before payments were made on the IRS EFTPS web-site. This resulted in the liabilities being paid in the system but were never actually paid out.

*Auditor's Recommendation:* We recommend that school management implement an internal control system to insure that 941 payments are processed and all deposits are paid timely.

*Management's Response:* The cause was due to an oversight after processing two payrolls in which the business manager posted the IRS payments in the accounting system before payments were made on the IRS EFTPS web-site. This resulted in the liabilities being paid in the system but were never actually paid out. We have since included a control to the payroll process that ensures that we pay these liabilities out before the payments are posted in the accounting system. This control includes the placement of a checkbox on the front page of the payroll report to verify that the EFTPS IRS confirmation page is included as part of the payroll packet. We check the box and initial, thus verifying that the payment confirmation is included, ensuring these payments are always made on time

**CS 12-02-B Stale Dated Checks, Non-Compliance and other matters**

*Condition:* During cash test work, we noted 1 check that was written over a year ago for a total of \$153 listed as outstanding checks on the June 30, 2012 bank reconciliation.

*Criteria:* Per Section 6-10-57, NMSA 1978 whenever any warrant issued by the state, county, municipality, school district or special district is unpaid for one year after it becomes payable, the fiscal officer shall cancel it.

*Effect:* The School does not have an accurate understanding of their cash position.

*Cause:* Management has not monitored outstanding checks during monthly review of the bank reconciliations.

*Auditor's Recommendation:* We recommend that the stale checks be voided as soon as possible and that a procedure be implemented to track stale dated checks.

*Management's Response:* We agree and will void stale dated checks after 1 year of issue.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**B-ACE LEADERSHIP HIGH SCHOOL (Continued)**

**CS 12-03-B Prepayment for services, Non-Compliance and other matters**

*Condition:* We noted that 1 of 4 contractors tested are being paid before services are being completed. The contractor tested submitted multiple invoices for payment before services were rendered.

- Contractor submitted an invoice and received payment for \$5,750 on 9/1/2011 for services rendered 9/1/2011 – 1/31/2012.
- Contractor submitted an invoice and received payment for \$5,750 on 2/1/2012 for services rendered 2/1/2012 – 6/30/2012

*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...” 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:* As a result the school is out of compliance with state law.

*Cause:* Invoices were issued earlier than expected and management did not verify that services were provided prior to payment

*Auditor's Recommendation:* The school should update policies, procedures, or contract language to make sure that all services have been properly performed before payment has been made.

*Management's Response:* Payment for all services will be scrutinized to ensure that goods and services have been delivered satisfactorily prior to payment.

**CS 12-04-B PED Cash Reports/BAR report, Non-Compliance and other items**

*Condition:* When reviewing the PED Cash Report we noted the following:

- The current year expenditures did not agree to the general ledger for the Federal Flow-through Fund. We noted a difference of \$11,221.
- We could not reconcile the total receivables/payables for the Federal Flow-through Fund and the Federal Direct Fund. We noted differences of \$19,820 and \$7,987 respectively.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**B-ACE LEADERSHIP HIGH SCHOOL (Continued)**

**CS 12-04-B PED Cash Reports/BAR report, Non-Compliance and other items  
(Continued)**

- The ending cash balance did not agree to the general ledger. We noted differences of \$10,852 for the Operational Fund, (\$1,600) for the Food Services Fund, \$18,341 for the Federal Flow-through Fund, (\$458) for the Federal Direct Fund, and (\$19,250) for the Local or State Fund.

During our budget testwork we noted that the school budgeted \$978 more than the prior year cash carryover for the Daniels 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. Per state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.

*Effect:* The PED does not have an accurate accounting of the School's activity.

*Cause:* Management believed it was completing the cash report as directed by the PED. We reported receivables as indicated on the PED's directions for completing the cash report, causing the report to disagree with the GL.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that all adjustments be completed before the final reports are submitted to the department. Additionally, an individual should review the report to ensure that the report matched the general ledger and the cash accounts as appropriate. We also recommend that any cash carryover be adjusted during year to match the prior fiscal year ending balances.

*Management's Response:* In previous quarters, no guidance or errors were reported to the school indicating that the report was inaccurate. We understand that we need to report on a cash basis, but the PED directions for the cash report call for inclusion of receivables/payables (line 16). We included these as directed by the PED. We will work closer with the PED to ensure the accuracy of the cash report as it relates to the GL.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE**

**CS 07-21-C Budget Adjustment Requests (BAR), Non-Compliance and other matters**

*Condition:* During testwork, we noted the school did not complete BARs for the Education Job Fund. We also noted the school budgeted more carryover, \$109,041, than the school had on the prior year financial statements, \$85,594, for the instructional materials fund.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department.

*Effect:* The School was out of compliance with 6-6-6 NMSA 1978 and funds spent could be considered unallowable.

*Cause:* The prior business manager failed to submit the BARs.

*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.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. Future BAR's and adjustments will be processed prior to year end to comply in the future.

**CS 07-26-C - Budgetary Conditions, Compliance and other matters**

*Condition:* The School has expenditures by function where actual expenditures exceed budgetary authority.

Education Jobs Fund	
Direct Instruction	\$922
Public School Capital Outlay	
Capital Outlay	\$191,404

*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 expenditures 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 07-26-C - Budgetary Conditions, Compliance and other matters (Continued)**

*Cause:* The school did not complete BARs for all funds. For the Public School Capital Outlay school budgeted in the incorrect function.

*Auditor's Recommendation:* The School should establish a policy of budgetary review at least quarterly and make the necessary budget adjustments.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. Future BAR's and adjustments will be processed prior to year end to comply in the future.

**CS 08-22-C PED Cash Reports/Budget reports, Non-Compliance and other items**

*Condition:* We noted on the PED Cash Report the Operational Fund expenditures did not agree to the general ledger for the operating fund and the Local Grants Fund. We noted a difference of \$305 and \$175,000 respectively. We noted on the 4<sup>th</sup> quarter actual reports that the year to date expenditures for account 11000-1000-52311 did not agree to the general ledger. We noted a difference of \$305.

*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 school recognized revenue that had not been received.

*Auditor's Recommendation:* The appropriate personnel should 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:* This was a one-time incident due to revenue being deposited into the wrong bank account. The school will insure that revenue is recognized correctly in the future.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 11-01-C Internal Control Structure, Material Weakness and Non-Compliance and other matters**

*Condition:* During our test work we noted that:

- The school incorrectly posted supplies expense to the supply asset account. Total amount paid was \$12,601.
- The school does not have policies and procedures in place to review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- The school improperly recorded contributions of \$6,310 to object code 41701-fees instead of to 41920-contributions in the Student Activities Fund.
- During the ERB reconciliation, we noted a credit was taken for period ending November 2011 in the amount of \$310. We noted \$170 was to be due to the member and \$140 due to the employer. The member amount had not been remitted back to the member as of 9/25/12.
- The school has not paid their 2007 workers compensation taxes and that the amount has yet to be determined by the school.
- The school did not have a contract in place for a vendor. We were unable to verify the total amount paid was correct.
- During our testwork over journal entries, we noted that one out of one journal entries was not reviewed or approved. The total amount of journal entry tested was \$159,380.

*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. 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:* The school and PED does not have an accurate recording of the activity. 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 11-01-C Internal Control Structure, Material Weakness and Non-Compliance and other matters (Continued)**

*Cause:* Coding is not being checked when the receipts and disbursements are made by the Business Manager. The Principal did not properly review the journal entries before the business manager entered them into APTA.

*Auditor's Recommendation:* Account coding should be carefully checked before posting transactions and all funded amounts should properly agree to reimbursement requests. 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 and that controls be implemented to ensure that all journal entries are properly documented and supported.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office will perform reconciliations to detect any errors and review necessary reports with the finance committee. The business office currently meets with the finance committee to review all journal entries that were processed during the month.

**CS 11-02-C Personnel File Maintenance, Non-Compliance and other matters**

*Condition:* We noted that one out of one employee tested did not have a direct deposit form on file and had no background form on file. We also noted that the employee's contract was signed by the administrator but not the employee.

*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:* By not having a background check or direct deposit on file, the school exposes itself to additional risks.

*Cause:* The documents could not be found in the employee's file and could not determine the cause.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 11-02-C Personnel File Maintenance, Non-Compliance and other matters  
(Continued)**

*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 hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office will perform a review of all staff files to ensure compliance in the future.

**CS 11-06-C Bank reconciliations not reviewed, Significant Deficiency**

*Condition:* During our testwork, we noted there was no evidence that bank reconciliations were reviewed through-out the year.

*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 someone separate of the reconciliation preparation function.

*Effect:* The lack of evidence regarding approval of 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 reviewing bank reconciliations, but neglected to document evidence of such review.

*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 timely and are documented.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office will review the bank reconciliation reports with the finance committee.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 12-01-C Gross Receipts Tax, Non-Compliance and other matters**

*Condition:* During our testwork, we noted 2 payments to a vendor for tangible goods that included \$27 paid for gross receipt tax.

*Criteria:* Per Section 7-9-3 NMSA 1978, dollar amounts are to be exclusive of applicable gross receipts and local options tax.

*Effect:* The School is paying for unnecessary costs.

*Cause:* Sales tax was inadvertently paid to the vendor.

*Auditor's Recommendation:* We recommend the school contact the vendor to ensure the tax exempt certificate is on file and obtain instruction on how to have tax exempt status applied on purchases completed in the store.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office will ensure that procedures are established to detect future errors.

**CS 12-02-C Segregation of Duties over Payroll and posting of Receipts, Material Weakness**

*Condition:* We noted the Business Manager is responsible for entering employees into the accounting system, responsible for processing payroll and submitting to the bank. We noted the Business Manager signed the Direct deposit authorization for the period tested. We noted no approvals of payroll register or bank reconciliations being completed.

We noted the Business Manager was responsible for receiving and posting of all receipts. The school reported to the State Auditor that they located \$1,112 of undeposited cash in a safe however they could not determine if the total cash amounts were correct. We noted there was no policy regarding the review and approval of cash received or account coding.

*Criteria:* Per NMAC 6.20.2.11.B, each School shall develop, establish, and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 12-02-C Segregation of Duties over Payroll and posting of Receipts, Material Weakness (Continued)**

*Effect:* Employees could be receiving the incorrect amount of funds. Funds received could be posted to the incorrect accounts.

*Cause:* The Business Manager approved and submitted the direct deposits to the bank and solely responsible for the posting of receipts.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the payroll process to ensure the payroll register is properly authorized before submitting the direct deposits. We also recommend that account codings for receipts be reviewed and approved during approval of bank reconciliation.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office has changed its procedure with the bank which exclude the business manager from approving direct deposits.

**CS 12-03-C Board Review of disbursements and finances, Non-Compliance and other matters**

*Condition:* During our review of the minutes, we noted no mention in the minutes regarding whether the governing council is reviewing any type of financial information. We noted no review of payroll submissions, budget to actuals or disbursements.

*Criteria:* Per NMAC 6.20.2.14H, a local board, through the issuance of a formal board resolution, may authorize the superintendent of schools or his/her designee to approve vouchers for payment prior to a board meeting. A summary listing of the vouchers and any additional information prescribed by the local board shall be presented at the next regular board meeting for formal approval and entry in the minutes. Per 6.20.2.13G, all school districts shall provide periodic financial information to the local board as prescribed by local board action. Information shall presented at a regularly scheduled board meeting.

*Effect:* By not reviewing disbursements or financial statements, the school board is not able to make the best decisions in regards to school finances.

*Cause:* The governing council was unaware of this requirement.

*Auditor's Recommendation:* We recommend that a process be created to ensure that the governing council be involved in the review of disbursements and financial matters. We also recommend that budget to actuals be reviewed quarterly.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 12-03-C Board Review of disbursements and finances, Non-Compliance and other matters (Continued)**

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The school is meeting with the finance committee to review all monthly transactions more thoroughly. The reports are then approved during the monthly governing council meetings.

**CS 12-04-C Communication of Audit Report, Non-Compliance and other matters**

*Condition:* During our review of the board minutes we noted the 2011 audit report was shared with the board of directors during the January 12, 2012 open meeting. The audit report was not released by the State Auditor until March 5, 2012 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 could face penalties for non-compliance with the Open Meetings Act and bylaws. The State could also place the school on probation.

*Cause:* The school was unaware of this requirement.

*Auditor's Recommendation:* We recommend that the school review procedures regarding the audit report and when it can be discussed in an open meeting.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted.

**CS 12-05-C Timely Deposits, Non-Compliance and other matters**

*Condition:* During our cash test work we noted that various cash receipts in the amount of \$1,091 were received throughout the year but were not deposited until September 19, 2012.

*Criteria:* NMAC 6.20.2.14.C states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 12-05-C Timely Deposits, Non-Compliance and other matters (Continued)**

*Effect:* Cash could go missing causing students to not retain the benefit of the funds received.

*Cause:* The school has not delegated an appropriate person to ensure the deposits are made timely.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented that tracks and maintains all items relating to cash receipts and ensures deposits are made timely.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office has implemented procedures to ensure timely deposit of receipts.

**CS 12-06-C Procurement Code, Non-Compliance and other matters**

*Condition:* During our procurement test work, we noted the School did not go out to bid for construction services which included all materials purchased from 1 vendor tested in the amount of \$25,867.

*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 could be overpaying for services and/or goods.

*Cause:* The school purchased other services from the vendor that cumulatively caused the school to violate statute.

*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 causing the threshold to be \$20,000 instead of \$50,000 for services.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C-ALBUQUERQUE INSTITUTE OF MATH AND SCIENCE (CONTINUED)**

**CS 12-06-C Procurement Code, Non-Compliance and other matters (Continued)**

*Management's Response:* The school has hired a new business manager to address inconsistencies in internal control and compliance such as the one noted and to address future procurement issues.

**CS 12-07-C IRS requirements, Non-Compliance and other matters**

*Condition:* During our audit, it was noted that employees may have not been correctly classified as employees/contractors and may not have been properly reported to the IRS. The extent of the amount incorrectly reported has not been determined.

*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 may potentially owe IRS penalties.

*Cause:* Prior business manager did not properly classify contractors and report the payments to the IRS.

*Auditor's Recommendation:* We recommend that the school review all contracts and employees and verify that they meet the IRS requirements and all are properly reported with the correct W-2 or 1099 forms.

*Management's Response:* The school has hired a new business manager who will address inconsistencies in internal control and compliance such as the one noted. The business office has implemented procedures to ensure proper classification of contractors and reporting to the IRS.

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE**

**CS 11-01-D Travel Reimbursement, Non-Compliance and other matters and significant deficiency**

*Condition:* During our test work we noted the school reimbursed an employee the incorrect amount for a rental car reservation. We noted the employee submitted two copies of a rental car receipt when the employee should have submitted two separate receipts. The second rental car reservation was slightly greater than the receipt submitted resulting in an underpayment of \$63.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 11-01-D Travel Reimbursement, Non-Compliance and other matters and significant deficiency (Continued)**

*Criteria:* Per NMAC 2.42.2.12 B. Receipts required: Public officers and employees may be reimbursed for the following expenses provided that receipts for all such expenses at attached to the reimbursement voucher: (2) rental cars or charter aircraft, provided less expensive public transportation is not available or appropriate.

*Effect:* The employee was not reimbursed the correct amount.

*Cause:* The employee submitted two copies of the same receipt which was not noticed during the review process.

*Auditor's Recommendation:* We recommend the school implement procedures to ensure all reimbursement requests are properly reviewed to ensure employees are reimbursed the correct amount and are not reimbursed more than once for expenditures.

*Management's Response:* We disagree. The Albuquerque School of Excellence has adopted and adheres to a travel and per diem policy. Prior to the expenses being incurred a purchase order was issued for a specific dollar value. After the trip in question the employee submitted three receipts for the rental of three different vehicles. While one of the receipts that were turned in was a duplicate, the requestor did provide a copy of their bank statement listing the three separate transactions. The total amount of the incurred expenses did exceed the authorized purchase order by \$63. In accordance with the adopted financial policies and procedures, the requestor was only reimbursed the amounts that were authorized by the initial purchase order. Management will work with the school to ensure reimbursable expenses are accompanied by all necessary documentation.

*Auditor's Response:* All payments made should have support at the time of payment.

**CS 11-02-D PED Budget reports, Compliance and other matters**

*Condition:* School had expenditure functions where actual expenditures exceeded budgetary authority:

Operational	
Direct Instruction	\$1,433
Federal Charter School Grant	
Direct Instruction	\$25,597
Teacher Principal Training	
Support Services	\$ 108

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 11-02-D PED Budget reports, Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*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:* During the June 29, 2012 meeting, budget adjustments were approved by the board, but were not uploaded in time for review and approval by the state.

*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.

*Management's Response:* The Albuquerque School of Excellence has instituted measures to ensure budgetary review throughout the year. The current budgeted expenditures to actual are presented to the entire Governing Council each month. The schools administrator and business manager create budget adjustment requests that are reviewed and approved by the governing council. Due to extenuating circumstances for members of the schools board, the school was not able to hold a meeting until the end of the month in June.

During the June 29, 2012 meeting, budget adjustments were approved by the board, but were not uploaded in time for review and approval by the state. Management has worked with PED to develop a procedure for end of the year budget adjustment requests. Management will work with the school to ensure that all year ending budget adjustments are submitted timely.

**CS 12-01-D Internal control structure, Significant deficiency and Non-Compliance and other matters**

*Condition:* During our test work we noted the school incorrectly coded revenue received from USDA for food service reimbursement as fees received. We also noted that as of year-end the school had not reconciled the Federal Grant fund causing expenditures to be incorrectly reported to the PED.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 12-01-D Internal control structure, Significant deficiency and Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The PED does not have an accurate reporting of the school's activity.

*Cause:* The business manager in an effort to expedite the accounting posting, coded to the incorrect account erroneously. Due to changes at the PED-the 24146 fund had not been properly reconciled.

*Auditor's Recommendation:* We recommend that account coding be carefully checked. We also recommend that all grants be reconciled during the year.

*Management's Response:* As noted this deficiency relates to a direct wire of funds for reimbursement for the School lunch program. All cash receipts are created by the business office. Before the receipt is approved the account code is verified by a second employee of the business office. Even with the system of checks and balances a human error might occur in coding. The cash receipt was posted to the correct fund and posted as revenue. The coding error in question had no effect on the report submitted to the state. Management has updated their policy of review to include an additional internal review of cash receipts. Management will also review the procedures that are in place for the closing out of funds to ensure legal compliance and accurate reporting of activity.

**CS 12-02-D PED Cash Reports, Non-Compliance and other matters**

*Condition:* We noted the receivables/payables balance reported on the cash report for the Operational Fund did not agree to the general ledger by \$417 and the receivables/payables balance reported on the cash report for the Federal Flowthrough Funds did not agree to the general ledger by \$979.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 12-02-D PED Cash Reports, Non-Compliance and other matters (Continued)**

*Criteria:* Per state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.

*Effect:* The PED does not have an accurate accounting of the School's activity.

*Cause:* Adjustments were made to the TB after the report was submitted causing differences.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that all adjustments be completed before the final reports are submitted to the department. Additionally, an individual should review the report to ensure that the report matched the general ledger and the cash accounts as appropriate.

*Management's Response:* The cash report was prepared in accordance with the State of New Mexico's Public Education Department directions for cash reports. The report was accepted and approved by the PED.

*Auditor's Response:* School could not provide a reconciliation for the differences.

**CS 12-03-D Payroll Internal Controls and RHC Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted one employee worked from 7/16/2011 through 7/31/2011 without a signed contract on file. Since the employee did not have a signed contract on file they did not receive payment until August 2011 which resulted in the RHC payment for July 31, 2011 not being submitted until September 5, 2011 in the amount of \$35.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 12-03-D Payroll Internal Controls and RHC Contributions, Non-Compliance and other matters (Continued)**

*Criteria (Continued):* Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10<sup>th</sup> of the following month, per NMSA 1978 10-7C-15.

*Effect:* In accordance with the Retiree Health Care rules, penalties will be assessed to the administrative unit when contributions and/or reports are not remitted by the due date.

*Cause:* The employee did not have a signed contract on file and was therefore not paid for hours worked during the pay period 7/16/2011 – 7/31/2011 until 8/12/2011 when it was noted she had not received payment.

*Auditor's Recommendation:* We recommend the school implement a review process to ensure all signed contracts are received prior to employee's working. We recommend School implement a monthly review by the finance committee of all payments to ensure that RHC payments are processed and paid in a timely manner.

*Management's Response:* In accordance with the financial policies and procedures that were adopted by the school and the oversight provided by the State of New Mexico, all school employees are required to have a contract for the current school year on file. Due to outside circumstances, one employee failed to turn in their signed contract prior to commencing work at the school. Upon realization that the employee failed to receive their paycheck for said period, the employee worked with the school and management to sign their employment contract. Recognizing the budgetary needs of the employee in question, the school issued a special payroll on the 8<sup>th</sup> of August in compensation for the work that was performed during July 10-July 23. In accordance with NMSA 1978 10-7C-15 the school had already submitted and paid RHC on August 4. The RHC payment for the special payroll was paid on September 6, which was correct for the date on the check but late for the time period being compensated. Management will work with the school to ensure that all employees have a signed contract on file prior to the commencement of the new school year.

**CS 12-04-D Communication of Audit Report, Compliance and other matters**

*Condition:* During our review of the board minutes we noted the following:

- The 2011 audit findings were shared with the board of directors during the December 3, 2011 open meeting. The audit report was not released by the State Auditor until March 5, 2012 and was not allowed to be discussed with the board until 5 days after the release date.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE (CONTINUED)**

**CS 12-04-D Communication of Audit Report, Compliance and other matters  
(Continued)**

*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 could face penalties for non-compliance with the Open Meetings Act. The State could also place the school on probation.

*Cause:* The school wanted to address all findings as soon as possible.

*Auditor's Recommendation:* We recommend that the school review procedures regarding the audit report and when it can be discussed in an open meeting.

*Management Response:* We disagree with this finding. During the Open Meeting in question, a resolution concerning the adoption of a travel and per diem policy was presented. During the discussion of the proposed policy the prior year state auditor released audit and related findings were discussed. The need to take all audit findings and address them was discussed in the meeting. No detail information regarding the FY 2012 financial statements or audit were discussed.

*Auditor's Response:* We recommend that all discussions regarding findings be completed in a closed meeting.

**E-ALDO LEOPOLD CHARTER SCHOOL**

**CS 11-01-E Penalty/Late fee, Non-Compliance and other matters**

*Condition:* During our testwork, we noted that a total of \$20 in penalty fees was paid to the Education Retirement Board (ERB). This was due to the March and April 2012 reports being submitted late on April 18, 2012 and May 18, 2012, respectively.

*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:* This resulted in unnecessary costs paid by the school.

*Cause:* The school inadvertently missed the deadline for mailing these ERB reports.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 11-01-E Penalty/Late fee, Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend the school implement policies and procedures to ensure that all items are paid on time.

*Management's Response:* The business manager will train the school clerk in preparing and submitting the ERB reports during FY13 in the expectation that this will reduce the frequency of late filings.

**CS 11-02-E RHC, ERB, and 941 Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted the following:

- Retiree Health Care (RHC) payment for July 31, 2011 (\$289) was not submitted until August 15, 2011 and for September 30, 2011 (\$1,635) was not submitted until October 17, 2011.
- Education Retirement Board (ERB) payment for March 30, 2012 (\$16,127) was not submitted until April 18, 2012 and payment for April 30, 2012 (\$11,868) was not submitted until May 18, 2012.
- 941 report for June 30, 2012 was not submitted until August 1, 2012.

*Criteria:* Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10th of the following month. Monthly contributions to the Educational Retirement Board (ERB) 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 RHC, ERB and IRS requirements and was subject to penalties.

*Cause:* Occasionally excessive workload for the business manager, who has been responsible for preparing the RHC payments, ERB reports and payments, and 941 reports.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 11-02-E RHC, ERB, and 941 Contributions, Non-Compliance and other matters  
(Continued)**

*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. We also recommend that all 941 forms be submitted to the IRS by required deadlines.

*Management's Response:* In addition to the transfer of ERB report preparation duties to the business office clerk, the business office clerk now has a calendar of payroll-related reports that she will use to remind the business manager of impending due dates for the reports that he has to approve or pay before they can be submitted.

**CS 11-03-E PED Budget reports, Non-Compliance and other matters**

*Condition:* We noted the budget to actual report for the fourth quarter was not submitted on time. We noted the report was submitted on August 2, 2012.

*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 PED may not have an accurate accounting in order to complete reporting for federal funds.

*Cause:* Tracking down several small mistakes in accounting in order to complete the cash reconciliation required over a week at the end of July.

*Auditor's Recommendation:* We recommend that the school be aware of the deadlines to submit budget reports and implement procedures and ensure they are done timely.

*Management's Response:* We will continue to improve the timeliness of our reporting.

**CS 11-05-E Fixed Asset Inventory Count/Depreciation Schedule, Significant Deficiency and Non-Compliance and other matters**

*Condition:* We noted that a depreciation schedule was not properly maintained during the year and that it did not contain the disposal of a bus. In addition, the school did not get approval from the State Auditor to dispose of the bus.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 11-05-E Fixed Asset Inventory Count/Depreciation Schedule, Significant Deficiency and Non-Compliance and other matters (Continued)**

*Criteria:* In accordance with Section 13-6, NMSA 1978, the district must obtain permission from either the Public Education Department (PED), State Board of Finance (SBF), or State Auditor's Office (SAO) on any and all dispositions of property (Lease, Sell, Exchange, or other disposition) depending on the value or terms of the lease.

Sound business practices require that the school maintain a fixed asset listing, including all disposals.

*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:* Until recently we believed that maintenance of a depreciation schedule – which is useful only for GAAP reporting, not cash-basis reporting – was the responsibility of the auditors.

*Auditor's Recommendation:* The school should follow policy for the Annual Inventory of capital assets to take place and reconcile it to the capital asset listing.

*Managements' Response:* For the first time in FY12, we established a comprehensive list of the six fixed assets owned by the school (three of which are on the list because they were purchased before the threshold was raised from \$1,000 to \$5,000; these three are now fully depreciated). We researched and adopted depreciation schedules for each item, conducted a physical inventory as required, and prepared a spreadsheet showing historical value, accumulated depreciation, and current depreciated value of each asset.

As for the disposal of the bus, we acknowledge that we did not obtain State Auditor approval for this action. We did obtain Governing Council approval, and the bus was used as a trade-in to reduce the acquisition price of a replacement bus. Since only the net price of the replacement bus was recorded on the Fixed Asset Inventory, the deletion of the disposed bus was accurately reflected in asset values, even if it was not listed separately.

In the future we will seek State Auditor approval for the disposal of any asset on our Fixed Asset Inventory, and we will report that deletion on the asset valuation spreadsheet.

*Auditor's response:* We recommend that the school keep all assets separate and that any trades are properly disposed and properly tracked with separate inventory numbers.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 11-07-E State Cash Report, Non-Compliance and other matters**

*Condition:* During the cash reconciliation testwork we noted the ending cash balance did not agree to the GL for the operating fund and student activities fund. We noted that the overall difference on Schedule III of the financial statements from the general ledger balance is \$16,937. Of this amount \$6,794 for the activity fund was added in as a reconciling balance on the cash report. The un-reconciled difference on the cash report remaining is \$10,143.

*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 PED does not have an accurate accounting of the School's activity.

*Cause:* The ending cash balance for the student activities funds (Fund 23000 and the 70000 series of funds) did in fact agree to the GL for those funds; the Cash Report, however, only details Fund 23000 amounts. Fund 70000 amounts are shown in the Cash Reconciliation section of the Cash Report. The auditors expected Fund 70000 balances to be added to the Fund 23000 balance but we do not believe this is required.

The ending cash balance for the operating fund has not agreed to the GL for that fund since we switched accounting systems from Excel to AptaFund. The difference between the two as of 6/30/12 is identical to the difference that existed on 6/30/11.

*Auditor's Recommendation:* We recommend that management reconcile PED reports to the general ledger.

*Management's Response:* No action is required for activities fund reporting. The Operational Fund discrepancy does require action. The school will enter an adjusting journal entry in FY13 that reduces both operational cash and fund balance. The details of this AJE are: Cash (11011) will be credited \$10,199.11; Prepaid expenses (15000) will be credited \$98.22; Accounts Payable (21011) will be debited \$10.00; and Unreserved Fund Balance (32300) will be debited \$10,287.33. These adjustments should bring our GL asset & liability lines into agreement with our Excel-based cash control ledger and our PED cash reports for the first time since we adopted AptaFund.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 12-01-E Internal Control Structure, Significant Deficiency and Compliance and other matters**

*Condition:* During our fieldwork we noted the following:

- Request for reimbursement forms are not reviewed prior to being submitted to the PED for completeness and clerical accuracy.
- Additional journal entries were made to the FY 2011 general ledger for the operating fund increasing the total fund balance by \$103, after the trial balance was submitted for audit and after the reports to the PED were submitted. We also noted that an entry for \$6,245 was posted to fund balance causing fund balance to not properly rollforward.
- The June 30, 2012 bank reconciliation did not agree to the General Ledger. There was a difference of \$10,142.
- Cash receipts are not being reviewed by someone else for proper coding in the General Ledger.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, “every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.”

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated.

*Cause:*

- Limited staffing resources make conducting such a review impractical.
- Management was unaware that journal entries intended to affect the fund balance should not be posted to the fund balance.
- This is the same difference that existed at the end of FY11. Its cause is the incorrect entry of asset balances upon adoption of the AptaFund financial management system.
- Limited staffing resources make conducting such a review impractical.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**E-ALDO LEOPOLD CHARTER SCHOOL (CONTINUED)**

**CS 12-01-E Internal Control Structure, Significant Deficiency and Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We also recommend that the finance committee review bank reconciliations and review budget to actual to ensure that balances agree to the general ledger.

*Management Response:* The business manager will invite the Finance Committee to review bank reconciliations, and it should be noted that the committee already reviews budget-to-actual reports.

**CS 12-02-E Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Title I -IASA	
Support Services	\$677

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* A BAR that management believed had been entered into OBMS had inadvertently never been entered. It was, however, entered into AptaFund, causing the school to be unaware that it had overspent in this fund/function.

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management's Response:* The School will establish a procedure of double-checking OBMS budget figures against AptaFund budget figures every quarter.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**F-ALMA D'ARTE CHARTER SCHOOL**

**CS 10-30-F Budget Adjustment Requests (BAR), Non-Compliance and other matters**

*Condition:* During our audit we noted school over budgeted the Teacher/Principal Training and Recruiting fund for the current year. School did not submit a BAR for \$678 to decrease original budget amount to final grant allocation. In addition we noted the school did not submit a BAR for \$1,455 to increase original budget for the Instructional Materials Fund to final allocation amount.

*Criteria:* Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds.

*Effect:* The school could be overspending funds or spending funds that have not been approved by the PED.

*Cause:* Since the school did not spend the funds, they did not believe that the BARs were needed.

*Auditor's Recommendation:* We recommend that management establish and follow policies and procedures from necessary to ensure proper budgets are established with available funds.

*Management's Response:* The Finance Committee will review all award letters to ensure the budget is updated to the actual allocation for all funds.

**CS 11-02-F Internal Control Structure, Significant deficiency and Non-Compliance and other matters**

*Condition:* During our test work we noted the following:

- We noted the school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- On the trial balance provided to audit, due to and from amounts did not balance. Total amount of difference was \$3,243.
- Journal entries tested did not contain supporting documentation. Total amount of journal entries was \$1,336.
- We noted that the fund balance on the trial balance received to audit did not properly rollforward. It appeared that the difference was due to journal entries posted to fund balance causing fund balance to not properly roll forward. We noted differences of \$6,386 for food services fund and \$15,706 for the operating fund. We informed the client of the differences and an adjusting journal entry was provided by the client to correct the amounts.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**F-ALMA D'ARTE CHARTER SCHOOL (CONTINUED)**

**CS 11-02-F Internal Control Structure, Significant deficiency and Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The school does not have an accurate accounting on a cash basis.

*Cause:* The school did not have the policies in place to monitor all transactions.

*Auditor's Recommendation:* Account coding should be carefully checked 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:* The Finance Committee will review all journal entries and requests for reimbursements to ensure they are accurate and contain all supporting documentation. Policies are now in place to monitor transactions.

**CS 12-01-F Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The school has expenditure functions where actual expenditures exceeded budgetary authority:

IDEA B	
Direct Instruction	\$4,650
SB 9 Capital Improvement	
Capital Outlay	\$8,982

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**F-ALMA D'ARTE CHARTER SCHOOL (CONTINUED)**

**CS 12-01-F Budgetary Conditions, Non-Compliance and other matters (Continued)**

*Cause:* The school forgot to complete maintenance BARs at year-end.

*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:* The Finance Committee will review the budget to ensure all the necessary budget adjustment requests are submitted in OBMS by year end.

**CS 12-02-F Procurement, Non-Compliance and other matters**

*Condition:* During our procurement testwork, we noted the School did not go out to bid for tangible items purchased from 1 vendor tested in the amount of \$20,845.

*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 could be overpaying for services and/or goods.

*Cause:* The school was not familiar with hybrid procurement 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:* Management will monitor the purchases to all vendors to ensure the procurement code is being followed.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**F-ALMA D'ARTE CHARTER SCHOOL (CONTINUED)**

**CS 12-03-F Audit Committee, Non-Compliance and other matters**

*Condition:* The school does not have the required members on their audit committee.

*Criteria:* Per NMSA 22-8-12.3 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 oversight as required by NMSA 22-8-12.3 which could result in errors going undetected.

*Cause:* Management made several attempts to solicit the required members.

*Auditor's Recommendation:* We recommend that the School review the state compliance requirements to ensure audit committee has the necessary members.

*Management's Response:* The school currently has the required members on the audit committee.

**G-AMY BIEHL CHARTER HIGH SCHOOL**

**CS 12-01-G Procurement Code, Non-Compliance and other matters**

*Condition:* During our procurement test work, we noted the School did not go out to bid for food services purchased from one vendor tested in the amount of \$50,559.

*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 could be overpaying for services and/or goods.

*Cause:* The school used the Federal procurement guidelines outlined in the USDA contract provided by the PED. The contract was not in line with State Procurement requirements.

*Auditor's Recommendation:* We recommend that the School review agreements and compare against state audit rule before they are entered into.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**G-AMY BIEHL CHARTER HIGH SCHOOL (CONTINUED)**

**CS 12-01-G Procurement Code, Non-Compliance and other matters (Continued)**

*Management's Response:* Amy Biehl High School followed procedures outlined by the student nutrition bureau. These guidelines stated:

Procurement method: Small Purchase Procedure (List which method will be used: Small Purchase Procedures (for contracts of \$100,000 or less) or Competitive Proposal (for contracts of more than \$100,000). All procurement transactions shall be contracted in a manner that provides maximum open and free competition consistent with 7 CF §3016. These procedures/guidelines were affirmed by Andrea Segura at the Student Nutrition Bureau during the course of the audit. For the 2013-2014 school year Amy Biehl High School will put the cafeteria contract out to bid.

**H-CESAR CHAVEZ COMMUNITY SCHOOL**

**CS 12-01-H Internal Control Structure, Non-Compliance and other matters**

*Condition:* We noted the school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*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:* Unauthorized or incorrect transactions may occur. The school is relying on the controls of the PED in order to verify RFR amounts and allowability. By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* School was relying on PED review.

*Auditor's Recommendation:* Management should consider implementing a review process in place for reimbursements to ensure completeness

*Management's Response:* Business Manager assumed that review and subsequent approval by PED was sufficient verification of completeness of RFR, review of allowable expenditures and compliance of grant award. Effective immediately, RFR and backup will be reviewed by Principal for all RFRs submitted to PED as well as other grant billings not submitted through OBMS.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-CIEN AGUAS INTERNATIONAL SCHOOL**

**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 (hybrid) purchased in the amount of \$44,724.

*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 could be over-paying for services or goods purchased.

*Cause:* This relates to a vendor the school uses for IT services noted in the school's charter. The school did not realize it had to go out to bid for hybrid contracts.

*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. We did note the school stopped purchasing hardware from the vendor when the finding was brought to their attention in October 2011.

*Management's Response:* The school contracted for services and during the school year purchased some projectors from the service provider. The school was unaware at the time that this violated the procurement code. All applicable staff will be made aware that no goods will be purchased from service providers. As soon at the school was made aware of the finding, it did not purchase goods from any service provider. The school received the same finding last year for the exact same purchase.

*Auditor's response:* We provided the school with the detail that showed the total amounts that included various payments to the vendor. We noted that the vendor is the same, however the purchases are different.

**CS 11-02-I Untimely Federal Reimbursement back to government, Non-Compliance and other matters**

*Condition:* We noted Federal Planning funds of \$5,943 that were due to the government were not reimbursed to New Mexico PED at year-end.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-CIEN AGUAS INTERNATIONAL SCHOOL (CONTINUED)**

**CS 11-02-I Untimely Federal Reimbursement back to government, Non-Compliance and other matters (Continued)**

*Criteria:* Per State Audit Rule, the school must follow all federal compliance. Applicable Compliance Supplements (OMB Circular A-133) mandate proper accounting of federal funding.

*Effect:* The government has not received the funds owed back to them.

*Cause:* The school had difficulty getting a response from the PED.

*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 Response:* The school inquired to the PED on how to return unexpended cash balance. Direction was given on July 2<sup>nd</sup> and the funds were returned to the PED. The school will implement the procedures given to return any federal cash balances at year-end.

**CS 12-01-I Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our test work we noted the school does not have policies in procedures to review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*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:* Unauthorized or incorrect transactions may occur.

*Cause:* The Business Manager performed all functions of the RFR process at the school. The school was relying on the PED for the control.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-CIEN AGUAS INTERNATIONAL SCHOOL (CONTINUED)**

**CS 12-01-I Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Auditor's Recommendation:* We recommend that school implement procedures to ensure that accounts are properly coded in the general ledger. We recommend that differences within the bank reconciliation be reconciled monthly and proper documentation be kept on file for correction of differences. Finally, we recommend that the school implement a process to ensure that the RFR's are reviewed for completeness and accuracy.

*Management's Response:* The school will develop a procedure for reviewing RfRs internally, although, all expenses are reviewed by the principal prior to encumbrance and then again at payment. RfR expenditures are also reviewed by program personnel at the Public Education Department for allowable expenditures prior to being reviewed by fiscal PED management for budget authority.

**CS 12-02-I Conflict of Interest, Non-Compliance and other matters**

*Condition:* During our test work we noted a governing council member was an employee of a vendor that provided services to the school.

*Criteria:* NMAC 22-8B-5.2(B) states that no member of a governing body or employee, officer or agent of a charter school shall participate in selecting, awarding or administering a contract with the charter school if a conflict of interest exists. A conflict of interest exists when the member, employee, officer or agent has a financial interest in the entity with which the school is contracting. A violation of this subsection renders the contract voidable.

*Effect:* The contract is voidable.

*Cause:* The vendor that provided services is the only vendor that provides that specific training in New Mexico. One of the school's board members is an employee of the vendor.

*Auditor's Recommendation:* When a conflict of interest arises with a potential vendor, the council should discuss the state statutes and evaluate the conflicts of interest. During the council's vote to approve any vendor contracts, the governing council member with the conflict of interest must abstain from voting. We recommend that the school review all contracts with possible related parties.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-CIEN AGUAS INTERNATIONAL SCHOOL (CONTINUED)**

**CS 12-02-I Conflict of Interest, Non-Compliance and other matters (Continued)**

*Management's Response:* This conflict was discussed in the school's first year as Dual Language Ed is the only organization in New Mexico that provides GLAD training. GLAD is an integral part of our school's curriculum. The amount of training in FY2012 was only for \$4,100 and the contract was approved by the principal. It is also important to have dual language experienced individuals on the school's board.

**I-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.

Operational		
Direct Instruction	\$	30,844

The School budgeted more cash carryover (\$23,586) than the School had on the prior year financial statements (\$3,013) for the instructional materials fund. The School did not complete BARs for the Instructional Materials Fund and IDEA B Risk Pool Fund.

The 4<sup>th</sup> quarter cash report for funds 24000 and 25000 did not agree to the GL. We also noted ending cash balances per report did not agree to GL for funds 11000, 23000, 24000, 25000 and 27000. Receivable/payable balances did not agree to GL for funds 11000, 24000, 25000 and 27000.

*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 expenditures are 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:* School faced budget issues due to staffing restrictions and facility negotiations that were unforeseen when the budget was created.

*Auditor's Recommendation:* The school should establish a policy of budgetary review at year-end and make the necessary adjustments.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-COTTONWOOD CLASSICAL PREPATORY SCHOOL (CONTINUED)**

**CS 09-18-J Budgetary Conditions, Non-Compliance and other matters (Continued)**

*Management's Response:* Budgetary review continues monthly with the School's Finance Committee. The budget was impacted by facility negotiations and staffing restrictions. The school has now addressed these issues to prevent reoccurrence.

The 4<sup>th</sup> quarter cash report was completed as instructed by the PED. The report was approved and accepted by the PED. The ending cash balances per the report tie directly to the bank reconciliation and general ledger trial balances. Receivable/payable balances are impacted by prior year and current year accruals. The school will work with the PED and auditors to determine if any changes to the report preparation should be made.

**CS 11-02-J Internal Control Structure, Significant deficiency**

*Condition:* During our fieldwork we noted the following:

- One disbursement where the purchase order was completed and approved after an employee had already purchased items for the school. Total amount of purchase orders were \$564.
- Entries for due to and due from were made incorrectly. We noted the trial balance provided did not balance by \$16,723. An adjustment was required to correctly record these balances.
- Expenditures for IDEA B exceeded revenue by \$5,087. An adjusting entry was required to reclass expenditures to the operational fund.
- The School incorrectly transferred \$16,923 of cash from the Student Activities fund to the Operational fund. An adjustment was required to correctly record the Student Activities fund balance.

*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 school could be paying for items not authorized.

*Cause:* School did not properly review items to ensure they were posted to correct account and were properly approved.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**I-COTTONWOOD CLASSICAL PREPATORY SCHOOL (CONTINUED)**

**CS 11-02-J Internal Control Structure, Significant deficiency (Continued)**

*Auditor's Recommendation:* We recommend that a process be put into place for all items purchased that are reimbursed by employees.

*Management's Response:* The school has procedures in place for the purchase of items reimbursed to employees. These will be emphasized. The items noted were journal entries made to prior year accruals.

The School received multiple directions and award information on the IDEA-B grant. Because of this, the reclassification of expenditures was needed. The school also has many activities some of which are handled by student clubs. However, some of the activities were previously accounted for in the Operational Fund. The school is implementing procedures to segregate true Activities Fund issues and other Operational Fund school activities.

**K-CREATIVE EDUCATION PREP #1**

**CS 09-24-K PED Cash Report, Non-Compliance and other matters**

*Condition:* During our test work, the beginning balances on the 4<sup>th</sup> quarter cash report for funds 11000, 24000 and 31200 did not agree to the prior year audited financial statements or prior year cash reports. We noted differences of (\$913), \$29 and (\$25,435) respectively. Revenue did not agree to the General Ledger for funds 11000 and 23000. We noted differences of (\$525) and (\$416) respectively. Expenditures did not agree to the General Ledger for funds 11000 and 24000. We noted differences of \$3,990 and (\$3,000), respectively. We also noted ending cash balances per report did not agree to General Ledger for funds 11000, 14000, 23000, 24000, 25000 and 26000. We noted differences of (\$51,005), \$7,420, (\$416), \$61,873, (\$16,884) and (\$491), respectively. Receivable/payable balances did not agree to the General Ledger for funds 11000, 14000 and 26000. We noted differences of \$3,135, \$189 and \$491, respectively.

We also noted that the 4<sup>th</sup> Quarter Actual reports uploaded in OBMS and reported to PED did not agree to the schools general ledger. We noted that expenditures had a total difference of \$81,696 and revenues had a difference of \$36,575.

*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 state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 09-24-K PED Cash Report, Non-Compliance and other matters (Continued)**

*Effect:* The schools reporting to PED is not correct and PED does not have accurate reflection of the schools cash basis.

*Cause:* The school is not reconciling to the general ledger to what is being reported on the audited financial statements.

*Auditor's Recommendation:* The School must reconcile the general ledger to the audited financial statements. We recommend the school work with the PED to correct their cash report.

*Management's Response:* The school will reconcile the general ledger to the audited financial statements. The school will work with the PED to correct the cash report.

**CS 10-24-K Budget Adjustment Requests, Non-Compliance and other matters**

*Condition:* During our testwork, we noted the school did not complete a BAR increase for Instruction Materials (Fund 14000) for \$1,243 and Title I (Fund 24101) for \$22,911. In addition we noted that a BAR was completed twice, once in the correct fund for 27106 and in the incorrect fund for 27105.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The financial statements show that the school has less budget than available.

*Cause:* The administration was understaffed during the year causing items to be missed.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 11-01-K Internal Control Structure, Significant Deficiency and Non-Compliance and other matters**

*Condition:* During our fieldwork we noted the following:

- The school does not have policies in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- School did not properly expense \$549 of TQM funds. Expenditures were posted to the operating fund. An adjustment was required to balance fund.
- The Board does not have a process in place for the review of the budget to actual statements.
- The School incorrectly recorded a write off of stale dated checks of \$12,837 to rent expense instead of as a refund of prior year expenditures.
- A journal entry was deleted in the amount of \$14,971. This created a cash difference from the trial balance provided to the bank reconciliation.
- The school could not provide any support for one of two credit card payments. One dated 11/30/2011 for \$7,947. We noted second payment for \$3,738 dated 5/31/2012 did not have supporting documents for all purchases made. In addition, we noted the school paid late fees of \$35 and interest charges of \$48.
- Total Retire Health Care expenditures did not agree to the general ledger. We noted a difference of \$1,443.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP." Per NMAC 6.20.2.14 (F).1 Cash Control Standards, "posting errors are not to be erased, crossed out, or in any other manner eliminated from the ledger. A separate entry is required to incorporate necessary corrections. Cross-referencing of a correcting entry to the original error should be inserted under the "description" column of the ledger."

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 11-01-K Internal Control Structure, Significant Deficiency and Non-Compliance and other matters (Continued)**

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated. Payments could be made for unauthorized purchases.

*Cause:* The school did not perform reconciliations of accounts causing errors to be made.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We also recommend that the finance committee review bank reconciliations and review budget to actual to ensure that balances agree to the general ledger. School should properly maintain control over supporting documentation for all purchases.

*Management's Response:* The School will develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We will also have the finance committee review bank reconciliations and review budget to actual to ensure that balances agree to the general ledger. The school will properly maintain control over supporting documentation for all purchases.

**CS 11-02-K Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

General Fund		
Direct Instruction	\$3,366	
Title I		
Direct Instruction	\$5,000	
Support Services	\$3,000	

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 11-02-K Budgetary Conditions, Non-Compliance and other matters (Continued)**

*Cause:* The budget adjustment request approved for the proper amount of the grant award was later voided.

*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 will establish a policy of budgetary review at year-end and make the necessary budgetary adjustments.

**CS 11-03-K Bank accounts, Non-Compliance and other matters**

*Condition:* During our testwork over cash we noted the following:

- The Schools reconciled bank balance at 6/30/2012 did not agree to the G/L. There was a difference of \$14,506.
- In addition there were several stale dated item related to April 2010 in the amount of \$12,837.
- We noted that the school incorrectly recorded accounts receivable balances as deposits in transit. The transaction increased the schools year-end book balance by \$32,831. An adjusting entry was completed to record balance as a receivable.

*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 balance by the account receivable recorded as a deposit in transit.

*Cause:* The school performs multiple versions of the bank reconciliation.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 11-03-K Bank accounts, Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend that the school 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 did in fact void the stale-dated checks. The difference to the GL was in fact due to the stale-dated items as discussed with the auditor. The school will cancel all checks outstanding over one year. The school will ensure that bank reconciliations properly agree to the general ledger.

*Auditor's Response:* We noted that the checks continued to show outstanding on the GL. A journal entry was completed and then reversed. We recommend that the school attempt to void the transactions in order to properly flow through the transactions.

**CS 12-01-K Audit Committee, Non-Compliance and other matters**

*Condition:* The school only has two of the four required members on the audit committee.

*Criteria:* Per NMSA 22-8-12.3(D), each school 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 that 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 difficulties finding the required members.

*Auditor's Recommendation:* We recommend that the school find the required members to be in compliance with the State requirement.

*Management's Response:* The school will find the required members to be in compliance with the State requirement.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 12-02-K Timely Deposits, Non-Compliance and other matters**

*Condition:* During our testwork we noted a cash receipt in the amount of \$63,801 was received on January 25, 2012 and not deposited until January 31, 2012.

*Criteria:* NMAC 6.20.2.14.C states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

*Effect:* Cash could go missing causing students to not retain the benefit of the funds received.

*Cause:* The school has not delegated an appropriate person to ensure the deposits are made timely.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented that tracks and maintains all items relating to cash receipts and ensures deposits are made timely.

*Management's Response:* The school does in fact have a designated person that does deposits as well as another appropriate person to take the deposits to the bank. There are currently policies and procedures to track and maintain all items relating to cash receipts and ensures deposits are made timely.

*Auditor's Response:* We recommend that policies be reviewed with all staff to ensure they are aware that cash needs to be deposited within 24 hours.

**CS 12-03-K ERB Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted the following:

- Education Retirement Board (ERB) reports could not be located to verify they were remitted timely, July 31, 2011, September 20, 2011, and June 30, 2012.
- Total ERB expenditures reported did not agree to the general ledger. We noted a difference of \$6,436.

*Criteria:* Per the ERB rules, the electronic reports, consisting of salaries and contributions and demographic information, must be sent by the 15<sup>th</sup> of the month following the month covered by the Report. The form must be faxed the same day that the contributions are electronically submitted, no later than the 15<sup>th</sup> of the month following the month covered by the Report.

*Effect:* Per the Educational Retirement Act, penalties will be assessed to the administrative unit when contributions and/or reports are not remitted by the due date.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**K-CREATIVE EDUCATION PREP #1 (CONTINUED)**

**CS 12-03-K ERB Contributions, Non-Compliance and other matters (Continued)**

*Cause:* The Business manager missed deadlines. Adjustments were made to accounts causing the ERB to have a difference.

*Auditor's Recommendation:* We recommend School implement a monthly review by the finance committee of all payments to ensure that ERB payments are processed and paid in a timely manner and all copies of the reports are retained.

*Management's Response:* The school will implement a monthly review by the finance committee of all payments to ensure that ERB payments are processed and paid in a timely manner and all copies of the reports are retained.

**L-EAST MOUNTAIN HIGH SCHOOL**

**CS 12-01-L Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted:

- The School's final budget for the teacher/principal training fund did not agree to the final grant award that included carryover. We noted difference of \$1,018 that appeared to be under-budgeted.
- The School budgeted more cash carryover (\$7,729) than the School had available per prior year financial statements (\$7,578) for the Instructional Materials Fund.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* There was an error in the calculations when the BARs were completed causing the incorrect amounts to be imputed into OBMS.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**L-EAST MOUNTAIN HIGH SCHOOL**

**CS 12-01-L Budget Adjustment Requests (BARs), Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend that all BARs are properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* To prevent errors with BARs the following processes will be put in place:

1. Principal will forward Award letters to Business Manager and Business Office Assistant. After BAR is created an acknowledgement will be sent to Principal.
2. The Audit Committee will test a sample of BARs each year checking for correctness.

**M-GILBERT L. SENA**

**CS 09-19-M Segregation of Duties, Significant deficiency**

*Condition:* We noted that the business manager is responsible the processing of cash disbursements. We noted that purchase orders are not being completed by the school. 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 the reconciled cash balances do not agree to the general ledger. A variance of \$16,223 was noted between the June 30, 2012 bank reconciliation and the general ledger. 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 for FY 2011 that was performing tasks in the prior year.

*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. We also recommend the school develop a process to ensure that the payroll is reviewed before it is paid out to the bank.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**M-GILBERT L. SENA (CONTINUED)**

**CS 09-19-M Segregation of Duties, Significant deficiency (Continued)**

*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. All financial transactions are approved and reviewed by the school Finance committee and full Governing Council Monthly.

**CS 12-01-M 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 purchased from 1 vendor tested in the amount of \$23,217.

*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 could be overpaying for services and/or goods.

*Cause:* The school was unaware of the hybrid contract 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. We also recommend that School ensure that amounts paid do not fall under a hybrid contract causing the threshold to be \$20,000 instead of \$50,000 for services.

*Management's Response:* Management is aware of the Finding and has policies and procedures in place to manage the procurement policy. The School had a switch go down causing the whole network to go down. The purchase was seen as an emergency purchase do to the fact that the school uses computer based curriculum. School would have to have canceled school if the switch was not purchased and replaced at the time the network went down.

*Auditor's Response:* We suggest school become aware of emergency procurement processes and document.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**M-GILBERT L. SENA (CONTINUED)**

**CS 12-02-M Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted the school did not complete BARs for the Operating Fund for \$26,145 and Instructional Materials Fund for \$1,112. We also noted that the school budgeted more carryover, \$35,000, than the school had on the prior year financial statements, \$20,599, for the instructional materials fund.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* The school has been instructed by the PED not to complete.

*Auditor's Recommendation:* We recommend that all BARs are properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* Management is aware and disagrees with the finding. The Increase in funding in the operational funds and Instructional materials funds was left in cash and budgeted in the following years budget. According to PED Budget and finance authority unit schools do not have to budget excess cash in the current year it is received. The school was well within its budget on both funds and did not exceed the funds budget authority. Also, as to the over budgeting of carry over in Instruction materials (which is a projected budget) the school did not exceed its budget authority.

*Auditor's Response:* Per NMSA 6.20.2.10B BARs should be completed for all changes to the operating budget. The school should have completed a BAR for its cash carryover balance during the year.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**M-GILBERT L. SENA (CONTINUED)**

**CS 12-03-M ERB Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted Education Retirement Board (ERB) payments were overpaid in total by \$2,600 during pay periods ending: February 28, 2012, March 31, 2012, April 30, 2012, May 31, 2012, and June 30, 2012.

*Criteria:* Per the ERB rules, the electronic reports, consisting of salaries and contributions and demographic information, must be sent by the 15<sup>th</sup> of the month following the month covered by the Report. Payments made to the ERB should accurately reflect employer and employee contributions made each pay period.

*Effect:* The school is incurring unnecessary expenditures due to the overpayments.

*Cause:* The payments were not properly reconciled to the general ledger.

*Auditor's Recommendation:* We recommend School implement a monthly review by the finance committee of all payments to ensure that ERB payments are processed accurately and paid in a timely manner.

*Management's Response:* Management is aware of the Finding and has policies and procedures in place to manage the payment process. The school is receiving a credit for the overpayments.

**CS 12-04-M PED Reports, Non-Compliance and other matters**

*Condition:* During our review of the fourth quarter cash report submitted to PED, we noted the expenditure amount did not agree to the general ledger amount by \$15,821 for the operating fund. We also noted during our budget testwork that the revenue accounts 41701 and 43101 had a difference of \$1,111.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**M-GILBERT L. SENA (CONTINUED)**

**CS 12-04-M PED Reports, Non-Compliance and other matters (Continued)**

*Effect:* The PED does not have an accurate accounting of the School's activity.

*Cause:* The ending cash balance for the operating fund has not agreed to the GL during the bank reconciliation process in the current or previous period.

*Auditor's Recommendation:* We recommend that management reconcile PED reports to the general ledger.

*Management's Response:* Management is aware of the Finding and has policies and procedures in place to manage the reporting to PED.

**CS 12-05-M Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our test work we noted the school does not have policies in procedures to review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy of the RFR.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* The school was relying on the PED to catch errors related to the RFRs.

*Auditor's Recommendation:* We recommend the school approve policies over the review of RFR reports.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**M-GILBERT L. SENA (CONTINUED)**

**CS 12-05-M Internal Control Structure, Non-Compliance and other matters (Ct**

*Management's Response:* Management is aware of the issue concerning RFRs' and disagrees with the finding. All RFRs' have to have all the Back attached to be approved by PED. The backup includes all BARS, purchase orders, Invoices, and award letters that have all been approved by one of the following: PED, School Governance council, School Director, and school Business Manager. It seems that this finding should be placed as an auditor recommendation as a management comment. The School did not incorrectly report any of its RFRS' to PED.

*Auditor's Response:* We recommend that the school have procedures in place to create a control within the school since the business manager performs the entire RFR process.

**N-HORIZON ACADEMY WEST**

**CS 11-02-N Budget Adjustment Requests (BAR), Non-Compliance and other matters**

*Condition:* During our audit we noted the school did not complete a BAR for the 2011-2012 SB 9 capital improvements award for \$9,083.

*Criteria:* Per NMAC Title 6, Chapter 20, Part 2.9A budgets should be established based on available funds. Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account.

*Effect:* The remaining available budget on the financial statements is understated. The school had \$9,083 available to spend at the end of the fiscal year.

*Cause:* The school was informed by the capital outlay bureau at the PED that the BAR did not have to be completed if the school did not have the intention of expending the funds.

*Auditor's Recommendation:* We recommend the school ensure that BARs are completed for all increases, decreased and changes in fund amounts.

*Management's Response:* Management earmarked the SB-9 award to be spent in FY 2012-2013 and therefore was not available to spend in FY 2011-2012. The School included the SB-9 award in FY 2012-2013 original budget, in which the funds are available to be spent. The School has complied with NMAC Title 6, Chapter 20, Part 2.9A and NMAC 6.20.2.10.B.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**N-HORIZON ACADEMY WEST (CONTINUED)**

**CS 11-02-N Budget Adjustment Requests (BAR), Non-Compliance and other matters  
(CONTINUED)**

*Auditor's response:* The school received the grant allocation during FY 2012. These were considered available funds to be spent for FY 2012. We noted that the budgets to actual statements are understated by the \$9,083.

**CS 12-01-N Payroll Documentation, Non-Compliance and other matters**

*Condition:* During our test work, we noted one instance where the employment eligibility verification form (I-9 form) could not be provided for the employee selected.

*Criteria:* Per NMAC 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 not having the required documentation on file.

*Cause:* I-9 was misplaced when transferring from personnel file to the school's I-9 file.

*Auditor's Recommendation:* We recommend the School implement policies and procedures over personnel files to ensure all proper forms are completed, maintained and can be easily located.

*Management's Response:* Management will implement a checklist to make sure all required documentation is included in each employee file.

**O-J PAUL TAYLOR ACADEMY**

**No findings**



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**P-LA PROMESA EARLY LEARNING CENTER**

**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 funds for Title III Rehabilitation \$909 in cash that they have not paid back to the state or Cash Transfer Form to move the funds to Operational has not been completed.

*Criteria:* Per State Audit Rule, the school must follow all federal compliance. Applicable Compliance Supplements (OMB Circular A-133) mandate proper accounting of federal funding.

*Effect:* PED and APS have not received the funds owed back to them or the school has been unable to spend the funds upon transfer to the Operational Fund.

*Cause:* The school was working on where to send the payments for the balances owed or completing the Cash Transfer Form.

*Auditor's Recommendation:* We recommend that the school refunds to the grantor as the funds do not belong to the school.

*Management's Response:* PED informed the school that these funds could be transferred to the operational fund but the cash transfer was not done. This will be completed in FY13.

*Auditor's Response:* We recommend the school contact the grant department or audit department to verify that these federal funds do not need to be returned.

**CS 12-01-P Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our testwork we noted that an invoice did not properly recalculate. The total hours per the invoice did not agree to the detail provided by the vendor. 8 hours or \$311 was missing from the detail.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**P-LA PROMESA EARLY LEARNING CENTER (CONTINUED)**

**CS 12-01-P Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated.

*Cause:* The school did not verify total hours on invoice in question.

*Auditor's Recommendation:* We recommend that additional checks and balances be implemented to ensure that amounts billed by vendors are accurate and amounts paid agree to hours reported.

*Management's Response:* Calculations on invoices are usually verified prior to payment but in this case was not done. Upon review, it was confirmed that the number of hours paid was correct but the log detailing the backup was missing 1 entry of 8 hours. Assistant Business Manager will verify calculations on all invoices submitted for payment in the future.

**CS 12-02-P Procurement Code, Non-Compliance and other matters**

*Condition:* During our procurement test work, we noted the School did not go out to bid for IT services for both tangible items and services purchased in the amount of \$26,088. We also noted the school did not go out to bid for software purchased. Total amount of software purchased from vendor was \$36,657.

*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 could be overpaying for services and/or goods.

*Cause:* The school was unaware of the hybrid requirements for contracts and that the threshold for software purchases is \$20,000.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**P-LA PROMESA EARLY LEARNING CENTER (CONTINUED)**

**CS 12-02-P Procurement Code, Non-Compliance and other matters (Continued)**

*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 causing the threshold to be \$20,000 instead of \$50,000 for services.

*Management's Response:* The school is now aware of hybrid requirements for contracts and will follow State procurement rules in regard to this item. The software purchased was a specific language and literacy software and could only be purchased from this vendor (sole source), therefore no RFP was done.

**Q-MEDIA ARTS COLLABORATIVE CHARTER SCHOOL**

**CS 12-01-Q Travel & Per Diem, Non-Compliance and other matters**

*Condition:* During our testwork, we noted that one out of one transaction tested, the School did not use the statutory mileage reimbursement rate for local governments. The School reimbursed the employee at a rate of \$0.40 per mile for a total underpayment of \$20. We noted no approval in minutes for use of reduced rates.

*Criteria:* Per NMAC 2.42.2.11(c) provides that public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official duties, at the statutory rate unless such rates have been reduced by governing bodies of the local public body pursuant to Section 10-8-5 (D) NMSA 1978.

*Effect:* The school could owe employees for amounts that are underpaid.

*Cause:* The school was not aware that a reduction to the statutory reimbursement rate was required to be approved by the Governing Council.

*Auditor's Recommendation:* We recommend that the school create a travel policy for mileage and that the school reimburse the employee.

*Managements Response:* The school will develop a travel policy for all mileage, per diem and expense reimbursements and will reimburse any employees at the correct rate.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Q-MEDIA ARTS COLLABORATIVE CHARTER SCHOOL (CONTINUED)**

**CS 12-02-Q Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our testwork we noted that a USDA reimbursement was posted to the fees account 41604 instead of the 44500 for federal reimbursements. Total amount of cash receipt was \$1,616.

We also noted the school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The school incorrectly reported the revenue amounts to the PED. By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* The school was relying on the PED to catch errors related to the RFRs.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We also recommend that procedures be implemented once received to ensure that once the RFR is received that the account coding be reviewed to ensure that amounts have been posted to the correct PED chart of accounts.

*Management's Response:* The school will develop a procedure for reviewing RfRs internally, although, all expenses are reviewed by the principal prior to encumbrance and then again at payment. RfR expenditures are also reviewed by program personnel at the Public Education Department for allowable expenditures prior to being reviewed by fiscal PED management for budget authority. The school will also use the correct revenue code for the food service fund.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**R-NEW MEXICO INTERNATIONAL SCHOOL**

**CS 12-01-R Internal Control, Significant deficiency and Non-compliance and other matters.**

*Condition:* During our test work we noted the following:

- One instance where the purchase requisition and purchase order were prepared and approved after the goods were received. PO #NMIS120290 was created on 5/16/12 for \$1,842. We noted that the related invoice was dated 5/10/12. This indicates that the purchase was made prior to the PR and PO dates of 5/15/2012 and 5/16/12, respectively.
- An employee contract was not signed by the Administrator in accordance with School policy. Total amount of contract was \$30,000.
- School did not maintain fixed asset listing during the year. Total amount of assets not properly capitalized were \$26,822.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The School could be paying for unnecessary costs. By not tracking the schools fixed assets, the financial statements could be materially misstated.

*Cause:* The items were purchased were for a fundraiser and the teacher forgot to get approval. The administrator originated and approved the contract but forgot to sign it. Assets were not capitalized because individually each item is under the \$5,000 state capitalization threshold.

*Auditor's Recommendation:* We recommend the School implement internal controls over purchasing procedures to ensure the duties of approving a purchase order are completed prior to the service being performed. We also recommend that the School create a process to ensure that the Administrator review and approve all contracts prior to the effective date. Finally, we recommend that a process be implemented to maintain capital assets and that the finance committee become involved in the review and approval of those assets for completeness.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**R-NEW MEXICO INTERNATIONAL SCHOOL (CONTINUED)**

**CS 12-01-R Internal Control, Significant deficiency and Non-compliance and other matters**

*Management's Response:* Procedures are in place requiring purchase orders be issued prior to services performed or product ordering. The administrator originated and approved the contract but forgot to sign it. A final review will be conducted to ensure completion. Assets were not originally capitalized because individually each item is under the \$5,000 state capitalization threshold. We will emphasize school procedures with staff.

*Auditor's Response:* We noted that for fixed assets, items were purchased individually, however became one unit.

**CS 12-02-R Fixed Asset Inventory, Non-Compliance and other Matters**

*Condition:* During our testwork, we noted that the school did not perform a physical inventory of fixed assets at the end of the fiscal 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.

*Effect:* The lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets.

*Cause:* The school did not realize this needed to be completed each year.

*Auditor recommendation:* We recommend the School implement policies and procedures to ensure a physical inventory is taken of all assets annually and is properly reconciled to accounting records as necessary.

*Management response:* The school will review its policies and procedures to ensure a physical inventory of assets is maintained and conducted annually.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**R-NEW MEXICO INTERNATIONAL SCHOOL (CONTINUED)**

**CS 12-03-R Travel & Per Diem, Non-Compliance and other matters**

*Condition:* GSA rates for overnight lodging were exceeded during our review of one travel voucher. In addition, we noted there was a \$30 guest room upgrade charge.

*Criteria:* Per NMAC 6.2.42.9(1) An employee may elect to be reimbursed actual expenses for lodging not exceeding the single occupancy room charge (including tax) in lieu of the per diem rate.

*Effect:* The school could be paying for costs that are not considered allowable.

*Cause:* The employee did not realize that they had minimums when booking lodging.

*Auditor's Recommendation:* We recommend that the School only reimburses lodging amounts up to the allowable GSA rates and make every effort to obtain the most reasonable rates possible.

*Management's Response:* The school has reviewed its policies and implemented procedures to ensure the school is in compliance with NM Department of Finance and Administration regulations.

**CS 12-04-R 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 purchased from 1 vendor tested in an amount that exceeded \$50,000. We noted the total amount paid was \$50,819.

*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 could be overpaying for services.

*Cause:* The school believed some of the expenditures incurred related to prior year services, and that they had not exceeded the procurement threshold in the current period, however based on invoices reviewed we could not determine which fiscal year the expenditures belonged in.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**R-NEW MEXICO INTERNATIONAL SCHOOL (CONTINUED)**

**CS 12-04-R Procurement Code, Non-Compliance and other matters (Continued)**

*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:* We disagree. The school issued a contract for \$49,999 to the NMCCS for business management services for FY2012. The school also paid a \$820 service provided during FY2011, through the planning and implementation grant, for clerical services for the start-up of the school. All services for the clerical services were provide during FY2011, however, because of state timing of reimbursements, payment was made in FY2012.

*Auditor's response:* We reviewed the invoice related to the \$820 and noted that invoice noted that services were from May 5, 2011 through August 29, 2011, however there was no documentation showing that all the services were performed in FY 2011. The invoice was paid in FY 2012.

**S-NEW MEXICO SCHOOL FOR THE ARTS**

**CS 10-25-S Anti-Donation Clause, Non-Compliance and other matters**

*Condition:* The school had a total of nine cell phones that were issued to Department heads and key administration personnel for two months. Upon review of documentation, we noted that the school canceled eight of the cell phones and retained one cell phone for the contracts that provided admission services. There was no documentation to demonstrate the school monitored the cell phone usage for business or personal calls.

*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.

*Effect:* The school is not in compliance with the state requirements.

*Cause:* The school disconnected 8 of the phones during the year and retained one to be used by the contracted administration assistant.

*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 expense are solely for the benefit of the students.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**S-NEW MEXICO SCHOOL FOR THE ARTS (CONTINUED)**

**CS 10-25-S Anti-Donation Clause, Non-Compliance and other matters (Continued)**

*Managements Response:* It was discovered prior to FY12 that canceling cell phone coverage would result in an early termination fee which would be more expensive than holding the phones for a few months. It was therefore decided to confiscate all cell phones except for one. The one phone was used by a contracted administration assistant who was assigned to handle the admissions process and for whom the school did not have office space. Because of the statewide admissions mandate, it was thought reasonable and economical to allow this person use of the phone. The Business Manager and Principal signed off on the bills. It was assumed that the phone was used exclusively for school business. At this time the school has no cell phones.

**CS 11-04-S Procurement, Non-Compliance, Control and other matters**

*Condition:* During our procurement testwork, we noted one out of two vendors tested where the school did not follow the procurement rule. The school obtained food services for \$64,671.

*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. Also, sound financial management requires that purchase orders are to be reviewed and approved prior to incurring expenses.

*Effect:* The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28. Unapproved or erroneous expenses could be incurred by the school.

*Cause:* The school believed the threshold was \$100,000 per the PED application completed.

*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 originally believed that the USDA threshold of \$100,000 for requiring a bid was applicable and has since improved its understanding of the state's lower threshold for procurement. The school believes it is now in compliance for the current year 12-13 and expects this finding to be resolved in the future.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**S-NEW MEXICO SCHOOL FOR THE ARTS (CONTINUED)**

**CS 12-01-S Internal Control Structure, Non-Compliance and other matters**

*Condition:* Over the course of our audit, we noted the following:

- We noted the school incorrectly recorded a cash receipt into student activities. We noted the amount should have been recorded to federal revenues. Total amount was \$1813.
- We also noted the school does not have policies in procedures for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, “every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.”

*Effect:* The school is not following not reporting to PED according to the PED charter of accounts. By not having review of expenditures and RFR’s errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* The school relied on one business manager to perform multiple functions.

*Auditor’s Recommendation:* We recommend the School develop and implement internal controls over purchasing to ensure that all account coding is reviewed and matched against the PED chart of account supplement. We also recommend the school approve policies over the review of the budget to actuals and the RFR reports.

*Management’s Response:* Management agrees with the cash receipt finding. Despite a periodic review of general ledger entries, it went undetected as being posted to the incorrect revenue type. It should be noted that it was posted to the correct fund but wrong revenue code. A correction has been made. Management will review the internal control policy to make sure that it includes a process to review budget to actuals, as well as RfR reports.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY**

**CS 11-02-T Internal Control, Non-Compliance and other matters**

*Condition:* Over the course of our audit we noted the following:

- One instance where the PO was issued and approved 22 days after the date of the vendor invoice, which was for services for the 2011-2012 school year through the date of 3/31/2012. Furthermore, MA noted that there appears to be a lack of controls in the disbursement process. We also noted the school does not have a control in place to verify whether expenditures paid are within the legal budget level.
- We also noted the school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- During our review of journal entries, we noted one journal entry in the amount of \$447 had not been reviewed or approved.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, “every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.”

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:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated. The school could also be receiving more money than what was budgeted. By not having review of expenditures and RFR’s errors could go un-detected causing the possibility of funds to be paid back to the grantor. 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY (CONTINUED)**

**CS 11-02-T Internal Control, Non-Compliance and other matters (Continued)**

*Cause:* The School was not following its policy regarding the use of Purchase Orders for all purchases. The Business Manager was not submitting RfRs and supporting documentation to the Principal prior to submitting to PED. Journal Entries posted by the Business Manager were not being reviewed by the Principal or Finance Committee.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase order are segregated and that all purchases are approved in accordance with school policies and procedures. We also recommend the school have the Finance committee review their budgets on a monthly basis to verify they are within the legal budget level. Additionally, we recommend the school approve policies over the review of the budget to actuals and the RFR reports. Finally, all transactions should be recorded in the school's financial software to ensure proper review and oversight of the Fund activity.

*Management's Response:* The school has met with all staff to communicate the significance of receiving a purchase order prior to making any purchases. We will also review the internal policies and written procedures to make sure that this is documented. The School has already implemented a review process for RfRs with the principal. The School will also review internal policies related to review and approval of RfRs. The principal and the Finance Committee are currently reviewing all journal entries posted by the Business Manager to help ensure they are being posted to the correct funds, and amounts are supported by documentation. The school will also ensure that this process is documented.

**CS 11-03-T Bank accounts, Non-Compliance and other matters**

*Condition:* During our testwork over cash we noted that the student activity account bank reconciliations were not completed and not being reviewed. In addition 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.

*Criteria:* 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 completion and review for the student activity account could cause assets to be misstated.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY (CONTINUED)**

**CS 11-03-T Bank accounts, Non-Compliance and other matters (Continued)**

*Cause:* Stale dated items were not reviewed before year-end. Also the bank reconciliation for the student activity account is not completed and reviewed.

*Auditor's Recommendation:* We also recommend that the school prepare bank reconciliations for the student activity account timely and that these be reviewed on a monthly basis. Additionally, all staled dated items should be reviewed and if necessary, the school should follow the NM Escheat Laws.

*Management's Response:* The Business Manager will review all outstanding checks on a monthly basis to identify stale dated checks. A final review for stale dated checks will take place at year-end. The Business Manager will reconcile the Student Activity account, enter it into AptaFund, and reconcile the account on a monthly basis. All Bank Reconciliations will be reviewed by the principal, Finance Committee, and approved by the Governing Council on a monthly basis.

**CS 12-01-T Compliance Finding over Salaries, Non-Compliance and other matters**

*Condition:* During our testwork, we tested one employee and reviewed the employee file for the license, degree information and years of experience. Per the Board approved salary schedule, the teacher's salary was to be \$49,600. Per review of the contract, Ms. Humphrey's pay was \$51,471. It appears the teacher was overpaid \$1,871.

*Criteria:* : Per NMAC 22-10A-4 School Personnel Act, all teacher and school administrator salary systems shall be aligned with the licensure framework in a professional educator licensing and salary system. Furthermore, in NMAC 22-8-24 Instructional Staff Training and Experience Index, the statute does not require that a charter school's salary schedule correspond exactly to the statutory training and experience matrix. Charter schools are free to deviate from the matrix so long as they are not in violation of other statutory confines, such as the requirement to maintain a minimum teacher salary. Additionally, per NMAC 22-8-6.1 Charter School Budgets, the school budget shall be submitted to the local school board for approval or amendment.

*Effect:* The school overpaid employees.

*Cause:* The School was not following the Governing Board approved salary schedule when issuing employee contracts.

*Auditor's Recommendation:* We recommend that the school review all contracts to ensure that they are in line with approved salary schedules.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY (CONTINUED)**

**CS 12-01-T Compliance Finding over Salaries, Non-Compliance and other matters  
(Continued)**

*Management's Response:* The Business Manager will review all contracts in the future to ensure that the approved salary schedule is being followed. The Business Manager will also review all personnel files to determine whether the required supporting documentation is in the file that corresponds to the credentials in the contract.

**CS 12-02-T Board Review of disbursements, receipts and finances, Non-Compliance  
and other matters**

*Condition:* During our review of the minutes, we noted there was no documentation in the minutes showing that the governing council is reviewing disbursements. Additionally, we noted that there is no Board review of receipts to ensure they are coded correctly nor is there review of the bank reconciliations. We also noted no mention in the minutes regarding whether the governing council is reviewing any type of financial information.

*Criteria:* Per NMAC 6.20.2.14H, a local board, through the issuance of a formal board resolution, may authorize the superintendent of schools or his/her designee to approve vouchers for payment prior to a board meeting. A summary listing of the vouchers and any additional information prescribed by the local board shall be presented at the next regular board meeting for formal approval and entry in the minutes. Per 6.20.2.13G, all school districts shall provide periodic financial information to the local board as prescribed by local board action. Information shall be presented at a regularly scheduled board meeting.

*Effect:* By not reviewing disbursements or financial statements, the school board is not able to make the best decisions in regards to school finances.

*Cause:* The Board was not documenting in its minutes whether or not the disbursements were reviewed and approved in the monthly Governing Board meetings. The School is unable to determine whether the Finance Reports were being delivered to the Board on a monthly basis by the Business Manager

*Auditor's Recommendation:* We recommend that a process be created to ensure that the governing council be involved in the review of disbursements and financial matters.

*Management's Response:* The School has already implemented a review process with both the Governing Board and Finance Committee that includes a review of all disbursements on a monthly basis. The Board will document this review process in its minutes. Finance reports are being presented to the Governing Board on a monthly basis, and are kept on file in the Business Office for future reference.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY (CONTINUED)**

**CS 12-03-T Nepotism, Non-Compliance and other matters**

*Condition:* The School hired a Governing Council member's business for services. There was no waiver of nepotism.

*Criteria:* Per NMAC 22-5-6 a local superintendent shall not initially employ or approve the initial employment in an 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.

*Effect:* All transactions with the school should be transparent to the public

*Cause:* The School did not adhere to the NMAC or approve a waiver of its Nepotism policy in the hiring of a Governing Council member's business for services.

*Auditor Recommendation:* We recommend the Governing Council approve a motion to waive nepotism for services of any related party of the board or school administration.

*Management Response:* The School acknowledges that a Governing Council member's business was hired for services. The service agreement has been terminated, and the School will follow its policy on nepotism in the future, and will adhere to the NMAC. Any waivers of this policy will be approved and documented by the Governing Council.

**CS 12-04-T Fixed Asset Inventory, Non-Compliance and other matters**

*Condition:* The school could not provide documentation that an annual fixed asset inventory was completed.

*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 moveable 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 lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets.

*Cause:* A Fixed Asset Inventory was not conducted for FY 2012.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**T-NORTH VALLEY ACADEMY (CONTINUED)**

**CS 12-04-T Fixed Asset Inventory, Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend the School implement policies and procedures to ensure support for the physical inventory is maintained and is properly reconciled to accounting records as necessary.

*Management's Response:* The School will conduct a physical inventory at the end of every fiscal year. The Business Manager will reconcile the Fixed Assets Inventory upon completion of the physical count, and certify its accuracy.

**U-SCHOOL OF DREAMS ACADEMY**

**CS 09-16-U Internal Control Structure, Significant Deficiency and Non-Compliance and other matters**

*Condition:* During our test work we noted the following:

- ERB reports did not agree to the general ledger, variance of \$932 was noted.
- RHC reports did not agree to the general ledger, variance of \$2,818 was noted.
- 941 reports did not agree to the general ledger, variance of \$6,880 was noted.
- School did not have adequate supporting documentation for a credit card payment. School was unable to provide five receipts totaling \$260.
- School does not have policies and procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- School did not properly calculate depreciation expense for current year additions and did not include expense on fixed asset rollforward causing depreciation expense for the year to be understated.
- School incorrectly posted revenue for vendor donations and reimbursements to insurance recoveries.
- We noted that accrued liabilities did not reconcile to payroll reports. Difference of \$3,506.

*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.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 09-16-U Internal Control Structure, Significant Deficiency and Non-Compliance and other matters (Continued)**

*Cause:* Lack of accurate personnel Segregation of duties for verification.

*Auditor's Recommendation:* We recommend the school implement policies and procedures to ensure all payments have adequate supporting documentation. In addition we recommend the school reconcile payments to the general ledger to ensure there are no variances.

*Management's Response:* \*ERB the variance on ERB was the final payroll on summer school staff, payment was sent to NMERB in July 2012

\* RHC the variance on NMRHC was the summer payroll on teachers-check submitted in July 2012

\*941 the variance on 941 was the summer payroll on teachers.

\* Credit Card Receipts-the School of Dreams Academy has already set a system up on gas credit card check out and return with receipts.

\* RfR SWREC Administration is putting into place a double check and balance procedures for verification and accountability on reporting.

\*Depreciation scale is used based off of the GASB Statement # 34

\* Revenue was posted to object number provided by NMPED

\* Liabilities- SWREC Administration is putting into place a double check and balance procedures for verification and accountability on reporting.

*Auditor's Response:* The school was unable to provide a reconciliation for the summer payroll amounts that included the ERB, RHC and 941. We recommend that the school recalculate and reconcile the depreciation for each fixed asset to ensure amounts are correct.

**CS 09-18-U Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority.

Teacher Principal Training	
Direct Instruction	\$ 1,001
Lograr Institute	
Operation of Non-Instructional Services	12,637

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 09-18-U Budgetary Conditions, Non-Compliance and other matters (Continued)**

*Condition (Continued):* In addition we also noted the following:

- School budgeted \$6,532 in Instructional Materials (IM) funds; however per the allocation the amount budgeted should be \$10,776. BAR totaling \$4,244 should have been submitted to increase original budget to final allocation.
- School budgeted \$16,027 in Title I funds; however per the allocation the amount budgeted should be \$25,538. BAR totaling \$9,511 should have been submitted to increase original budget to final allocation.
- School budgeted \$3,851 in Teacher Principal Training funds; however per the prior year financial statements, the school did not have any cash carryover and amount awarded per grant award was \$3,569. Fund was over budgeted by \$175.
- We noted that the revenue and expenditures reported in the 4<sup>th</sup> quarter report to the PED did not agree to the general ledger. Revenue had a difference of \$4,272 and expenditures had a difference of \$3,481.

*Criteria:* Per NMAC 6.20.2.9(A) 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.

Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* Lack of communication from NMPED.

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 09-18-U Budgetary Conditions, Non-Compliance and other matters (Continued)**

*Management's Response:* The administration is establishing policy to double verification, review and approval. Internal Controls will be updated to implement procedure.

- \*IM- In review of records we do not show any award adjustment from NMPED. Administration would like more communication from NMPED to ensure that proper budgeting is implemented. These are federal funds and they see RfR budget reports monthly and if implementation on their end was completed it would have been discussed. This had been done in the past but with the change in NMPED staff communication is limited from them.
- \*Title I fund was budgeted by allocation received. If increase none was provided on variance from NMPED
- \*Teacher Principal Training- In review of records we do not show any award adjustment from NMPED. Administration would like more communication from NMPED to ensure that proper budgeting is implemented. These are federal funds and they see RfR budget reports monthly and if implementation on their end was completed it would have been discussed. This had been done in the past but with the change in NMPED staff communication is limited from them.

*Auditor's Response:* It appears that PED communicated awards as school provided auditors with awards used in the audit. For Instructional Materials, amounts are provided by the PED during the spring budget workshop and are uploaded to the Instructional Material website.

**CS 09-25-U Journal Entries, Significant Deficiency**

*Condition:* During our audit, we noted that multiple journal entries were made without supporting documentation. These entries affected fund balance.

*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:* Lack of accurate personnel Segregation of duties for verification.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 09-25-U Journal Entries, Significant Deficiency (Continued)**

*Management's Response:* Administration is implementing procedures steps to follow before JE can be issued. Internal Controls will be updated. Steps: 1. Manager Prepares, 2. Director/Principal Reviews and approves, 3. Governing Board final approval

**CS 11-02-U Cash control standards, Significant Deficiency**

*Condition:* During our testwork MA noted school was not properly reconciling cash accounts. Total amount not reconciled was \$83,804.

*Criteria:* 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:* Lack of accurate personnel Segregation of duties for verification.

*Auditor's Recommendation:* We recommend the school implements policies and procedures to ensure at least one level of independent review over the monthly bank reconciliations are completed and that reconciliations properly agree to the general ledger.

*Management's Response:* The cash accounts are reconciled on a monthly basis and duties have been separated so that the bank reconciliation is completed by a person who is not involved in the check disbursement. Reconciled bank statements are reviewed by the Director, Business Manager and Principal. Steps: 1. Administrative Assistant prepares: all documentation to be attached for review and questioned, 2. Business Manager Reviews and signs off, 3. Executive Director Reviews and signs off, 4. Principal approves and signs off. Internal Controls will be reviewed and policies will be documented on the exact levels of steps that are taken.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**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 .44 cents per mile rather than the board approved rate of .40 cents per mile resulting in an over payment to that individual. We noted a total overpayment of \$6. We noted the board approved the new rate in January 2012 and employee was reimbursed the incorrect rate during February 2012.

*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:* Lack of communication and approval procedures before sent in for disbursement.

*Auditor's Recommendation:* We recommend that management review and follow policies and procedures necessary to ensure that employees are reimbursed using the approved rate.

*Management's Response:* The Principal will discuss with the Governing Board to ensure that employees are reimbursed using the School of Dreams approved rate.

**CS 11-04-U Inadequate Segregation of Duties in Cash Disbursement/Payroll Process, Significant deficiency**

*Condition:* During our audit, we noted that purchase orders have electronic signatures, and that checks are printed using electronic signatures. We noted that the business manager has access to the check stock, the general ledger, electronic signatures and is responsible for reconciling the bank accounts.

*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 Business Manager is able to add electronic signatures to checks without approval of signers before disbursement.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 11-04-U Inadequate Segregation of Duties in Cash Disbursement/Payroll Process, Significant deficiency (Continued)**

*Auditor's Recommendation:* We recommend the school implement policies and procedures to ensure duties are adequately segregated.

*Management's Response:* The Governing Board is aware of the process in place and therefore the secretary prepares, the principal approves, business manager disburses and final approval by governing board. A monthly check register is reviewed by the Governing Board and accuracy for check sequences is verified. The internal controls will be reviewed to state the steps that are taken.

**CS 12-01-U PED Audit Committee, Non-Compliance and other matters**

*Condition:* The school does not have the required members on their audit committee.

*Criteria:* Per NMSA 22-8-12.3 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 oversight as required by NMSA 22-8-12.3 which could result in errors going undetected.

*Cause:* Committee not understanding requirements.

*Auditor's Recommendation:* We recommend that the School review the state compliance requirements to ensure audit committee has the necessary members.

*Management's Response:* School of Dreams Governing Board will appoint an audit committee at the next meeting November 12, 2012 that ensures the state compliance of 22-8-12.3.

**CS 12-02-U Prepayment for services, Non-Compliance and other matters**

*Condition:* We noted that employees are being paid before services are being completed. Per review of the payroll schedule, we noted that all 26 pay periods were paid before the end of the pay period.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**U-SCHOOL OF DREAMS ACADEMY (CONTINUED)**

**CS 12-02-U Prepayment for services, Non-Compliance and other matters**

*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.” 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:* As a result the school is out of compliance with state law.

*Cause:* Lack of understanding process by charter.

*Auditor's Recommendation:* The school should 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 Principal, Governing Board, and Business Management will review policies and make changes to pay schedules to ensure duties and/or services are performed before payment has been made. Discussion on paydays for staff be the 15<sup>th</sup> and 30<sup>th</sup> of each month.

**V-SOUTH VALLEY PREPARATORY**

**CS 12-01-V Internal Control Structure, Significant deficiency and Non-Compliance and other matters**

*Condition:* Over the course of our audit we noted:

- The purchase requisition (dated September 14, 2011) and purchase order (September 16, 2011) were approved after the services were invoiced (September 9, 2011) from the vendor. Total amount of purchase was \$2,000.
- A cash receipt for the March food services claim request was posted to the improper general ledger account. Total amount of the receipt was \$3,924.
- During our reconciliation of grant awards, we noted that the Federal Planning grant fund was over-expended by \$4,154. An adjustment was required in order to balance fund.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**V-SOUTH VALLEY PREPARATORY (CONTINUED)**

**CS 12-01-V Internal Control Structure, Significant deficiency and Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* Purchases could be made without proper approval and expenditures could be reported inaccurately to PED or misclassified in the improper fund or general ledger account, which could lead to funds being overspent and balances misstated.

*Cause:* All purchases must be approved by the school principal. In order to be more time efficient the school principal batches all internal requisitions for approval.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure that all purchases are approved in accordance with school policies and a review is performed for proper recording to the general ledger. We also recommend that procedures be implemented to ensure that grant funds are properly reconciled at year-end.

*Management's Response:* The school administrator will review internal procedures to ensure that all purchases have a requisition and a purchase order prior to goods or services being rendered.

**CS 12-02-V Untimely Federal Reimbursement back to government, Non-Compliance and other matters**

*Condition:* We noted that the school has the following unspent funds that have not paid back to the state: Title I \$28 and IDEA B \$9.

*Criteria:* Per State Audit Rule, the school must follow all federal compliance. Applicable Compliance Supplements (OMB Circular A-133) mandate proper accounting of federal funding.

*Effect:* The school continues to report these cash balances in these funds.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**V-SOUTH VALLEY PREPARATORY (CONTINUED)**

**CS 12-02-V Untimely Federal Reimbursement back to government, Non-Compliance and other matters (Continued)**

*Cause:* The school had refunds returned in the prior year that had not been paid back. The school forgot to return.

*Auditor's Recommendation:* We recommend that the school refunds to the grantor as the funds do not belong to the school.

*Management's Response:* The business manager will review the rollover payroll expenditures to ensure that the submitted request for reimbursements equal the actual expenditures. The school business manager will work with the Title I and Special Education department to ensure compliance of the funds.

**W-SOUTHWEST INTERMEDIATE LEARNING CENTER**

**CS 11-02-W PED Reports, Significant deficiency and Non-Compliance and other matters**

*Condition:* During our testwork over revenues, we noted two funds had expenditures that did not agree to the expenditure amounts on the request for reimbursements submitted to the PED. We also noted fund 26177 EMSI reported \$4,559 however the fund had expenditures of \$3,723. An AJE of \$836 was required to balance fund.

*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:* The amounts reported on the budget to actuals did not agree to the total request for reimbursements causing the balances reported to the PED to be inaccurate.

*Cause:* The school experienced a death in the business office causing year-end balances to have minor differences.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**W-SOUTHWEST INTERMEDIATE LEARNING CENTER (CONTINUED)**

**CS 11-02-W PED Reports, Significant deficiency and Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend that the school implement procedures to ensure that all expenditures posted to grant funds are properly reconciled to the grant award and to reimbursement requests.

*Management's Response:* The school has moved to implement the auditor's recommendation.

**CS 12-01-W Expenses Improperly Coded, Non-Compliance and other matters**

*Condition:* We noted three checks of \$1,159; \$1,216; and \$1,478 for the purchase of admission fees for fieldtrips which was incorrectly coded in the general ledger. These checks were coded to 55817 (Instruction – Student Travel) instead of 53711 (Other Charges).

*Criteria:* The New Mexico Public Education Department (PED) designed and developed the Uniform Chart of Accounts to establish an accounting and financial reporting framework that satisfies the requirements of fiscal integrity and accountability to taxpayers and other stakeholders. Information is obtained and provides comparable data when combined for all school districts and charter schools. All New Mexico school districts and charter schools are required to use the Uniform Chart of Accounts.

*Effect:* Use of an improper account would provide inaccurate information to the New Mexico Public Education Department.

*Cause:* The account coding was overlooked in the review process.

*Auditor's Recommendation:* We recommend the school review each invoice, identify the purpose of the purchase and properly code the expense to appropriate account.

*Management's Response:* The school's policies and procedures do require the recommended review. The school has moved to review the internal procedures and the error has been corrected.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**X-SOUTHWEST PRIMARY LEARNING CENTER**

**CS 12-01-X Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted the School did not complete a decrease BAR for the principal/teacher training fund for \$71.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* This could lead to over-expenditure of funds.

*Cause:* The school had already expended the funds and was reimbursed by the PED. The decrease letter was received after the funds had been received.

*Auditor's Recommendation:* We recommend that all BARs are properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* The school has implemented the Auditor's recommendation.

**Y-SOUTHWEST SECONDARY LEARNING CENTER**

**CS 11-01-Y Cash Reports Reconciliations, Non-Compliance and other matters**

*Condition:* We noted the PED Cash Report for the Operational Fund beginning balances did not agree to PY financials. We noted the beginning cash balance reported to the PED was \$430,192. Per the prior year financial statements, audited cash was \$395,154.

During our revenue testwork, we noted that expenditures for fund 26177 exceeded reimbursement requests by \$47. The school provided an adjusting journal entry to reclassify the excess expenditures to the operational fund. This amount was not reported to the PED.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Y-SOUTHWEST SECONDARY LEARNING CENTER (CONTINUED)**

**CS 11-01-Y Cash Reports Reconciliations, Non-Compliance and other matters  
(Continued)**

*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. 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 PED does not have an accurate accounting of the School's activity.

*Cause:* The school had an unexpected change in business managers causing the reports to be inconsistent.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that all adjustments be completed before the final reports are submitted to the department. Additionally, an individual should review the report to ensure that the report matched the general ledger, prior year amounts and the cash accounts as appropriate.

*Management's Response:* The school has already moved to implement the recommendations made by the auditor.

**CS 12-01-Y Payroll Transactions, Non-Compliance and other matters**

*Condition:* During our testwork of payroll and payroll related reports we noted 1 out of 1 employee's I-9 tested was not properly completed.

*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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Y-SOUTHWEST SECONDARY LEARNING CENTER (CONTINUED)**

**CS 12-01-Y Payroll Transactions, Non-Compliance and other matters  
(Continued)**

*Criteria (Continued):* 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.

*Cause:* The School retained the documentation but forgot to complete the employer portion.

*Auditor's Recommendation:* We recommend that School review requirements regarding I-9 completion and that all I-9's and other payroll forms be checked annually for completeness.

*Managements Response:* The school will re-examine all current employee files to insure all required paperwork is present and completed properly. In this case the school failed to sign an I-9 form. However, the I-9 was present in the employee's file.

**CS 12-02-Y State flow through grant awards, Non-Compliance and other matters**

*Condition:* During our revenue testwork, we noted that the school did not submit timely reimbursement requests. Per the Library GO Bond grant award letter, the final reimbursement request was to be submitted by May 15, 2012. We noted the school has not submitted a request for these funds.

*Criteria:* : Per NMAC 6.20.2.23 'For grant money that is sent direct, school districts shall utilize the funding for the purpose in which it was awarded. School districts shall submit complete and accurate reports required by the grant within the prescribed time.'

*Effect:* School is not in compliance with grant requirements and could risk the loss of these funds.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Y-SOUTHWEST SECONDARY LEARNING CENTER (CONTINUED)**

**CS 12-02-Y State flow through grant awards, Non-Compliance and other matters  
(Continued)**

*Cause:* The school had an unexpected change in business managers causing the grant deadline to be missed.

*Auditor's Recommendation:* We recommend that all grant deadlines be reviewed regularly to make sure that RFRs are submitted timely.

*Management's Response:* The school has moved to implement the auditor's recommendation.

**CS 12-03-Y Conflict of Interest, Significant deficiency and Non-Compliance and other matters**

*Condition:* The director of the school signed two lease agreements with a company in which he has a direct financial interest. Total amount paid was \$216,000.

*Criteria:* Per NMSA Section 10-16-7 unless a public officer or employee has disclosed the public officer's or employee's substantial interest through public notice and unless a contract is awarded pursuant to a competitive process, a local government agency shall not enter into a contract with a public officer or employee of that local government agency, with the family of the public officer or employee or with a business in which the public officer or employee or the family of the public officer or employee has a substantial interest.

*Effect:* The contract is voidable.

*Cause:* Confusion over the conflict of interest provisions applicable to charter schools.

*Auditor's Recommendation:* We recommend that the Director disclose all relationships during an open board meeting and that the governing council void the contract.

*Management's Response:* It is important to clarify the statement of the "Condition" described above. The two leases at issue were based on prior authorizations by the school's Governing Council. The relationship of the school's Director with the company contracting with the charter school has always been disclosed to the Governing Council to ensure absolute transparency.

On November 1, 2012, the Governing Council of the School, in mutual agreement with the vendor, terminated the contracts at issue. Subsequently, the School, without involvement of the Director, issued a Request for Proposal for two aircraft that would meet the

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Y-SOUTHWEST SECONDARY LEARNING CENTER (CONTINUED)**

**CS 12-03-Y Conflict of Interest, Significant deficiency and Non-Compliance and other matters (Continued)**

specifications required for the program. A competitive procurement process was followed and subsequently a contract was awarded to the only bidder, Diamond Aviation; owned in part by the School's Director, which was again disclosed in the open meeting at which the contract was voted on by the Governing Council. All documentation for the procurement of the two aircraft has been maintained pursuant to applicable requirements. The contract was awarded in a duly noticed public meeting and a Resolution passed regarding the acquisition of a lease for the aircraft required to run the program. This process is consistent with the requirements of the applicable law.

The charter school interprets NMSA 1978 §22-8B-5.2 (2011), based on the plain language of the law, to prohibit employees from participating in "*selecting, awarding or administering a contract with the charter school ...*," if the employee has a financial interest in the contract. (emphasis added)<sup>1</sup> The charter school does not read this section as prohibiting an employee from entering into a contract with the charter school as long as that employee is not involved in choosing the vendor, recommending or influencing whether the contract should be made or, in the event the contract is awarded to the employee's company, in *overseeing* the contract; e.g. the employee would be segregated from any oversight duty of reviewing, approving or signing warrants for payment of the vendor's invoices on behalf of the school. The school acknowledges that it must implement clear separation of duties in this regard.

The finding cites a violation of NMSA 1978, §10-16-7 (2011), but the auditor provides no authority or explanation for why it has applied the Government Conduct Act ("GCA") to a charter school. The charter school has thoroughly reviewed the new amendments to the GCA, effective July 1, 2011, and disputes that the GCA applies to charter schools. The 2011 revisions to the GCA were intended to clarify the definition of a public officer or employee covered by the Act. See, *Fiscal Impact Report*, February 11, 2011 to SB432. Charter school employees or governing body members are not included in definitions specifically or by some other reference in the GCA or the revisions made in 2011. Moreover, school districts, board of education members or charter schools are not mentioned in the Fiscal Impact Report that explains the impact of the new law. Although the revised GCA now applies to a political subdivision of the state or agency of a political subdivision of the state; the GCA and other laws are unclear as to whether a charter school falls under the definition of a "local governmental agency" or some other category of entity covered by the GCA. Moreover, if the Legislature intended to include charter schools in

---

<sup>1</sup> This interpretation is consistent with the Government Conduct Act amendments that allows public employees to have a financial interest in a contract as long as that interest is properly disclosed and awarded according to a competitive process.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Y-SOUTHWEST SECONDARY LEARNING CENTER (CONTINUED)**

**CS 12-02-Y State flow through grant awards, Non-Compliance and other matters  
(Continued)**

the revisions of GCA, it could have stated that the GCA – at a minimum applies to school districts, it did not. The Legislature’s omission of either or both of the terms “school district” or “charter schools” from the revisions of the GCA coupled with adopting a separate conflict of interest provision under the Charter Schools Act, i.e. NMSA 1978 §22-8B-5.2, *during the very same Legislative Session (2011)*, is inconsistent with an interpretation that the GCA applies to charter schools.

The Fiscal Impact Report for SB432 explains, “[a]ccording to the [Attorney General’s Office] this bill erases the patchwork of ethics laws that currently apply to government, and in its place, this bill creates a *uniform body of ethics laws* that apply to public bodies, officials, and employees.” (emphasis added) If this was the intent of the revisions of the GCA, then it must be assumed that the Legislature was aware that charter schools would not be included in the definitions of entities covered by the GCA and that a separate conflicts provision was required.

The charter school, its employees and Governing Council are committed to ensuring full disclosure of any apparent or actual conflict of interest. Accordingly, the Director always has and will continue to make full disclosure of any financial interest in any contractual arrangement between this charter school and the Director. This disclosure shall be made as necessary during public meetings of the governing body and clearly reflected in the minutes and resolutions of the meeting. In addition, each disclosure shall include a written disclosure statement from the Director, which shall be kept on file with the charter school and made available for inspection by the public.

*Auditor’s Response:* Charter schools are considered local governments and guidance has been communicated to the charters in regards to other areas such as travel.

**Z-TAOS ACADEMY**

**CS 11-03-Z Procurement, Non-Compliance and other matters**

*Condition:* During our procurement testwork, we noted that school did not go out to bid for one of the nine items tested. Total expenditures totaled \$24,030 for the item purchased.

*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.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**Z-TAOS ACADEMY**

**CS 11-03-Z Procurement, Non-Compliance and other matters (continued)**

*Effect:* The school is not in compliance with NMAC 1.14.1.14 through 1.4.1.28.

*Cause:* The school believed that the vendor was sole source for the goods purchased.

*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 believed that the vendor was sole source because of the way the curriculum is delivered. In the future, Taos Academy will go out for bid if the cost will exceed procurement.

**CS 11-04-Z Untimely Federal Reimbursement back to government, Non-Compliance and Other Matters**

*Condition:* We noted that the school's cash balance from FY 2011 has not been paid back to the government for the Public School Planning and Implementation Grant-\$368.

*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.

**CS 11-04-Z Untimely Federal Reimbursement back to government, Non-Compliance and Other Matters (Continued)**

*Management's Response:* Please note that the audit finding for previous year showed the amount owing as \$2,599. That amount was returned to the State. The amount in question will be returned and the school will continue to insure that processes are improved.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

*Auditor's Response:* Per prior year financial statements, the \$2,967 was a classified as a due to government.

**CS 12-01-Z Fixed Asset/Supply Asset Inventory, Non-Compliance and other matters**

*Condition:* During our test work, we noted that the school did not perform a physical inventory of their fixed assets or their supply assets (assets under \$5,000 which includes furniture, computers, and books).

*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 moveable 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.

For supply assets, per State Audit Rule, regarding the safeguarding of assets that do not meet the capitalization threshold, the State Auditor encourages agencies to maintain a separate accountability report for those items that costs \$5,000 or less. Per NMAC 6.20.2.11, appropriate internal control procedures shall be adopted by the local board within a school district to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies.

*Effect:* The lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets.

*Cause:* The School completed a detailed supply assets inventory in the prior year when the school relocated, however they did not review the listing for existence of items on the list in the current year.

*Auditor's Recommendation:* We recommend the School implement policies and procedures to ensure a physical inventory is taken of all assets annually and is properly reconciled to accounting records as necessary.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Z-TAOS ACADEMY (CONTINUED)**

**CS 12-01-Z Fixed Asset/Supply Asset Inventory, Non-Compliance and other matters  
(Continued)**

*Management's Response:* Taos Academy had taken an inventory at the beginning of FY13 when they moved into the building and are now in the process of taking inventory again. The school will continue to improve their process for inventory controls.

**CS 12-02-Z Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Instructional Materials	
Instruction	\$ 137

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* The school failed to properly complete a BAR for an increase in funding from Instructional Materials.

*Auditor Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management Response:* Taos Academy had received the additional amount from the State on May 18, 2012; however, an award letter was never received for the additional amount. Taos Academy will make sure that no additional funds are spent until a BAR is completed.

**CS 12-03-Z Late Fees, Non-Compliance and other matters**

*Condition:* During our testwork, we noted the School paid \$22 in late fees for remitting payroll taxes late.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**Z-TAOS ACADEMY (CONTINUED)**

**CS 12-03-Z Late Fees, Non-Compliance and other matters (Continued)**

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Sound business practices require that payments to vendors be made timely.

*Effect:* This resulted in unnecessary costs paid by the School.

*Cause:* The school was in a transition phase for the office manager and business manager services and the payment was not remitted timely.

*Auditor's Recommendation:* We recommend the School implement policies and procedures to ensure that vendors are aware when schools are on vacation and that payments will be processed as soon as employees return in order to avoid possible penalties.

*Management's Response:* Taos Academy noted that this was an amount that was a result from FY2011. The bank account information had been entered incorrectly by previous Business Management provider which resulted in a late payment penalty.

**AA-TAOS INTEGRATED SCHOOL FOR THE ARTS**

**CS 11-04-AA Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our testwork, we noted one instance where rent expense was charged to the operational fund instead to the Public School Capital Outlay lease reimbursement fund. Total expense was \$1,024.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**AA-TAOS INTEGRATED SCHOOL FOR THE ARTS (CONTINUED)**

**CS 11-04-AA Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Cause:* The purchase order was not updated after the lease assistance award was granted.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over coding of disbursements to ensure they are charged to the proper fund.

*Management's Response:* The expense was incorrectly reported. The purchase order had not been updated once the award was granted. Taos Integrated will continue to improve the budgetary review processes.

**CS 12-01-AA PURCHASE ORDERS, Non-Compliance and other matters**

*Condition:* During our test work over disbursements, we noted one instance where the purchase requisition and purchase order were issued and approved 5 days after the date of the vendor invoice, which was for services for the 2011-2012 school year.

*Criteria:* Per the school's approved purchasing policies in the charter: "All purchased must be approved in advance by the Administrator and the Business manager. All purchase requisitions must be completed in full."

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated. The school could also be receiving more money than what was budgeted.

*Cause:* At the beginning of FY12 a new Office Manager was being trained and didn't realize that the contract from the previous year needed to be updated for the new accounting cycle.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase order are segregated and that all purchases are approved in accordance with school policies and procedures. We also recommend the school have the Finance committee review their budgets on a monthly basis to verify they are within the legal budget level.

*Management's Response:* Taos Integrated has continued the training of the Office Manager in procurement processes.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**AA-TAOS INTEGRATED SCHOOL FOR THE ARTS (CONTINUED)**

**CS 12-02-AA Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

IDEA-B Risk Pool	
Support Services	\$181

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* We noted the school budgeted for expenditures within the Instruction function, while actual expenditures were posted to the support services function.

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management's Response:* Integrated received an Award letter on March 29, 2012 awarding an amount of \$181.00. The BAR was submitted to PED; however, the BAR was disapproved with the following statement: Carryover affecting some LEAs for FY10-11 is under evaluation; revision forthcoming. The revision has still not been received to date.

**BB-THE ALBUQUERQUE SIGN LANGUAGE ACADEMY**

**CS 12-01-BB Internal Control Structure, Non-Compliance and other matters**

*Condition:* Over the course of our audit we noted the following:

- we noted one instance where the purchase order (dated October 12, 2011) and purchase requisition (dated October 10, 2011) were dated after the invoice dates from the vendor (September 24, 2011 and September 10, 2011). The total amount of purchase was \$276.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**BB-THE ALBUQUERQUE SIGN LANGUAGE ACADEMY (CONTINUED)**

**CS 12-01-BB Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Condition (Continued):*

- We also noted the school does not have policies in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The school could be paying for expenses that do not belong to the school. By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* The employee received verbal approval to proceed with the purchase prior to the purchase order being issued. The school was relying on the current process for purchasing and budget and PED's review as its sole internal control process for RfRs.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase order are segregated and that all purchases are approved in accordance with school policies and procedures. We also recommend the school approve policies over the review of the budget to actuals and the RFR reports.

*Management's Response:* The school will review its internal control procedures and policies to ensure that purchases are being performed after the approval of the purchase order and before the RfRs are submitted to PED.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**CC-THE ASK ACADEMY**

**CS 11-02-CC Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operational Fund  
Support Services \$16,295

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* The Charter School was notified late in the fiscal year that they were not approved for title I funds at the end of the year. This required the school to reclassify expenditures into the operational fund. As a result of the late notification of title I status the ASK Academy was unable to approve a transfer BAR to balance their budget functions.

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management Response:* The ASK Academy business manager and governing board will be reviewing their budget on a monthly basis to ensure that all functions are not over expended.

**CS 11-04-CC Procurement Code, Non-Compliance and other matters**

*Condition:* During our procurement test work, we noted the School did not go out to bid for hybrid services provided from two vendors for IT services and equipment purchased. Total amount paid to vendors was \$48,051 and \$38,000, respectively.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**CC-THE ASK ACADEMY**

**CS 11-04-CC Procurement Code, Non-Compliance and other matters (Continued)**

*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 could be overpaying for services.

*Cause:* The school was unclear on the total amount of purchases that would be incurred to these vendors.

*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 ASK Academy business manager and governing board will review all vendor purchases over \$20,000 for both goods and services to ensure compliance with procurement. In specific all hybrid purchases with services and goods will be reviewed to ensure compliance.

**DD-THE GREAT ACADEMY**

**CS 11-06-DD Disbursements-Lack of proper Authorization, Non-Compliance and other matters**

*Condition:* We noted one instance where the Business Manager signed a check to the executive director. Per school policy payments are to be signed by the board president. Total amount of disbursement was \$457.

*Criteria:* NMAC 6.20.2.17 states that a school must establish procedures for purchasing and follow them.

Per school internal control policies, all checks for the Executive Director must be signed by the President of the Board of Directors.

*Effect:* This could result in inadequate authorization of expenditures.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

*Cause:* Oversight by the former business manager.

*Auditor's Recommendation:* We recommend that school follow policies and procedures and implement procedures that business management staff are aware of all school policies.

*Management's Response:* The former Business Manager made an error in signing the Executive Director's check. The new Business Manager is well aware of the internal controls and will avoid this issue in the future.

**CS 11-07-DD Internal Control Structure, Significant deficiency and Non-Compliance and other matters**

*Condition:* During our test work we noted the following:

- We noted one instance where the amount paid to a vendor did not agree to the invoice support. Total paid to the vendor totaled \$149, while the invoice support totaled \$140.
- We noted that \$10,665 in rent expenditures were posted to the operational fund, as opposed to the Public School Capital Outlay fund, which caused the Public School Capital Outlay fund to be out of balance. An adjusting entry was required in order to match the revenue received to the expenditures.
- We noted that maintenance costs were posted to rent expense instead of the repairs and maintenance costs as designed by the PED chart of accounts. Total amount paid for maintenance posted to rent was \$17,123.

*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.

Per 6.20.2.13(a) All school districts shall establish and maintain a general ledger in accordance with GAAP. The general ledger will be comprised of individual funds and account groups using the department's uniform chart of accounts and shall be reconciled every fiscal year with department records.

*Effect:* The school and PED do not have an accurate recording of activity. The school over-paid an invoice which resulting in \$9 of unnecessary costs.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

**CS 11-07-DD Internal Control Structure, Significant deficiency and Non-Compliance and other matters (Continued)**

*Cause:* The former Business Manager's lack of experience and understanding of how to separate the maintenance and repair cost from rent expenses within the accounting system and how to adjust between funds. The overpayment was an oversight.

*Auditor's Recommendation:* All invoices should be checked for accuracy and recalculated to ensure the school is not overpaying for services. In addition grants should be reconciled to grant awards to ensure that expenditures being requested properly agree back to the general ledger.

*Management's Response:* Management has reviewed and strengthened controls in these areas and the new Business Manager will avoid these types of accounting errors.

**CS 11-11-DD Audit committee, Non-Compliance and other Matters**

*Condition:* We noted that the school's audit committee does not have a volunteer member or a parent member. The audit committee consisted of two board members, the Principal and Business Manager.

*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 has not been able to locate a volunteer to serve on the board in addition to the other members serving on the committee.

*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:* The school is aware of the audit committee and finance committee requirements and will continue to attempt to find a member for the audit committee.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

**CS 12-01-DD Stale Dated Checks, Non-Compliance and other matters**

*Condition:* During cash test work, we noted 1 check that was written over a year ago for a total of \$60 listed as outstanding checks on the June 30, 2012 bank reconciliation.

*Criteria:* Per Section 6-10-57, NMSA 1978 whenever any warrant issued by the state, county, municipality, school district or special district is unpaid for one year after it becomes payable, the fiscal officer shall cancel it.

*Effect:* The School continues to carry the \$60 as a reconciling item on its bank reconciliation.

*Cause:* Management has not monitored outstanding checks during monthly review of the bank reconciliations.

*Auditor's Recommendation:* We recommend that the stale checks be voided as soon as possible and that a procedure be implemented to track stale dated checks.

*Management's Response:* This check was cancelled after 30 days according to School policy by two methods: 1) on the face of the check and 2) within positive pay. Therefore, this check was cancelled and was unable to be cashed as the Statute intended. The item left on the cash reconciliation has been reviewed, but is immaterial and does not affect the school's compliance, operations, or finances.

**CS 12-02-DD Late Fees/Late 941 reports, Non-Compliance and other matters**

*Condition:* During our testwork, we noted three instances where payments were made late resulting in penalties to the school:

- The school paid \$50 in late fees for rental payments in July 2011
- The school paid \$46 in penalties for CRS taxes for the 3<sup>rd</sup> quarter payments being submitted late.
- The school paid \$358 for 941 penalties for the December 2011 period for payments submitted late.

We noted that the March 30, 2012 and June 30, 2012 941 reports were not submitted until October 17, 2012. The reports are due April 30, 2012 and July 31, 2012 respectively.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

**CS 12-02-DD Late Fees/Late 941 reports, Non-Compliance and other matters  
(Continued)**

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Sound business practices require that payments to vendors be made timely Per OMB Circular A-87, fines, penalties, damages or other settlements resulting from violations of, or failure of the governmental unit to comply with, Federal, State, local or Indian tribal laws and regulations are unallowable. Per IRS requirements the 941 reports are due the last day of the month following the quarter end.

*Effect:* This resulted or could result in unnecessary costs paid by the School.

*Cause:* The school transitioned from an offsite business management contractor to an in-house business manager. The former business management contractor did not communicate to our on-site business manager that the CRS taxes or the 941 had not been paid, which resulted in the new business manager paying them late.

*Auditor's Recommendation:* We recommend the School implement policies and procedures to ensure that payments and reports will be processed timely to avoid possible penalties.

*Management's Response:* The new business manager is aware of these required payments and will avoid paying them late in the future.

*Auditor's Response:* The School continues to report the reconciling item on the bank reconciliation and to the PED.

**CS 12-03-DD Procurement Code, Non-Compliance and other matters**

*Condition:* During our procurement testwork, we noted the following:

- The School did not go out to bid for tangible items and services purchased from one vendor tested in the amount of \$48,664.
- The school did not go out to bid for professional services obtained from contractor for curriculum services. We noted services obtained from the individual contractor totaled \$34,882. We then noted this contract was cancelled. The school then approved a contract with a non-profit company founded by the Director for the curriculum contract services to be paid to through the non-profit. Disbursements paid to the non-profit totaled \$44,413. The total amount paid by the school for the professional services for the one contractor totaled \$79,295.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

**CS 12-03-DD Procurement Code, Non-Compliance and other matters (Continued)**

*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 could be overpaying for services and/or goods.

*Cause:* The former business manager was unaware of the procurement threshold for hybrid contracts of \$20,000. The school also believed having the contractor's services performed under the non-profit would be separate from the services provided individually.

*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 causing the threshold to be \$20,000 instead of \$50,000 for services.

*Management's Response:*

- In the event of the Power On Contract in the amount of \$48,664, The GREAT Academy's former business manager was unaware of the nature of hybrid contracts. The current business manager is aware of hybrid contracts and will ensure that any hybrid contracts over \$20,000 go out to bid.
- Keisha Matthews and the non-profit are two separate entities. Based on our understanding of the statute, professional services contracts under \$50,000 do not need to go out to bid. In addition, Keisha Matthews' scope of work was different than that of the non-profit's scope and therefore should not be seen as being one and the same (for example, the non-profit's scope of work included: coordinating intervention services/programming, coordinating continued implementation of curricular programming, coordinating of curricular materials, facilitating and coordinating access to curricular programming/technology, maintenance of curricular databases and resulting data and coordinating academic data – whereas the professional services agreement with Keisha Matthews did not).

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**DD-THE GREAT ACADEMY (CONTINUED)**

**CS 12-03-DD Procurement Code, Non-Compliance and other matters (Continued)**

*Auditor's Response:* We noted that the contract with the non-profit was for the same individual performing the work.

**CS 12-04-DD Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operating fund	
Food Services	\$405
IDEA B Entitlement	
Support Services	\$722

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* The school was unaware the budget authority was at the function level. It was believed the budget authority was based on the general ledger account level.

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management's Response:* Upon terminating our business manager, these two functions were over spent for the fiscal year ended June 30<sup>th</sup>. Our new business manager was hired in July and was unaware that our old business manager did not make these budget adjustments by the end of the fiscal year. Our new business manager is well aware that over-expenditures of functions are not allowed and will submit BARs timely to make the proper end of year adjustments.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**EE-THE INTERNATIONAL SCHOOL AT MESA DEL SOL**

**CS 11-02-EE Procurement, Non-Compliance and other matters**

*Condition:* During our procurement testwork we noted that the school did not go out to bid for a contract for IT services, software and tangible items purchased with vendor. Total amount paid was \$23,793.

*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:* The school was unaware that the purchase of software, tangible goods and services pushed the contract into a hybrid contract.

*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 business staff will maintain compliance with the state procurement code. We have gone to bid for the services for the 2012 13 and are in compliance.

**CS 12-01-EE PED Cash Reports, Non-Compliance and other items**

*Condition:* When reviewing the PED Cash Report we noted the following:

- The operating fund ending cash balance had a difference of \$1,185 from the general ledger.
- The federal direct fund had a difference of \$381 from the general ledger.

*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 state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**EE-THE INTERNATIONAL SCHOOL AT MESA DEL SOL (CONTINUED)**

**CS 12-01-EE PED Cash Reports, Non-Compliance and other items (Continued)**

*Effect:* The PED does not have an accurate accounting of the School's activity.

*Cause:* Management believed it was completing the cash report as directed by the PED.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that all adjustments be completed before the final reports are submitted to the department. Additionally, an individual should review the report to ensure that the report matched the general ledger and the cash accounts as appropriate.

*Management's Response:* All adjustments will be made prior to finalizing the cash report. Additionally, all cash reports will be reviewed for accuracy and completeness.

**CS 12-02-EE BARS, Non-Compliance and other matters**

*Condition:* We noted that a BAR was not completed for additional revenue received during the year for the Priv Direct Grant.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The school had funds that could not be spent during year since they were not budgeted.

*Cause:* Staff was unaware that these small donations from individuals needed a BAR in order to put the funds into the budget.

*Auditor's Recommendation:* The School should establish a policy of budgetary review at year-end and make the necessary budgetary adjustments and review of amounts being reported to PED.

*Management's Response:* The financial staff have now been made aware of the need to create a BAR for any private donations that come into the school. The BARs will be done according to statute.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM**

**CS 09-18-FF 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:

IDEA B  
Direct Instruction     \$1,165

*Criteria:* Per NMAC Title 6, Chapter 20, Part 2.9A states over-expenditure of a function shall not be allowed.

*Effect:* The school may not have proper budget authority to spend these funds and funds could be required to be returned.

*Cause:* The PED denied a BAR that was posted into OBMS in order to correct.

*Auditor's Recommendation:* We recommend the School implement procedures to have the finance committee review the budget to actuals monthly to ensure that there are no functions that are over-spent.

*Management's Response:* We had been notified of a budget increase, but Flow-through neglected to process the increase BAR. Management was negligent in reclassifying the expenditures in a timely manner, though no request was ever made for those funds, so none was at risk of being returned. The finance committee knew of the PED's negligence and trusted that the business manager would resolve the issue before fiscal year end. In the future, the finance committee will require immediate correction of any fund imbalance in June.

*Auditor's Response:* For the IDEA B fund, funds should not been spent in the function without budgetary authority. Per NMAC 6.20.2.10 (c) expenditures shall not be made by the school district until budget authority has been established and approval received from the department.

**CS 11-03-FF Background checks on Employees, Non-Compliance and other matters**

*Condition:* During our review of payroll, the employee selected did not have background check documentation on file.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM (CONTINUED)**

**CS 11-03-FF Background checks on Employees, Non-Compliance and other matters (Continued)**

*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:* This was over-looked during hiring process.

*Auditor's Recommendation:* We recommend the School create a checklist to ensure that all required documentation is properly included in the employee files.

*Management's Response:* In order to further ensure that no employee's background check documentation is overlooked, the Request for FBI Criminal History Report has been added to the existing list of forms required from all new hires, and that "Forms Form" is checked off and signed by each employee.

**CS 11-07-FF Internal Controls, Material weakness and Non-Compliance and other matters**

*Condition:* During our audit we noted the following:

- The Business Manager at the School has duties within the receipts cycle to enter the receipt into the general ledger, prepare the deposits, and take deposits to bank. Total amount of cash received by the school was approximately \$20,000 during the year. We also noted the Business Manager is responsible for submitting requests for reimbursements to PED and posting the wired receipt into the general ledger once received.
- We noted that the school does not have policies in place for the for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- We noted that a total of \$174,217 in equipment that was not included in capitalization schedule at year-end.
- We noted that the amounts paid to the Retiree Health Care did not agree to the general ledger. Difference of \$202.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM (CONTINUED)**

**CS 11-07-FF Internal Controls, Material weakness and Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.11 (B), each school district shall develop, establish and maintain a structure of internal accounting controls and written procedures to provide for segregation of duties, a system of authorization and recording procedures, and sound accounting practices in performance of duties and functions. The duties to be segregated are the authorization to execute a transaction, recording the transaction, and custody of assets involved in the transaction.

*Effect:* Without segregation of duties, the School has not mitigated the risk of errors going undetected or irregularities over the cash receipts process. By not tracking the assets, the financial statements cannot be prepared in accordance with GAAP. The school could owe penalties for not correctly agreeing the reports to the payroll reports. The school is not properly reporting fund 29114 to the PED.

*Cause:* For receipting process, the school lacked sufficient staff to further divide responsibilities. The inadvertent failure of the software to record capital assets as such was realized by management in July, but the means for correcting the error in the system had not been determined. The difference in Retiree Health Care was due to a misunderstanding of the rates to be paid for summer payroll, and that difference was properly reconciled for the auditor.

*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. We recommend that the school ensure that all capital outlay accounts are reviewed to determine whether any items should be capitalized. We recommend that during the preparation of the RHC reports, the school reconcile the amounts back to the general ledger into to avoid any differences at year-end.

*Management's Response:*

- The Office Manager receives and receipts all monies that come directly to the school by mail or hand delivery using preprinted numbered receipts. The Business Manager enters the receipts in the Apta accounting system. A new data entry clerk now prepares the bank deposit and delivers it to the bank. The bank receipt is then returned to the Business Manager.
- Management informed Auditor that capital assets were not In Service until July.
- The amount of \$778 was expensed in Apta in June for summer payrolls, but was not paid until those payrolls were released.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM (CONTINUED)**

**CS 11-07-FF Internal Controls, Material weakness and Non-Compliance and other matters (Continued)**

*Auditor's Response:*

- Assets: The school was not tracking the item that were purchased to be capitalized-regardless of whether they are placed in service, the school did purchase during the year.
- No documentation was provided by the school to reconcile the \$778 difference.

**CS 11-08-FF PED Budget Reports, Non-Compliance and other matters**

*Condition:* We also noted the beginning balance on the school's cash report for function 26000 did not agree to the prior year audited cash balance causing the financial statements to not properly roll. The cash of \$10,000 was received on July 1, 2012 and should have been included in the cash report as revenue.

*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 state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.

*Effect:* PED does not have an accurate accounting of the school activity.

*Cause:* The amount was included as the beginning balance as the grant award was received by 06/30/2012.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that the report matched the general ledger, beginning balances and the cash accounts as appropriate.

*Management's Response:* The Business Manager made an error reading the Fund Balance Report after auditor required booking the \$10,000 award as a receivable (and, therefore, revenue) as of June 30 for modified accrual basis. There are no policies or procedures that can ensure that no one will ever make a mistake.

*Auditor's Response:* The receivable should not have reflected the cash report since the school is on a modified cash basis and does not record receivables into its general ledger.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM (CONTINUED)**

**CS 12-01-FF Employee Reimbursement, Non-Compliance and other matters**

*Condition:* During our testwork, we noted one instance where an employee was reimbursed by the School for alcohol purchased while on travel. Total cost of the alcohol was \$4.29.

*Criteria:* Per NM State Audit Rule 2.2.2.10 H for Federal Compliance and OMB Cost Circular A-87 for State, Local, and Indian Tribal Governments, alcoholic beverages are unallowable costs.

*Effect:* This resulted in unnecessary costs paid by the School.

*Cause:* The business office did not notice the item during processing.

*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 allowable and solely for the benefit of the students.

*Management's Response:* Management is proposing adding a staff position, Assistant Business Manager, in the finance office to reduce the load of transactions on the Business Manager, and, hence, the number of errors. The proposed salary schedule and job description will be presented to the Governance Council at its regularly scheduled meeting on 17 September 2012.

**CS 12-02-FF Communication of Audit Report, Non-Compliance and other matters**

*Condition:* We noted during the review of the minutes that the 2011 findings were shared with the board of directors during the October 20, 2011 open meeting. The audit report was not released by the State Auditor until March 5, 2012 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.

*Cause:* The business manager was unaware of the requirements to communicate items during an open board meeting.

*Auditor's Recommendation:* We recommend that the school review procedures regarding the audit report and when it can be discussed in an open meeting.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**FF-THE MASTERS PROGRAM (CONTINUED)**

**CS 12-02-FF Communication of Audit Report, Non-Compliance and other matters  
(Continued)**

*Management's Response:* Management reviewed the procedures with the Governance Council at its meeting on 17 September.

**CS 12-03-FF Audit Committee, Non-Compliance and other matters**

*Condition:* During our review of audit committee member listing we noted that the audit committee only had two members instead of the required four that are taking on multiple roles.

*Criteria:* Per NMSA 22-8-12.3(D), each school 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 that 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:* School has been unable to recruit the necessary individuals.

*Auditor's Recommendation:* We recommend that the school find the required members to be in compliance with the State requirement.

*Management's Response:* As previously stated to auditor, management has been soliciting volunteers to fill this role. The Governance Council is contributing to this effort.

**GG-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:

Instructional Materials  
Instruction \$10,877

HB 33 Funds  
Support Services \$2,785

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**GG-THE MONTESSORI ELEMENTARY SCHOOL (CONTINUED)**

**CS 10-30-GG Budgetary Conditions, Non-Compliance and other matters (Continued)**

*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 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The school is out of compliance with State Law and the control established by the use of budgets has been compromised.

*Cause:* The School did not complete maintenance BAR's during the year to correct.

*Auditor's Recommendation:* The School should establish a policy of budgetary review at year-end and make the necessary budgetary adjustments and review of amounts being reported to PED.

*Management's Response:* Management is aware of the finding and will review the procedure to help correct the Finding.

**CS 10-31-GG Budget Adjustment Requests (BAR), Non-Compliance and other matters**

*Condition:* We noted the School did not complete a BAR for the Instructional Materials Fund for \$10,877. We also noted that they budgeted more cash carryover of \$193,897 than what was on the prior year financial statements of \$173,305 for the Capital Improvements HB-33 fund.

*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. Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**GG-THE MONTESSORI ELEMENTARY SCHOOL (CONTINUED)**

**CS 10-31-GG Budget Adjustment Requests (BAR), Non-Compliance and other matters (Continued)**

*Effect:* The school is not in compliance with State Statute.

*Cause:* The school has been instructed by the PED not to complete.

*Auditor's Recommendation:* The School must be familiar with 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 issue concerning BARS. PEDs' Budget and analysis unit has stated that a BAR does not need to be done in the case presented by the auditors above. This has been an ongoing recommendation by the unit for the last 10 plus years and is not a requirement in PEDs' manual of procedures. It seems that this finding should be placed as an auditor recommendation as a management comment and that PED place the new requirement in the Manual of Procedures for the next FY.

*Auditor's Response:* Per NMSA 6.20.2.10B BARs should be completed for all changes to the operating budget.

**CS 12-01-GG ERB/RHC Contributions, Non-Compliance and other matters**

*Condition:* During our testwork we noted the following:

- Education Retirement Board (ERB) payments for December 31, 2011 (\$19,791) and March 31, 2012 (\$29,888) were not paid until January 23, 2012 and April 19, 2012, respectively.
- Retiree Health Care (RHC) for July 31, 2011 (\$479) was not submitted until September 2, 2011.

*Criteria:* Per the ERB rules, the electronic reports, consisting of salaries and contributions and demographic information, must be sent by the 15<sup>th</sup> of the month following the month covered by the Report. The form must be faxed the same day that the contributions are electronically submitted, no later than the 15<sup>th</sup> of the month following the month covered by the Report. Monthly contributions to the Retiree Health Care (RHC) are required to be remitted no later than the 10<sup>th</sup> of the following month, per NMSA 1978 10-7C-15.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**GG-THE MONTESSORI ELEMENTARY SCHOOL (CONTINUED)**

**CS 12-01-GG ERB/RHC Contributions, Non-Compliance and other matters  
(Continued)**

*Effect:* In accordance with the Educational Retirement Act and ERB rules, penalties will be assessed to the administrative unit when contributions and/or reports are not remitted by the due date.

*Cause:* The deadlines for submitting the reports were missed by the Business Manager.

*Auditor's Recommendation:* We recommend School implement a monthly review by the finance committee of all payments to ensure that ERB/RHC payments are processed and paid in a timely manner.

*Management's Response:* Management is aware of the finding and will review the procedure to help correct the Finding.

**CS 12-02-GG Procurement Code, Non-Compliance and Other Matters**

*Condition:* During our procurement test work, we noted the School could not locate the bid support on one out of two contracts tested. We could not determine whether school followed procurement requirements. Total cash disbursements were \$40,468.

*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 could be overpaying for goods.

*Cause:* The school misplaced the bid documents.

*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:* Management is aware of the finding and will review the procedure to help correct the Finding.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**GG-THE MONTESSORI ELEMENTARY SCHOOL (CONTINUED)**

**CS 12-03-GG-Internal Control Structure, Non-Compliance and other matters**

*Condition:* We noted the school does not have policies and procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The school incorrectly reported the revenue amounts to the PED. By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* The school was relying on the PED to catch errors related to the RFRs.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We also recommend that procedures be implemented once received to ensure that once the RFR is received that the account coding be reviewed to ensure that amounts have been posted to the correct PED chart of accounts.

*Management Response:* Management is aware of the issue concerning RFRs'. All RFRs' have to have all the Back attached to be approved by PED. The backup includes all BARS, purchase orders, Invoices, and award letters that have all been approved by one of the following: PED, School Governance council, School Director, and school Business Manager. It seems that this finding should be placed as an auditor recommendation as a management comment. The School did not incorrectly report any of its RFRS' to PED.

*Auditor's Response:* We recommend that the school have procedures in place to create a control within the school since the business manager performs the entire RFR process.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**GG-THE MONTESSORI ELEMENTARY SCHOOL (CONTINUED)**

**CS 12-04-GG Audit Committee, Non-Compliance and other matters**

*Condition:* During our review of audit committee member listing we noted that the school only has two of the four required members.

*Criteria:* Per NMSA 22-8-12.3(D), each school 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 that 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:* Members that were to be voted on the committee stepped down in August 2012.

*Auditor's Recommendation:* We recommend that the school find the required members to be in compliance with the State requirement.

*Management's Response:* Management is aware of the finding and will review the procedure to help correct the Finding. The members that were on the committee stepped down in August 2012. The Council is in the process of finding a new members as required.

**HH-THE NEW AMERICA SCHOOL**

**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 \$892 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 that policies and procedures be implemented that tracks and maintains all items relating to cash receipts.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 11-01-HH Timely Deposits, Non-Compliance and other matters (Continued)**

*Management's Response:* The New America School-New Mexico has adopted policies and procedures to ensure that all deposits are time marked when received and then deposited within 24 hours in compliance with the NMAC. Policies and procedures have been and will be routinely reviewed with the appropriate personnel in order to ensure compliance.

**CS 11-02-HH Disbursements, Significant Deficiency and 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 one receipt could not be located for a total of \$32. We also noted sales tax was paid for tangible items in the amount of \$130 (school is exempt from state gross receipts tax). Finally, we noted that the school paid for student appreciation gift cards in the amount of \$30. We could not determine where these items were posted in the general ledger to determine if allowable. No documentation was provided showing gift cards went to students.

*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 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:* Principal 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:* Policy and procedures will be reviewed to ensure that the school will be in compliance with the NMAC in respect to review of allowable expenditures. Management will work with the new principal in regards to use of the credit card and the determination of allowable and unallowable expenditures. Additionally the New America School-New Mexico is researching the option of a "P-Card" and if this is available to NASNM the credit card issued by NAS Colorado, a Non-profit associated with NASNM by contract will be terminated.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 11-03-HH PED Budget reports/BARS, Non-Compliance and other matters**

*Condition:* We noted that two accounts on the actuals uploaded to PED had different expenditures than what was recorded in the general ledger for the operational fund of \$3,120. In addition, we noted the school did not complete a BAR for the increase in Instructional Materials Fund of \$4,945.

*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 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The school has reported inaccurate expenditures.

*Cause:* The business manager made the change manually on the actuals upload to expedite the approval of the cash report but did not make the journal entry to correct the GL.

*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:* For the amount of \$3,120, the NMPED asked that the school reclassify this amount from the teacher salary line to the teacher additional compensation line for employees that were paid specifically to administer tests. The NMPED did so because there was no specific job class within the UCOA for this type of employee. The business manager made the change manually on the actuals upload to expedite the approval of the cash report but did not make the journal entry to correct the GL. The business manager will make all changes to the GL prior to any adjustments to the actuals upload.

Management is in disagreement with the amount not budgeted of \$4,945 for the Instructional Materials Final Allocation being a finding. In talks with Susan Lucero of the DFA, schools have the option to budget the increase in allocation and must do so if the school plans to expend any of the increase to the allocation. She also stated that the school also has the option, with the Instructional Materials fund, to budget the increase to the allocation into the following year's Initial Budget upload.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 11-03-HH PED Budget reports/BARS, Non-Compliance and other matters  
(Continued)**

*Management's Response:* The school ended FY12 with available budget of over \$17,000 in this fund of which it had no intentions of expending and had budget plans to carry that amount as well as the final allocation from FY12 into FY13. Because the school never came close to exceeding its budget authority, a BAR was never introduced for the final allocation as it was not to be used until the following FY.

*Auditor's Response:* The School should budget all available funds.

**CS 11-04-HH Anti-Donation, Non-Compliance and other matters**

*Condition:* During our audit we that the Principal is driving home 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:* Management is aware of the former principal's use of the vehicle during FY12. The current principal does not use the vehicle in the same manner and it will not be a take-home vehicle for any New America School-New Mexico employee.

**CS 12-01-HH Procurement Code, Non Compliance and Other Matters**

*Condition:* During our procurement test work, we noted the School did not go out to bid on two out of seven contracts tested. Both had total cash disbursements for goods over \$20,000. Total cash disbursements were \$32,471 and \$69,128.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 12-01-HH Procurement Code, Non Compliance and Other Matters (Continued)**

*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 could be overpaying for goods.

*Cause:* The school did not expect to make purchases over the state procurement requirement.

*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 currently has policies and procedures that reflect the requirements of the NMAC for purchasing. Management will review the requirements with the school's new principal to ensure that the New America School-New Mexico is compliant. For the amount of \$69,128, the purchase of goods was from Beck Total Office Interiors who gets their goods from an approved provider. As other charter schools have done, the New America School-NM will ensure that future purchases are made direct from the providers with the approved contracts. The National IPA that Beck Total Office Interiors used for the purchases was number 07001. For the amount of \$32,471, the total of the purchase was for both goods and services. Management is of the understanding that in a hybrid purchase of this nature the lower amount for procurement is used. Future purchases of both goods and services from a single provider totaling over \$20,000 will follow the required bid process.

**CS 12-02-HH Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our fieldwork we noted the following:

- We noted the purchase requisition and purchase order (dated April 18, 2012) were approved after the services were invoiced from the vendor (services provided from September 15, 2011 through March 22, 2012). We noted total amount of invoice was \$4,660.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 12-02-HH Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Condition (Continued):*

- We noted that purchase order was approved on February 21, 2012 after services were invoiced on January 12, 2012. We noted total amount was \$25. In addition, we could not determine if the payment was made for valid business expenses. As no receipts were provided showing purpose.
- We noted purchase requisition for \$120 was not dated. Therefore, we were unable to determine if the request was made before the expenses were incurred.
- We noted that the purchase order was approved on February 21, 2012 after the expense was incurred on January 11, 2012. We noted total amount was for \$37.
- We noted purchase requisition for \$48 was not dated. Therefore, we were unable to determine if the request was made before the expenses were incurred.
- We noted that school inappropriately recorded the receipt of federal funds of \$4,007 for the Food Services Fund to object 41604 (fees) instead of to object 44500 (restricted grants).
- We noted that the principal was able to request a duplicate payroll check be paid for a direct deposit in the amount of \$2,773. The duplicate check could not be recovered from the principal. In addition, she we noted she had access to blank check stock and was able to sign checks up to \$10,000.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 12-02-HH Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Effect:* Purchases could be made without proper approval and expenditures could be reported inaccurately to PED or misclassified in the improper fund, which could lead to funds being overspent and balances misstated. Funds requested for reimbursement could be disallowed and funding could be lost.

*Cause:* Processes and procedures in place were not followed in their completeness.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure that all purchases are approved in accordance with school policies and procedures and requests for reimbursement are reviewed prior to being submitted to PED.

*Management's Response:* Policies and procedures are in place to ensure that all requisitions and purchase orders precede receipt of goods and/or services as well as the invoices. We will work with the school to reinforce the policies and procedures concerning procurement are followed at all times.

**CS 12-03-HH Bank Reconciliations, Non-Compliance and other matters**

*Condition:* During our testwork, we noted that bank reconciliations for the student activity account were not being completed timely.

*Criteria:* Per NMAC 6.20.2.14 (K), 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 the department and misstating the cash balance in its quarterly cash reports submitted to the department.

*Cause:* The student activity was not being maintained on the APTA.

*Auditor's Recommendation:* We recommend the School implement procedures to maintain the student activity fund on APTA, as well as reconcile the student activity bank account monthly to the general ledger and ensure that the reconciliation be properly reviewed.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**HH-THE NEW AMERICA SCHOOL (CONTINUED)**

**CS 12-03-HH Bank Reconciliations, Non-Compliance and other matters (Continued)**

*Management's Response:* The school's business manager was not aware of the activity account that the school had in FY12. Management currently has access to view the account activity online as well as to obtain bank statements on a monthly basis which are used to reconcile the bank account in a timely manner. Through action from the governing council in order to prevent abuse, the bank account has been added to the AptaFund accounting software along with the school's main bank account and is tracked separately with its own fund code. Furthermore, all checks to be cut from July 1, 2012 going forward will be done so using the AptaFund software and will follow all the requirements of the procurement code.

**CS 12-04-HH PED Cash Report, Non-Compliance and other items**

*Condition:* The beginning cash balances in the PED Cash Report for the Operational Fund did not agree to the prior year amount. We noted differences of \$53.

*Criteria:* Per state audit rule, the audit report of each school district shall include a cash reconciliation schedule which reconciled the cash balance as of the end of the previous fiscal year to the cash balance at the end of the current fiscal year.

*Effect:* The PED does not have an accurate accounting of the School's activity.

*Cause:* The Schools cash report does not include adjustments previously made to the general ledger.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to ensure that all adjustments be completed before the final reports are submitted to the department. Additionally, an individual should review the report to ensure that the report matched the general ledger and the cash accounts as appropriate.

*Management's Response:* All adjustments to the General Ledger will be made prior to submission of the actuals and cash report to the NMPED. Adjustments will be made by the school's business manager and subsequently reviewed by one of the other licensed business managers at the NMCCS to ensure that an accurate accounting of the school's activity is submitted.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-TIERRA ADENTRO**

**CS 12-01-II Internal Control Structure, Non-Compliance and other matters**

*Condition:* The school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated.

*Cause:* The school is relying on the controls of the PED for the review of their RFR's.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED.

*Management Response:* The school is not relying on PED for the reviews of RFRs. All expenditures are reviewed and approved at our monthly finance meeting. Once the expenditures are approved, the business manager entered RFRs with approved expenditures and appropriate backup into OBMS for PED approval.

*Auditor's Response:* RFR's should be reviewed in order to verify accuracy that approved expenditures are being requested and posted in the correct funds.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-TIERRA ADENTRO (CONTINUED)**

**CS 12-02-II Prepayment for services, Non-Compliance and other matters**

*Condition:* We noted that 2 of 2 contractors tested are being paid before services are being completed.

- We noted one of the contractors tested submitted an invoice on 8/24/2011 for services provided from 8/16/2011 thru 8/31/2011. We noted the school paid the invoice on 8/24/2011. Invoice amount was \$12,000.
- We noted one of the contractors tested submitted multiple invoices for payment before services were rendered. Total amount prepaid was \$28,348.

*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...”

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:* As a result the school is out of compliance with state law.

*Cause:* These payments were made when all of the other disbursements were processed causing to be made in advance.

*Auditor's Recommendation:* The school should 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 should update policies, procedures, or contract language to make sure that all services have been properly performed before payment has been made.

**CS 12-03-II 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 56112, 56114 and fund 24101 function 1000 accounts 56112, 56114.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-TIERRA ADENTRO (CONTINUED)**

**CS 12-03-II PED Budget Reports, Non-Compliance and other matters (Continued)**

*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 account coding was not changed 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:* When uploading expenditures into OBMS, object code 56114 was required instead of object code 56112. We manually changed this in the system but forgot to change it in the ledger. In the future the correct object code will be used for the purchase of other textbooks.

**II-VILLAGE ACADEMY**

**CS 11-04-JJ Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted

- The School did not complete a BAR in the amount of \$282 for the difference between the original budgeted amount and final allocation amount for the Instructional Materials Fund.
- The School budgeted \$1,328 more carryover than the School had available to budget for the Impact Aid Indian fund.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-VILLAGE ACADEMY (CONTINUED)**

**CS 11-04-JJ Budget Adjustment Requests (BARs), Non-Compliance and other matters (Continued)**

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* The budget analysts at PED requested only BARs above \$1,000 be submitted.

*Auditor's Recommendation:* We recommend that all BARs be properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* In the future all BARs will be properly completed for all funds received and will be submitted to the board and PED for approval. Also, special attention will be given to comparison of budgeted amounts to actual available budget to insure that amount is correct.

**CS 12-01-JJ Internal Control Structure, Significant Deficiency and Non-Compliance and other matters**

*Condition:* During our fieldwork we noted the following:

- The school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.
- The school carried a balance from prior year (FY 2011) due to the government that was not paid. The school's grant for fund 27154 expired and funds of \$6,148 are due back to the State.
- The school submitted request for reimbursement after deadline for fund 24106 resulting in PED disapproving reimbursement for expenditures in the amount of \$2004.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**JJ-VILLAGE ACADEMY (CONTINUED)**

**CS 12-01-JJ Internal Control Structure, Significant Deficiency and Non-Compliance and other matters (Continued)**

*Criteria (Continued):* The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

Sound business practices require that payments be made timely.

*Effect:* The school could be requesting for expenditures that are not considered allowable to the grant. Additionally, the school had funds that no longer belong to them.

*Cause:* The school only has one business person on staff that completes all of the RFR process. The school has not received instructions regarding where to return the funds. Numerous attempts were made to submit reimbursement for fund 24106 and was denied due to message that insufficient budget existed. Susan Lucero was contacted and she informed Business Manager that he would be able to submit for reimbursement as window for RFR would be re-opened to submit.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over the request for reimbursements to ensure the duties of preparing and approving a RFR are segregated and expenditures are accurately reported to PED. We also recommend that any amounts owed to the State are paid timely.

*Management Response:*

- Reimbursement requests: All reimbursement requests will be reviewed by Business Manager and Principal for completeness of form prior to submission to the state.
- Fund 27154: These funds were received up-front from the funding source to be utilized for mentoring new teachers, but we were unable to use these funds as the school did not have new teachers. No expenditures were incurred for this fund; therefore, no RFR were submitted. These monies will be returned to the funding source.
- Fund 24106: Business Manager has contacted PED (Susan Lucero) in regards to submitting RFR for Fund 24106 in the amount of \$2004.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-VILLAGE ACADEMY (CONTINUED)**

**CS 12-02-JJ Bylaws and Communication of Audit Report, Non-Compliance and other matters**

*Condition:* During our review of the board minutes we noted the following:

- The 2011 audit findings were shared with the board of directors during the September 12, 2011 open meeting. The audit report was not released by the State Auditor until March 5, 2012 and was not allowed to be discussed with the board until 5 days after the release date.
- The board was not complying with its current bylaws regarding meeting times, re-election of Governance Council Board Members, nominating committees, voting procedures and advertising, Sandoval County and Rio Rancho Chamber of Commerce and non-members from communities.

*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.

Per the school's bylaws, council members will have three-year terms. Six seats will be elected. By the preceding first of February, a nominating committee to suggest potential Governance Council members shall be formed. No later than the April meeting of the Governance Council, the nominating committee shall present a slate of candidates. Additional candidates for those positions may be nominated at the March and April Governance Council meetings. Elections shall be held by May 15<sup>th</sup>. Two seats will come up for re-election each year. The results of elections to fill the anticipated term expirations shall be tallied and disclosed by the Governance Council before June 1. The Governance Council will meet at least once a month to discuss the Village Academy operations and to hear reports and updates from Council Members, committees, and the Parent Staff Organization to consider and to adopt or change policy, and to consider requests and concerns from parents, students, teachers, and administrators and other business. All actions taken by the Governance Council will require a majority vote of those council members present. Each meeting of the council shall be considered a different session from other such meetings; thus motions or questions from one session or meeting can be renewed in another meeting, in accordance with the applicable section of Roberts Rules of Order and the Open Meetings Act (NMSA 1978, Sec 10-15-1-4)

*Effect:* The school could face penalties for non-compliance with the Open Meetings Act and bylaws. The State could also place the school on probation.

*Cause:* The school forgot about the requirements of the open meetings act and due to changes in the principal the bylaws didn't get properly approved.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**II-VILLAGE ACADEMY (CONTINUED)**

**CS 12-02-JJ Bylaws and Communication of Audit Report, Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend that the school review procedures regarding the audit report and when it can be discussed in an open meeting. We also recommend that the bylaws be reviewed with the current board to ensure compliance.

*Management's Response:* In the future, the Audit Report will not be discussed with the board until it is released by the State Auditor. As for the bylaws, they will be reviewed by the Principal and changes will be made and submitted to board for approval so as to be in compliance.

**KK-CORAL COMMUNITY SCHOOL**

**CS 12-01-KK Penalties/Fees, Non-Compliance and Other Matters**

*Condition:* During our testwork we noted the school incurred a \$10 penalty for failing to file with the taxation & revenue department. A CRS number was established and no activity was reported for the first quarter

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Per OMB Circular A-87, fines, penalties, damages or other settlements resulting from violations of, or failure of the governmental unit to comply with, Federal, State, local or Indian tribal laws and regulations are unallowable.

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:* These penalties are unnecessary costs paid by the School. The school could be misusing funds intended for the benefit of the students.

*Cause:* The school was in the start-up year and had limited personnel to perform business functions.

*Auditor's Recommendation:* We recommend that the school monitor these reports to ensure reports are submitted timely and no further penalties are incurred.

*Management's Response:* These returns are being timely filed now, so we should not have any more penalties.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**KK-CORAL COMMUNITY SCHOOL (CONTINUED)**

**CS 12-02-KK Bank Reconciliations & Bank Accounts, Non-Compliance and other matters**

*Condition:* During our testwork, we noted the following

- No evidence that the bank reconciliation was reviewed for the June 2012 bank reconciliation.
- A check was improperly identified as "outstanding" on the reconciliation and was not paid until July 3, 2012
- Checks do not have "void after one year from date"

*Criteria:* Per NMAC 6.20.2.14 (K), 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. Further, 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

*Effect:* The School could be misstating revenues and expenses when reporting budget amounts to the department and misstating the cash balance in its quarterly cash reports submitted to the department.

*Cause:* The school kept track of activity on excel, causing errors to be made.

*Auditor's Recommendation:* We recommend the School reconcile bank accounts monthly to the general ledger and that all reconciliations be properly reviewed.

*Management's Response:* The school administrator will be signing all bank reconciliations and we have ordered a stamp that says "void after one year"

**CS 12-03-KK Disbursements-Lack of Authorization, Non-Compliance and other matters**

*Condition:* We noted one out of twenty checks did not contain the two signatures as required by the School's internal control procedures. The total amount of the check was \$4,162. We also noted that the disbursement did not contain a Purchase Order as required by school policy.

*Criteria:* NMAC 6.20.2.17 states that a school must establish procedures for purchasing and follow them. Per school internal control policies, "checks are to be signed by two authorized persons".

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**KK-CORAL COMMUNITY SCHOOL (CONTINUED)**

**CS 12-03-KK Disbursements-Lack of Authorization, Non-Compliance and other matters (Continued)**

*Criteria (Continued):* 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. An internal control structure over purchasing shall be established and maintained to assure compliance with school district policy, and state and federal regulations.

*Effect:* This could result in inadequate authorization of expenditures. Further, the general ledger could contain inaccuracies.

*Cause:* The school was in the start-up year and had limited personnel to perform business functions.

*Auditor's Recommendation:* We recommend that school follow policies and procedures and implement procedure to ensure that all checks have two signatures before they are sent out. Also, Purchase Orders should be issued for all disbursements.

*Management's Response:* We will make sure all checks are signed with two signatures.

*Auditor's Response:* We also recommend that school policies be reviewed concerning purchase orders.

**CS 12-04-KK Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School did not submit actual revenue and expenditure uploads to OBMS for the 4<sup>th</sup> Quarter Operating Budgets.

*Criteria:* Per NMAC 6.20.2.9(E) 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:* Federal expenditures were not reported to the PED through OBMS and could be missed in the inclusion of the reporting of federal expenditures.

*Cause:* The school had to submit directly to the PED as they had issues uploading to APTA.

*Auditor Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter to ensure reporting information is submitted timely.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**KK-CORAL COMMUNITY SCHOOL (CONTINUED)**

**CS 12-04-KK Budgetary Conditions, Non-Compliance and other matters  
(Continued)**

*Management Response:* This finding is simply not true – the actuals were sent to PED prior to the July 31<sup>st</sup> deadline – since we had very few checks at that time, and the school was new – the APTA system was not purchased. We were told that they would input the data into the system. So actual revenue and expenditures were submitted on time. Since that time we were told to go back and use a template and upload ourselves, the template did not work and we could not get anyone to explain to us why. So we were told the numbers would be given to another person at PED – we did not hear if they were successful or not, so when we called, we found out that person had quit. So back to square one, we have decided to wait until APTA is installed and submit them at that time.

*Auditor's Response:* We recommend that the school upload the necessary information into OBMS allowing the PED to review and approve.

**LL-ESTANCIA VALLEY CLASSICAL ACADEMY**

**CS 12-01-LL PURCHASE ORDERS, Significant Deficiency and Non-compliance and other matters**

*Condition:* During our test work over disbursements, we noted 9 instances totaling approximately \$25,000 where the PO was issued and approved after the date of the vendor invoice, which was for services for the 2011-2012 school year.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, “every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.”

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**LL-ESTANCIA VALLEY CLASSICAL ACADEMY (CONTINUED)**

**CS 12-01-LL PURCHASE ORDERS, Significant Deficiency and Non-compliance and other matters (Continued)**

*Cause:* The schools approver of PO's was unavailable when needed as the school did not have a full staff during planning year.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase order are segregated and that all purchases are approved in accordance with school policies and procedures.

*Management's Response:* Due to circumstances beyond EVCA's control, the school found it necessary to incur costs before a PO was generated. Nevertheless, EVCA had been granted planning and implementation year funds as October 2011. The APTA software was not functional until January 2012. EVCA now writes a purchase order prior to incurring the cost and therefore, the amounts reported to PED are accurate and actual funds are properly recorded.

**CS 12-02-LL Expenses Improperly Coded, Non-Compliance and other matters**

*Condition:* We noted an invoice of \$5,863 for the purchase of student desks, filing cabinets, and tables which was coded in the general ledger to 56118 (General Supplies & Materials) instead of 57332 (Supply Assets - \$5,000 or less). Additionally, we noted that \$786 for Consultants mileage reimbursement was coded to 53414 (Other Professional Services - Other Services) instead of 55818 (Travel and Training,-Other Travel - Non Employee).

*Criteria:* The New Mexico Public Education Department (PED) designed and developed the Uniform Chart of Accounts to establish an accounting and financial reporting framework that satisfies the requirements of fiscal integrity and accountability to taxpayers and other stakeholders. Information is obtained and provides comparable data when combined for all school districts and charter schools. All New Mexico school districts and charter schools are required to use the Uniform Chart of Accounts.

*Effect:* Use of an improper account would provide inaccurate information to the New Mexico Public Education Department.

*Cause:* School was learning the chart of accounts.

*Auditor's Recommendation:* We recommend the school review each invoice, identify the purpose of the purchase and properly code the expense to appropriate account.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**LL-ESTANCIA VALLEY CLASSICAL ACADEMY (CONTINUED)**

**CS 12-02-LL Expenses Improperly Coded, Non-Compliance and other matters  
(Continued)**

*Management's Response:* This was a new chart of accounts for EVCA. Although the detail level account was incorrect, the account rolls up to the same level "1000". Therefore, this misstatement does not affect the presentation of the financial statements. In the future, all coding will be reviewed and verified for propriety.

**CS 12-03-LL PED Budget Reports, Non-Compliance and other matters**

*Condition:* The YTD expenditure amounts that were reported to PED on the budget to actual report for the 4<sup>th</sup> quarter did not agree to the General Ledger for fund 24146. Total expenditures reported was \$92,830. Total expenditures per General ledger was \$72,486.

*Criteria:* According to State regulation 6.20.2.11 (B)(6), NMAC 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:* This was due to the school originally submitting the reports with accounts payable entries, that were subsequently deleted.

*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:* This was an isolated, non-recurring, manual error. The responsible party for AP was unaware of the manual procedure necessary to switch to a new year in APTA. The assumption was, that is if the check was cut after 6/30/12, the disbursement would effect cash in FY2013. However, this is not the case. In order to properly present the disbursement, one must manually switch to the new FY in APTA. This error was corrected and will not be repeated as the system limitations are now known. Additionally, A/P responsibilities have been transferred to NMCCS.

**MM-LA JICARITA COMMUNITY SCHOOL**

No Current Year findings

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**NN-LA RESOLANA LEADERSHIP ACADEMY**

**CS 08-89-NN Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operational Fund	
Instruction	\$46,395
IDEA B	
Support Services	\$3,468

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* Final adjustments were not able to be presented to the governing council before year end

*Auditor's Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management Response:* Budgets are reviewed with BARs taken to the governing council meetings. However, final adjustments were not able to be presented to the governing council before year end. The PED is now allowing final BARs to be made with reports to the governing council after the fiscal year. This should resolve this issue.

**CS 12-01-NN Timely Deposits, Non-Compliance and other matters**

*Condition:* During our cash receipts test work, we noted that a check in the amount of \$1,156.73 was deposited on September 20, 2011; we noted there was no cash receipt or date stamp showing when the funds were received. We also noted there is no one reviewing the lunch money received from the students or parents before the monies is being deposited.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**NN-LA RESOLANA LEADERSHIP ACADEMY (CONTINUED)**

**CS 12-01-NN Timely Deposits, Non-Compliance and other matters (Continued)**

*Criteria:* NMAC 6.20.2.14.C states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

*Effect:* Cash could go missing causing students to not retain the benefit of the funds received.

*Cause:* The school was not writing a receipt or maintaining a cash receipts log for checks received.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented that tracks and maintains all items relating to cash receipts and ensures deposits are made timely.

*Management's Response:* Management will work with the school to emphasize policies and procedures in order to adhere to the cited criteria. Review of current policy and procedure will be conducted to address the limited school staff.

**CS 12-02-NN Stale Dated Checks, Non-Compliance and other matters**

*Condition:* During cash test work, we noted 1 checks that was written over a year ago for a total of \$729 listed as outstanding checks on the June 30, 2012 bank reconciliation.

*Criteria:* Per Section 6-10-57, NMSA 1978 whenever any warrant issued by the state, county, municipality, school district or special district is unpaid for one year after it becomes payable, the fiscal officer shall cancel it.

*Effect:* The School does not have an accurate understanding of their cash position.

*Cause:* Management has not monitored outstanding checks during monthly review of the bank reconciliations.

*Auditor's Recommendation:* We recommend that the stale 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 inappropriate to void the check.

*Auditor's Response:* We noted the outstanding check on the bank reconciliation is from July 2010.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**OO-LA TIERRA MONTESSORI SCHOOL FOR THE ARTS & SCIENCES**

No Current Year findings

**PP-MCCURDY CHARTER SCHOOL**

**CS 12-01-PP Travel & Per Diem, Non-Compliance and other matters**

*Condition:* During our testwork, we noted that one out of one transaction tested, the School did not use the statutory mileage reimbursement rate for local governments. The School reimbursed the employee at a rate of \$0.44 per mile for a total underpayment of \$40. We noted no approval in minutes of reduced rates.

*Criteria:* Per NMAC 2.42.2.11(c) provides that public officers and employees of local public bodies may be reimbursed for mileage accrued in use of private conveyance in the discharge of official duties, at the statutory rate unless such rates have been reduced by governing bodies of the local public body pursuant to Section 10-8-5 (D) NMSA 1978.

*Effect:* An employee was under paid by \$40.

*Cause:* The school was not aware that a reduction to the statutory reimbursement rate was required to be approved by the Governing Council.

*Auditor's Recommendation:* We recommend that the school create a travel policy for mileage and that the school reimburse the employee.

*Management's Response:* McCurdy school will create a travel policy for mileage, housing and meals.

**CS 12-02-PP Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our test work of purchase orders, we noted one instance where the school did not approve a purchase order before services were attained and invoice was received. The total amount of the purchase order was \$439.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**PP-MCCURDY CHARTER SCHOOL (CONTINUED)**

**CS 12-02-PP Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Effect:* The school is not following procedures as noted in the school charter.

*Cause:* The individual requesting the item failed to obtain written approval before the purchase was made.

*Auditor's Recommendation:* We recommend that the school review all financial policies noted in the school charter and follow them.

*Managements Response:* McCurdy school will meet with all Administrative staff and Business staff to review financial policies.

**QQ-MISSION ACHIEVEMENT & SUCCESS**

**CS 12-01-QQ Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our test work we noted the following:

- We noted one instance where a Purchase Order was issued without the use of an approved Purchase Requisition. Total amount of purchase was \$3,441.
- We noted the school does not have policies in procedures in place for the review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy of the RFR.

*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.

As stated in the schools internal controls policies and procedures approved purchase requisitions are needed to verify available funds, verify correct coding/classification and to record the encumbrance in the Financial Management System. Pre numbered purchase orders are issued by the Business Technician once requisitions have been entered into system.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**QQ-MISSION ACHIEVEMENT & SUCCESS (CONTINUED)**

**CS 12-01-QQ Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Effect:* Unauthorized or incorrect transactions may occur. The school is relying on the controls of the PED in order to verify RFR amounts and allowability. By not having review of expenditures and RFR's errors could go un-detected causing the possibility of funds to be paid back to the grantor.

*Cause:* School was relying on PED review. The individual requesting the item failed to obtain written approval of a PR before the purchase was made.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase requisitions are segregated and that all purchases are approved in accordance with school policies and procedures. Management should consider implementing a review process in place for reimbursements to ensure completeness.

*Management's Response:* The school is reviewing its internal control policies and procedures. The procedures will ensure appropriate controls including segregation of duties.

**RR-RALPH J. BUNCHE ACADEMY**

**CS 09-164-RR Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our fieldwork we noted the following:

- We noted the school has not returned unspent funds back to the government from FY 10. The due back to the government totals \$167.
- The Educational Retirement Board payments had differences of \$208 from the G/L. It appears the employee amounts were overpaid during the year but never returned.

*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.

Per compliance with the State of New Mexico Public School Capital Outlay Council and the Public School Facilities Authority, the lease payment assistance grant reimbursements may only be used for lease payments to the building with an approved lease agreement.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**RR-RALPH J. BUNCHE ACADEMY (CONTINUED)**

**CS 09-164-RR Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Effect:* The financial statements could be misleading.

*Cause:* The amount of \$167 was intended to be returned, but upon calling the department listed on the original award letter it was determined that the department had been reorganized within the NMPED. In regards to the amount of \$208, the change in ERB percentages per the legislature were not immediately changed on the AptaFund accounting software. The differences were noted, however, there was no follow through to repay the employees affected by the error.

*Auditor's Recommendation:* We recommend accounts be reviewed before they are posted to the general ledger and that Educational Retirement Board Payments be reconciled to the general ledger. We also recommend unspent funds be returned to the government to clear the liability from the general ledger.

*Management's Response:* Management originally attempted to contact Sally Wilkinson who was listed on the original award letter for fund 27549 to no avail. Management has contacted the school's budget analyst as well as Maria Fidalgo in an attempt to return the unexpended SB 471 Library Fund allocation of \$167 that went unexpended. The school will return the allocation once directed by the NMPED.

Management has successfully reconciled the variance of \$208 on the NMERB reconciliation and has determined the employees to be refunded. Amounts will be returned to the appropriate employees once it is determined that the liabilities exist in the correct funds within the GL.

**CS 09-172-RR      PED Budget reports /BARS, Non-compliance and other**

*Condition:* During our testwork, we noted:

- We noted that the actual uploaded to PED had ending cash balances that did not agree to the general ledger for the state flow-through funds. Difference of \$167.
- The School did not complete a BAR for the increase in allocation to the Instructional Materials Fund. The increase in allocation totaled \$1,014.
- We noted the school budgeted \$67,253 in revenues for the Building Blocks Federal Stimulus fund, while only \$64,277 was remaining to be spent.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**RR-RALPH J. BUNCHE ACADEMY (CONTINUED)**

**CS 09-172-RR      PED Budget reports /BARS, Non-compliance and other  
(Continued)**

*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 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The school is in violation of NMAC 6.20.2.9.

*Cause:* Adjustments to reconcile federal funds were not completed before reports were submitted.

*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:* The difference of \$167 noted is directly related to the fund 27549 allocation that is to be returned to the state. Once returned, the difference will be reconciled. Management disagrees with the requirement to budget all increases in allocation if there is no intent to use budget authority. In correspondence with Susan Lucero of the DFA, the increased allocation for Instructional Materials is allowed to be budgeted in the FY13 budget if there is no need or intent to spend in FY12. Furthermore, the school did not exceed the budget authority in fund 14000. The amount budgeted for the Building Blocks grant was the amount that the grant managers asked be submitted in order for the BAR to be approved. The grant managers and the school reconciled the fund so that \$0 remained regardless of the budget authority that appeared on the actuals upload. The fund is now closed and will be of no concern for FY13.

*Auditor's Response:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. All changed in funding should be budgeted.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**RR-RALPH J. BUNCHE ACADEMY (CONTINUED)**

**CS 11-45-RR Late Fees, Account Coding, Non-Compliance and other matters**

*Condition:* During our testwork of rent expense, we noted the School paid \$944 in late fees for rental payments. We noted that the late fees were posted to the general ledger account code for rent expense. Of this amount, we noted \$151 in late fees was submitted for reimbursement through the PSCOC award fund.

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Sound business practices require that payments to vendors be made timely. Further, per NMAC 6.20.2.13, all schools shall establish and maintain a general ledger in accordance with GAAP and will be comprised of individual funds and account groups using the department's uniform chart of accounts to ensure transactions are coded properly.

*Effect:* This resulted in unnecessary costs paid by the School.

*Cause:* The client was used to paying by the 15<sup>th</sup> of the following month, while the new landlord changed the due date to the 5<sup>th</sup> of the following month during the fiscal year.

*Auditor's Recommendation:* We recommend the School implement policies and procedures to ensure that vendors are paid timely to avoid the payment of late fees.

*Management's Response:* The school's lessor had a change in management which became more stringent on the date that the lease payment was to be due. The initial management team understood that the school would receive their Operational SEG funding sometime between the 15<sup>th</sup> and 20<sup>th</sup> of each month. The new management followed the lease agreement that payments were due no later than the 5<sup>th</sup> of each month. The school made adjustments during FY12 and no payments were made late in CY12. Ongoing procedures are in place to ensure that no late fees are incurred and/or paid.

**SS-RED RIVER VALLEY**

**CS 12-01-SS Fixed Asset and Supply Asset Inventory, Material Weakness**

*Condition:* During our testwork, we noted that the school did not perform a physical inventory of fixed assets at the end of the fiscal year. We also noted that the school did not perform a physical inventory of their supply assets (assets under \$5,000 which includes furniture, computers, and books). Additional testwork was performed and a determination was made that material fixed asset balances had been erroneously excluded.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**SS-RED RIVER VALLEY (CONTINUED)**

**CS 12-01-SS Fixed Asset and Supply Asset Inventory, Material Weakness  
(Continued)**

*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. For supply assets, per State Audit Rule, regarding the safeguarding of assets that do not meet the capitalization threshold, the State Auditor encourages agencies to maintain a separate accountability report for those items that costs \$5,000 or less. Per NMAC 6.20.2.11, appropriate internal control procedures shall be adopted by the local board within a school district to safeguard its assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies.

*Effect:* A material adjustment was posted to the fixed assets in the current year. The lack of proper physical inventory and reconciliation procedures poses the risk of misstatement and misappropriation of assets going forward.

*Cause:* Adequate records were not maintained when the School operated under the Questa School District. The School was unaware that sound business practices require the school to take a physical inventory of fixed assets as well as assets that fell below the capitalization threshold.

*Auditor recommendation:* We recommend the School implement policies and procedures to ensure a physical inventory is taken of all assets annually and is properly reconciled to accounting records as necessary.

*Management response:* Red River Valley Charter School will develop an inventory policy and procedure which addresses the annual inventory of fixed assets and assets below the capitalization threshold.

**CS 12-02-SS General ledger account coding, Non-Compliance and Other Matters**

*Condition:* During our testwork, we noted that the school does not follow the PED chart of accounts for their balance sheet accounts.

*Criteria:* Per State Audit Rule 6.20.2.13.A, all school districts shall establish and maintain a general ledger in accordance with GAAP. The general ledger will be comprised of individual funds and account groups using the department's uniform chart of accounts and shall be reconciled every fiscal year with department records.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**SS-RED RIVER VALLEY (CONTINUED)**

**CS 12-02-SS General ledger account coding, Non-Compliance and Other Matters  
(Continued)**

*Effect:* The school is out of compliance with New Mexico State Statute.

*Cause:* The school uses different accounting software that already had balance sheet accounts.

*Auditor recommendation:* We recommend the school implement policies and procedures to ensure the general ledger account coding agrees to the PED Chart of Accounts.

*Management's Response:* Red River Valley Charter School will change the Balance Sheet Accounts that do not agree with the PED Chart of Accounts.

**CS 12-03-SS Purchase orders, Non-Compliance and Other Matters**

*Condition:* During our test work, we noted one instance where the purchase requisition and purchase order were prepared and approved after the services were incurred. Total amount of PO was \$1,731.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* The school could be paying for items that are not included in the contract and not properly authorized.

*Cause:* The principal performs multiple functions at the school causing items to not be approved timely.

*Auditor's Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of approving a purchase order are completed prior to the service being performed.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**SS-RED RIVER VALLEY (CONTINUED)**

**CS 12-03-SS Purchase orders, Non-Compliance and Other Matters (Continued)**

*Management's Response:* Red River Valley Charter School has internal controls pertaining to purchasing procedures and will work harder to ensure the duties of approving a purchase order are completed prior to the service being performed.

**CS 12-04-SS Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* During testwork, we noted the School did not complete a BAR for the increased allocation in the Instructional Materials Fund.

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department.

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* Funds were not needed to be spent during year.

*Auditor's Recommendation:* We recommend that all BARs are properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* Red River Valley Charter School had sufficient budget to meet its FY12 operating expenditure and is allowed and did not believe additional budget authority was necessary, however, we will submit BARs in the future for all authorization in funding received to the board and PED for approval prior to the end of the year.

**CS 12-05-SS Adjustments, Significant Deficiency**

*Condition:* We noted that material adjustments had to be made to the general fund to correct balances.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**SS-RED RIVER VALLEY (CONTINUED)**

**CS 12-05-SS Adjustments, Significant Deficiency (Continued)**

*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:* Amount could have been incorrectly reported to the PED.

*Cause:* Fund financial statements were not presented for the charter school in the prior year.

*Auditor's Recommendation:* We recommend that all account balances be reconciled quarterly to verify that balances are correct and to verify that all assets properly belong to the school.

*Management's Response:* Red River Valley Charter School will review annually the audited fund balances for the school to ensure that amounts rollforward properly.

**TT-SAGE MONTESSORI**

**CS 12-01-TT Approval of Purchase, Significant deficiency**

*Condition:* During our testwork, we noted that a PO was approved after the date of the service and delivery of goods from a vendor. Total amount paid to vendor was \$19,999.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*Effect:* Amounts could be over-paid to vendors.

*Cause:* The school was in its planning year and since there was no on-site approver, the PO couldn't get signed before purchase was complete.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**TT-SAGE MONTESSORI (CONTINUED)**

**CS 12-01-TT Approval of Purchase, Significant deficiency (Continued)**

*Auditor Recommendation:* We recommend the School review internal controls over purchasing procedures to ensure the duties of creating and approving a purchase order are segregated and that all purchases are approved in accordance with school policies and procedures and a control exists to verify that purchases are accurate and complete.

*Management Response:* In an effort to maximize the productivity and efficiency of the procurement process, requisitions are batched and processed on a weekly basis. The requisition for the purchase in question was approved by the acting director prior to the invoice date. Management will work with the school to emphasize the procedures established that all purchases must have an approved purchase order before goods or services are ordered.

**UU-SOUTHWEST AERONAUTICS, MATHEMATICS & SCIENCE ACADEMY**

**CS 12-01-UU PED Reports/chart of accounts, Non-Compliance and other matters**

*Condition:* We noted that the smart lab purchase was coded to the other contract services. It appears this should have been coded to the supply asset less than \$5,000 account. Total amount of transaction was \$133,085.

*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.

Per NMAC 6.20.2.13 all school districts shall prepare, maintain, and report budget and financial information utilizing a standard and uniform chart of accounts.

*Effect:* The PED does not have an accurate reporting of the expenditure amounts by account.

*Cause:* Due to the change in business managers, the account coding was incorrectly coded.

*Auditor's Recommendation:* We recommend that the school ensure that account coding is double checks against the PED supplement to ensure amount paid agree with account detail.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**UU-SOUTHWEST AERONAUTICS, MATHEMATICS & SCIENCE ACADEMY  
(CONTINUED)**

**CS 12-01-UU PED Reports/chart of accounts, Non-Compliance and other matters  
(Continued)**

*Management's Response:* The school has implemented the Auditor's recommendation.

**VV-THE LEARNING COMMUNITY**

**CS 09-203-VV Internal Control Structure, Significant deficiency and Non-Compliance and other matters.**

*Condition:* During our testwork we noted the following:

- The Educational Retirement Board payments and the Retiree Health Care payments had differences of \$406 and \$461, from the general ledger. It appears the amounts were posted in the incorrect GL accounts as differences almost offset each other.
- The fixed asset inventory was not reconciled to the depreciation schedule. We also noted the depreciation schedule was not properly maintained and calculated.
- The accounts payable balance was not reconciled as balances in the current year general ledger are from the PY. Amount of unreconciled balance totals \$716.
- A review of the request for reimbursement (RFR) of federal and state funds either before or after submission in order to verify completeness and accuracy.

*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.

Per New Mexico State Audit Rule 6.20.2.22, a control system shall be implemented for assets of a long-term character which are intended to continue to be held or used, such as land buildings, furniture, machinery and equipment shall be acquired and accounted for through the development and implementation of a complete property control system which shall be adopted by the local board and in accordance with GAAP.

*Effect:* The amounts reported to PED could be inaccurate and actual available funds may be improperly recorded, which could lead to funds being overspent and balances misstated. The school is non-compliant with State Audit rule for fixed assets and internal controls implemented for safeguarding capital assets and establishing accountability for their custody and use.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 09-203-VV Internal Control Structure, Significant deficiency and Non-Compliance and other matters (Continued)**

*Cause:*

- Adjustments made to ERB and RHC were posted during the payment process.
- The person in charge of inventory left the school before inventory was complete.
- RfRs are not being reviewed prior to being submitted to PED.

*Auditor's Recommendation:* We recommend that school management implement an internal control system to insure that requests for reimbursements are reviewed prior to being submitted and cash receipt postings to the GL are reviewed for accuracy. We recommend that Educational Retirement Board and Retiree Health care payments be reconciled to the general ledger. Finally, we recommend the school reconcile the annual inventory to the capital asset listing to ensure all items are properly capitalized. We also recommend the school implement policies and procedures to ensure the depreciation schedule is maintained and calculated properly.

*Management's Response:*

- Adjustments to payroll vouchers will be reviewed and timely monitored to the amounts reflecting the correct posted expenditure accounts.
- The school did purchase, and utilizes new software implementation in accounting for all assets. The school is still in the process of training this coming school year. The depreciation schedule will be included and completed in a timely manner.
- RfRs are currently being reviewed prior to submission to OBMS. In addition, cash receipts are being reviewed and monitored to ensure deposits are accurately posted.

**CS 09-207-VV PED Cash Reports , Non-Compliance and other matters**

*Condition:* We noted that the cash balance for the operational fund per the cash report did not agree to the general ledger for a total variance of \$2,957.

*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:* We noted manual checks were cut and held to be disbursed for summer payroll. The expense was recognized in the general ledger but was not accounted for in the cash report.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 09-207-VV PED Cash Reports , Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* The appropriate personnel should complete the PED report based upon the general ledger. We recommend that a reconciliation be completed quarterly of all balances and supporting documentation be kept on file to support any differences from the general ledger. Additionally, an individual should review the report to ensure that the report does match the general ledger.

*Management's Response:* Management agrees to the recommendation that in the future operational funds per the cash report will be consistent to the GL so that the net result is a balanced and accurate cash report.

**CS 11-56-VV Cash Receipts, Non-Compliance and other matters**

*Condition:* During our cash receipts test work we noted that a cash receipt in the amount of \$1,270, made up of multiple checks, was received on January 20, 2012 and we were not able to verify the checks were deposited within 24 hours. We noted there were no receipts issued to students, no listing of students who paid, the amounts paid, no copies of the checks to verify what had been paid, and no copy of the deposit slip listing the check numbers or check amounts deposited.

*Criteria:* NMAC 6.20.2.14.C states that "money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day." Per NMAC 6.20.2.14.B, the school district shall issue a factory pre-numbered receipt for all money received.

*Effect:* The School has exposed itself to possible misappropriation of assets.

*Cause:* Management was not aware that the duty previously delegated was not being followed.

*Auditor's Recommendation:* We recommend that policies and procedures be implemented to properly track and maintains all items relating to cash receipts and ensures deposits are made timely.

*Management's Response:* Management will do a better job of receiving, tracking, depositing checks in a more timely and accurate manner. Management was not aware that a duty that had previously been delegated, has not, in fact, been followed, internally. A receipt book will be purchased so that receipts are issued as soon as the student pays for educational services. Copies of checks will also be made. Management will ensure that all areas involving receiving funds for these educational services are properly accounted for following all procedural and necessary steps to avoid a finding like this again.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 11-57-VV IRS Penalties, Non-Compliance and other matters**

*Condition:* During our testwork, we noted that the school paid a penalty of \$415 for remitting 941 tax payments late.

*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 other unnecessary expenditures adversely affect the financial position of the School, especially when budget constraints are tough.

*Cause:* IRS Tax Payment was submitted late in FY 2011. Payment for penalty issued in FY 2012.

*Auditor's Recommendation:* We recommend that school management implement an internal control system to insure that payments are processed and paid timely.

*Management's Response:* Management is submitting payments in a timely manner to avoid late payment penalties. Payment documentation will continue to be verified by administration for all payroll vouchers.

**CS 11-58-VV Budgetary Conditions/Budget Adjustment Requests (BARs), Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

APS Foundation	
Instruction	\$1,478

During our testwork, we noted the School budgeted more cash carryover (\$109,884) than the School had on the prior year financial statements (\$97,441) for the HB-33 Capital Improvements fund.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 11-58-VV Budgetary Conditions/Budget Adjustment Requests (BARs), Non-Compliance and other matters (Continued)**

*Criteria:* Per NMAC 6.20.2.10.B, School districts shall submit budget adjustment requests for the operating budget to the department for budget increases, budget decreases, transfers between functional categories, and transfers from the emergency reserve account. Expenditures shall not be made by the school district until budget authority has been established and approval received from the department. Budget adjustments shall not be incorporated into the school district's accounting system until approval is received by the department. Per NMAC 6.20.2.9(A) 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.

*Effect:* The School was out of compliance with New Mexico state statute and funds spent could be considered unallowable. The School did not properly budget funds which could lead to over-expenditures.

*Cause:* The School completed the BAR based on projected carryover and not actual carryover per the prior year financial statements.

*Auditor's Recommendation:* We recommend that all BARs are properly completed for all changes in funding received and that all BARs are approved by the board and submitted to the department prior to the end of the year.

*Management's Response:* Management will continue to ensure that decrease BARS are reviewed, monitored, and approved by the board and submitted to PED in order to reflect audited cash balance.

**CS 11-59-VV Internal Controls over Non-Standard Journal Entries, Non-Compliance and Other Matters**

*Condition:* During our testwork, we noted one instance where the entry did not contain evidence of a review, did not have a description as to why it was being made, and did not contain adequate supporting documentation. The school does not have adequate internal controls over non-standard journal entries entered into its accounting system.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 11-59-VV Internal Controls over Non-Standard Journal Entries, Non-Compliance and Other Matters**

*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.

*Effect:* Without proper review of these journal entries, errors or irregularities could go undetected and cause financial statements to be misstated.

*Cause:* Non-standard journal entries were not verified.

*Auditor's Recommendation:* We recommend the School update and implement its policies and procedures regarding the review and approval of manual journal entries and implement a procedure to insure nonstandard journal entries are reviewed, approved and supported.

*Management's Response:* Procedures are currently in place to review and approve manual journal entries. Management will ensure that ALL journal entries, including non-standard journal entries, are reviewed, monitored, and approved.

**CS 12-01-VV Board Review of disbursements and finances, Non-Compliance and other matters**

*Condition:* During our review of the minutes, were noted there was no documentation in the minutes showing that the governing council is reviewing disbursements. We also noted no mention in the minutes regarding whether the governing council is reviewing any type of financial information.

*Criteria:* Per NMAC 6.20.2.14H, a local board, through the issuance of a formal board resolution, may authorize the superintendent of schools or his/her designee to approve vouchers for payment prior to a board meeting. A summary listing of the vouchers and any additional information prescribed by the local board shall be presented at the next regular board meeting for formal approval and entry in the minutes. Per 6.20.2.13G, all school districts shall provide periodic financial information to the local board as prescribed by local board action. Information shall be presented at a regularly scheduled board meeting.

*Effect:* By not reviewing and approving disbursements or financial statements, the school board is not able to make the best decisions in regards to school finances.

*Cause:* The school does not have the resources available to document all meeting details.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY (CONTINUED)**

**CS 12-01-VV Board Review of disbursements and finances, Non-Compliance and other matters (Continued)**

*Auditor's Recommendation:* We recommend that a process be created to ensure that the governing council is involved in the review of disbursements and financial matters and properly document that items are being reviewed and approved.

*Management's Response:* Due to the fact that our Governance Council members are made up of community "volunteers," who have assigned officers, are entrusted to document information in board minutes based on their individual expertise, experience, and background. Our board members do not have the same qualifications as educators, and therefore, due to the lack of training in taking board minutes, your audit finding is unfair. A volunteer from the community cannot write, and hear, and document, every single detail. Our board minutes are drafted and reviewed according in the most understandable and general way. Because these areas of concern to you are not listed, in detail in our minutes, doesn't mean that the end result is that there is a lack of communication regarding disbursements. These board members review every area of the school's Budget. However, in the future, our board secretary will include all details discussed, even if it results in hours of their volunteer time, and results in ten or so pages of board minutes.

*Auditor's response:* All disbursement listing and financial statements reviewed and approved during an open meeting should be properly documented in accordance with the open meetings act. Per the Open Meetings Act NMSA 1978, Chapter 10, Article 15 (g) the board, commission or other policymaking body shall keep written minutes of all its meetings. The minutes shall include at a minimum the date, time and place of the meeting, the names of members in attendance and those absent, the substance of the proposals considered and a record of any decisions and votes taken that show how each member voted.

**VV-THE LEARNING COMMUNITY FOUNDATION**

**CS 12-02-VV Internal Control Structure, Significant Deficiency**

*Condition:* During our testwork we noted that interest cost reduced the debt balance as payments were made rather than being recognized as an expense. Total approximate interest expense was \$120,000.

*Criteria:* Best accounting practices call for timely reconciliations of all balance sheet accounts to identify differences. This will permit monthly corrections as needed.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**VV-THE LEARNING COMMUNITY FOUNDATION (CONTINUED)**

**CS 12-02-VV Internal Control Structure, Significant Deficiency (Continued)**

*Effect:* The total debt was understated by the interest expense thus necessitating an adjustment as of October 3, 2012.

*Cause:* School provided trial balance before all reconciling adjustments were posted.

*Auditor's Recommendation:* The Foundation should reconcile monthly all balance sheet accounts to ensure the accuracy of the monthly financial statements.

*Management's Response:* I do not agree with this finding at all. The facts are when I gave the auditor the trial balance I told them I was waiting for the statement from the bank in order to make the entry for the interest. I had understood that this would be ok. As a CPA for 32 years, I think I know that you don't post principle and interest payments to the debt balance. Had I known I would get a finding for this, I would have never turned over the Trial Balance. I know the auditors response is since the audit was in October, I should have had the statement by then, also from the above recommendation, it says we should reconcile these numbers on a monthly basis – this is an entity that has 24 transactions plus a few professional fees over a years time – whose primary purpose is to provide a building for a school – whose only transactions are monthly rent income and a mortgage payment. To provide monthly financial statements would be a waste of foundation resources. We are required to file a form 990 and all accounting is done after year end. What I have learned from this, is auditors no longer accept client adjustments after handing over a trial balance. I will make sure we do not have any adjusting journal entries to make after handing over the trial balance even if it delays the auditors from doing their work.

*Auditor's Response:* In the future we recommend that the Foundation schedule the audit once the accounting records are complete.

**WW-THE NEW AMERICA-LAS CRUCES**

**CS 12-01-WW Unallowable Costs, Non-Compliance and Other Matters**

*Condition:* During our testwork we noted the following:

- An employee was reimbursed for the purchase of alcohol for \$2.00. The reimbursement was included in actual meal expenses incurred during travel reimbursed to a consultant.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**WW-THE NEW AMERICA-LAS CRUCES (CONTINUED)**

**CS 12-01-WW Unallowable Costs, Non-Compliance and Other Matters (Continued)**

*Condition (Continued):*

- The school incurred penalties for failing to file with TRD. A CRS number was established and no activity was reported for 8 months.
- An employee contract for the Administrator contained a provision for stipends related to vehicle and cell phone usage.

*Criteria:* Per OMB Circular A-87, Cost principles for State, Local and Indian Tribal Governments, costs of alcohol beverages are unallowable. All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Per OMB Circular A-87, fines, penalties, damages or other settlements resulting from violations of, or failure of the governmental unit to comply with, Federal, State, local or Indian tribal laws and regulations are unallowable. 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:* These penalties, alcohol charges and stipends are unnecessary costs paid by the School. The school could be misusing funds intended for the benefit of the students.

*Cause:* The School did not recognize that the alcohol item was included on the receipt detail provided. The School was unaware that the founder had applied for a CRS number, and therefore was not filing with TRD. The contract was signed by a new board that did not understand all the compliance requirements.

*Auditor's Recommendation:* We recommend that management review in detail all travel reimbursements to vendors prior to approval. We recommend that management communicates any registrations made on behalf of the School to the Business Managers in a timely manner. Finally, we recommend that employee contract do not contain stipends for vehicle and cell phone usage as amounts should be reimbursed as actuals and included in the employee W-2 for personal use items.

*Management's Response:* The reimbursement approved to the consultant for the purchase of alcohol was overlooked after review by both the offices of the NMCCS as well as the NMPED. Emphasis will be put on a more stringent review to prevent unallowable purchases to be included on any reimbursement requests. The offices of the NMCCS now currently file monthly prior to or on the due date as set by the NMTRD for CRS payments and no further penalties will be incurred per the procedures that have been established. The stipends paid to the administrator for phone and vehicle usage were discovered to be in error in June 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**WW-THE NEW AMERICA-LAS CRUCES (CONTINUED)**

**CS 12-01-WW Unallowable Costs, Non-Compliance and Other Matters (Continued)**

*Management's Response (Continued):* Stipends were paid back out from the employee to the school in July of 2012 to correct the pay out and to match the contract. Current procedures are in place to prevent an error of this kind and a review of these procedures will be conducted to prevent future oversight of contractual details.

**CS 12-02-WW Budgetary Conditions, Non-Compliance and other matters**

*Condition:* The School has expenditure functions where actual expenditures exceeded budgetary authority:

Operating Fund	
Support Services	\$40

*Criteria:* Per NMAC 6.20.2.9(A) 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.

*Effect:* The School is out of compliance with New Mexico state statute and the control established by the use of budgets has been compromised, which could result in deficit fund balances and unnecessary usage of operating funds to cover the over-expenditures.

*Cause:* When the issue of the CRS penalties arose there was no longer any time left in FY12 to establish budget authority through the BAR process due to the NMPED final BAR dates being prior to the next scheduled governing council meeting.

*Auditor Recommendation:* We recommend the School establish a policy of budgetary review at the end of each quarter and have the board approve the necessary budgetary adjustments to ensure funds are not over expended.

*Management Response:* When the issue of the CRS penalties arose there was no longer any time left in FY12 to establish budget authority through the BAR process due to the NMPED final BAR dates being prior to the next scheduled governing council meeting. Management considers this an abnormality in the process that will only possibly occur in a school's planning year and a misunderstanding with the need to establish a CRS number prior to hiring any employees. Management is aware of the need to establish budget authority prior to making expenditures out of any particular fund.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**XX-UPLIFT COMMUNITY SCHOOL**

**CS 12-01-XX Unallowable Costs, Non-Compliance and Other Matters**

*Condition:* During our testwork we noted the school incurred a \$5 penalty for failing to file with TRD. A CRS number was established and no activity was reported for the first quarter

*Criteria:* All funds allocated to the School are to be spent on allowable expenditures in accordance with NMAC 6.20.2. Per OMB Circular A-87, fines, penalties, damages or other settlements resulting from violations of, or failure of the governmental unit to comply with, Federal, State, local or Indian tribal laws and regulations are unallowable.

*Effect:* These penalties are unnecessary costs paid by the School. The school could be misusing funds intended for the benefit of the students.

*Cause:* The School had not yet contracted business management services to monitor compliance with this reporting requirement.

*Auditor's Recommendation:* We recommend that the school monitor these reports to ensure reports are submitted timely and no further penalties are incurred.

*Management's Response:* CRS registration was specifically outlined as a requirement by the Public Education Department in the new school checklist. The school was unaware of the requirement to report state employment taxes to CRS prior to the hiring of employees. The school has since contracted out their Business Management services with a business that has controls in place to prevent late fees. The school received an initial donation from the community in the amount of \$347.37. The \$5.00 late fee was paid for using the donated funds and not utilizing any allocated public funds.

**CS 12-02-XX Internal Control Structure, Non-Compliance and other matters**

*Condition:* During our walkthrough of disbursements we one instance where the purchase requisition and purchase order was approved after the date of expenditure. Total amount of expenditure was \$757.

*Criteria:* Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**XX-UPLIFT COMMUNITY SCHOOL (CONTINUED)**

**CS 12-02-XX Internal Control Structure, Non-Compliance and other matters  
(Continued)**

*Criteria (Continued):* The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.”

*Effect:* The expenditures incurred at the school may not be used as budgeted, which could lead to funds being overspent and balances misstated.

*Cause:* There was a timing issue with when the expenditure happened and when the policies were approved.

*Auditor’s Recommendation:* We recommend the School develop and implement internal controls over purchasing procedures to ensure the duties of creating and approving a purchase orders are segregated and that all purchases are approved in accordance with school policies and procedures.

*Management’s Response:* The above expenditure for Professional Development was stated in the approved budget application for the Grant for the fund in question. During the schools start-up year many policies and procedures were adopted by the board. After the expenditure identified the governing board adopted a set of defined financial policies and procedures as well as a travel and per diem policy. Management will work with the school to emphasize the procedures established that all purchases must have an approved purchase order before goods or services are ordered.

**YY-WILLAM & JOSEPHINE DORN CHARTER COMMUNITY SCHOOL**

No Current year findings



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE**

**FA 11-01-D IDEA-B/Title I - Cash Management/Reporting, Significant  
Deficiency and Instance of noncompliance**

Funding agency: U.S. Department of Education

Title: Special Education - Grants to States (IDEA, Part B), Title I Grants to Local  
Education Agencies

CFDA Number: IDEA - 84.027, Title I - 84.010

Award Year & Number: 2012

Questioned Cost: None

*Condition:* During our audit we noted the school did not properly reconcile the IDEA B and Title I cash balances. We noted the school incorrectly posted \$3,858 in Title I revenue to IDEA B. We noted expenditures exceeded the total amount requested by \$2,275. An adjustment was required to move these expenditures to the operating fund. For Title I, we noted the school had \$5,748 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 for 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**D-ALBUQUERQUE SCHOOL OF EXCELLENCE**

**FA 11-01-D IDEA-B/Title I - Cash Management/Reporting, Significant  
Deficiency and Instance of noncompliance (Continued)**

*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:* Management incorrectly coded revenues while posting to General Ledger. A delay in final allocation on behalf of the PED caused the inability to process requests for reimbursement in the Operating Budget Management System. Management failed to reclassify the expenditures prior to the close of the fiscal year.

*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 has adopted and follows financial policies and procedures to ensure that the correct coding of all items conforms to the UCOA. After the initial processing of a cash receipt the account code is verified by another employee of the business office. After the proposed cash receipt is reviewed, the reviewer approves and posts the cash receipt to the General Ledger. Even with a system of checks and balances a human error might occur in coding. Management has updated their policy of review to include an additional internal review of cash receipts.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**I-COTTONWOOD CLASSICAL PREPARATORY SCHOOL**

**FA 12-01-J IDEA-B – Cash Management/Reporting, Significant Deficiency and  
Instance of noncompliance**

Funding agency: U.S. Department of Education  
Title: Special Education – Grants to States (IDEA, Part B)  
CFDA Number: IDEA – 84.027  
Award Year & Number: 2012

Questioned Cost: None

*Condition:* During our audit we noted the school did not properly reconcile the IDEA B cash balances. We noted expenditures exceeded the total amount requested by \$5,087. 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 for 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**I-COTTONWOOD CLASSICAL PREPARATORY SCHOOL (CONTINUED)**

**FA 12-01-J IDEA-B - Cash Management/Reporting, Significant Deficiency and  
Instance of noncompliance (Continued)**

Per NMAC 6.20.2.11 (A) Internal Control Structure Standards, "every school district shall establish and maintain an 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. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP."

*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 received multiple grant awards from PED for IDEA B during the year and was unsure which awarded amount was correct.

*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 had multiple directions given to it for the IDEA-B funds. The PED had numerous personnel changes during the year and at one point verbally informed the school that the award letter sent to the school was incorrect. The school worked with PED staff available to determine the correct amounts. With new staff and consistent communication the school and the PED Special Education Bureau should resolve this issue.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**K-CREATIVE EDUCATION PREP #1**

**FA 11-01-K IDEA-B - Cash Management/reporting and Instance of noncompliance**

**Funding agency: U.S. Department of Education**

**Title: IDEA-B**

**CFDA Number: 84.027**

**Award Year & Number: 2012**

Questioned Cost: None

*Condition:* We noted that the school did not properly reconcile the IDEA-B expenditures. We noted the school had reported excess expenditures of \$4,894 than total amount funded for IDEA B. An adjusting journal entry was required to reclass these expenditures into the operational 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."

*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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**K-CREATIVE EDUCATION PREP #1 (Continued)**

**FA 11-01-K IDEA-B - Cash Management/reporting (Continued)**

*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 will implement policies to ensure that all reimbursement requests have the correct expenses in the correct funds and that all reimbursed funds are properly reconciled.

**NN-LA RESOLANA LEADERSHIP ACADEMY**

**FA 11-08-NN Title I-Untimely Federal Reimbursement back to government,  
Instance of noncompliance**

Funding agency: U.S. Department of Education  
Title: Title I Grants to Local Educational Agencies  
CFDA Number: Title I- 84.010 and 84.389A  
Award Year & Number: 2010

Questioned Cost: None

*Condition:* We noted that the school has \$2,175 of Title I funds in cash that have not been paid back to the government. These checks were voided in FY 2010.

In addition we noted the school requested \$49 more than the amount expended for the cost reimbursement Title I Stimulus grant award in FY 2010 and as of June 30, 2012 has not returned this amount back to the federal government.

*Criteria:* Office of Budget and Management Circular A-133; Applicable Compliance Supplements mandate proper accounting of federal funding.

*Effect:* The government has not received the funds owed back to them.

*Cause:* The school continues to leave the cash balances in these funds.

*Auditor's Recommendation:* We recommend that the school refund the government as this money does not belong to the school.

*Management's Response:* The PED has been contacted to get the proper procedure on refunds. The school will comply with this process.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June, 30, 2012**

**C. CS - FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS  
PROGRAM AUDIT (CONTINUED)**

**VV-THE LEARNING COMMUNITY CHARTER SCHOOL**

**FA 11-12-VV EMSI Stabilization - Cash Management, Instance of noncompliance**

Funding agency: U.S. Department of Education

Title: EMSI Stabilization

CFDA Number: CFDA 84.394 (ARRA)

Award Year & Number: 2011

Questioned Cost: None

*Condition:* During our testwork we noted that the school could not reconcile the amount that was expended to the amount that was received. The amount of \$3,542 needs to be paid back to the federal government as it appears that the school requested more than the expenditures.

*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.

*Effect:* The school has a cash balance that has not been properly reconciled.

*Cause:* The school could not provide support for the funds requested from OBMS. There was a difference between the amount in the general ledger and the amounts uploaded to OBMS.

*Auditor's Recommendation:* We recommend that the school either perform a reconciliation of grant funds or refund the government for funds.

*Management's Response:* Management has no control over the exact amount in awarded funds to each charter school. Funds are distributed by PED utilizing their time-frames, and their own internal procedures. Still, Management has exhausted all efforts to communicate with PED regarding this matter. During the last correspondence, PED advised that attempting a reimbursement to the Federal Government, after reconciled balances, will be both problematic, and confusing.

*Auditor's response:* We recommend that the school contact the PED audit liaison at the PED to ensure that the correct information is communicated to the school.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Public Education Department - PED**

01-08	Compliance finding over (Federal) Reconciliations to the U.S. Department of Education "G-5" system.	Resolved
03-12	Significant Deficiency over Subrecipient Monitoring and Reimbursement Policies and Procedures	Resolved
06-12	Significant deficiency over Periodic Payroll Certification	Resolved
08-02	Control Deficiency over Review Over Fixed Asset Inventory	Resolved
08-08	Significant Deficiency over Grants Billing and Reimbursement tracking	Resolved
09-02	Control Deficiency over Cash Disbursements to State Chartered Schools and Districts	Resolved
09-03	Significant Deficiency over Fixed Asset Record Keeping	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	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
10-09	Lack of Recording Capital Assets, Control Deficiency	Resolved
10-10	Failure to Notify SAO of Capital Asset Disposals	Resolved
11-01	Financial Close and Reporting	Repeat and Modify
11-02	Subrecipient Monitoring	Resolved
11-03	Reconciliation of ASAP Draw to General Ledgers (SHARE) Balance	Resolved
11-04	Carl Perkins Grant - Reporting Errors	Resolved
11-05	USDA Child Nutrition Cluster - Reporting	Resolved
11-06	Lack of Approval and Review of Disbursements	Resolved
11-07	Disbursement Made Without Ensuring Goods or Services were Received	Resolved
11-08	Procurement Contract	Resolved
11-09	Reversion Transfers	Resolved
11-10	Update and Test Disaster Recovery Plan	Repeat and Modify
PED 11-10	Late Audit Report	Resolved
11-11	Develop and Implement a Vendor Assessment Process	Repeat and Modify
11-12	Lack of Timely Draws	Resolved



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Division of Vocational Rehabilitation – DVR**

10-13	Control Deficiency of the issuance of Bus Passes	Resolved
11-01	Federal Receivables Reconciliation, Adjusting Journal Entries and Restatement	Resolved
11-02	Allowable Cost and Allowable Activity and Cash Management	Repeat and Modify
11-03	Reporting	Repeat and Modify
11-04	Suspension and Debarment	Resolved
11-05	Cash Management	Repeat and Modify

**Academy of Trades and Technology**

CS 10-11-A	Budgetary Conditions	Resolved
CS 10-13-A	ERB/RHC Contributions	Repeated/Modified
CS 10-14-A	Internal Control Structure	Resolved
CS 11-01-A	Travel & Per Diem	Resolved
CS 11-02-A	Communication of Audit Report	Resolved

**ACE Leadership High School**

CS 09-18-B	Budgetary Conditions	Resolved
CS 09-25-B	Control Deficiency over Journal Entry Process	Resolved
CS 11-01-B	Internal Control Structure	Repeated/Modified
CS 11-02-B	Administrator’s Contract	Resolved

**Albuquerque Institute of Math & Science**

CS 07-19-C	ERB and RHC Contributions	Resolved
CS 07-21-C	Budget Adjustment Requests (BAR)	Repeated/Modified
CS 07-26-C	Budgetary Conditions	Repeated/Modified
CS 08-22-C	PED Cash Reports/Budget Reports	Repeated/Modified
CS 11-01-C	Internal Control Structure	Repeated/Modified
CS 11-02-C	Payroll Transactions	Repeated/Modified
CS 11-03-C	Cash Disbursements	Resolved
CS 11-04-C	CRS/Federal Tax Contributions	Resolved
CS 11-05-C	Stale Dated Checks	Resolved
CS 11-06-C	Bank Reconciliations	Repeated/Modified
FA 11-01-C	Stabilization-Cash Management	Resolved

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Albuquerque School of Excellence**

CS 11-01-D	Travel & Per Diem	Repeated/Modified
CS 11-02-D	PED Budget Reports	Repeated/Modified
FA 11-01-D	IDEA-B/Stabilization-Cash Management /Reporting	Repeated/Modified

**Aldo Leopold Charter School**

CS 10-01-E	Timely Deposits	Resolved
CS 11-01-E	Penalty/Late Fee	Repeated/Modified
CS 11-02-E	RHC and ERB Contributions	Repeated/Modified
CS 11-03-E	PED Budget Reports	Repeated/Modified
CS 11-04-E	Bank Reconciliations	Resolved
CS 11-05-E	Fixed Asset Inventory Count/ Depreciation Schedule	Repeated/Modified
CS 11-06-E	Journal Entries	Resolved
CS 11-07-E	State Cash Report	Repeated/Modified
FA 11-01-E	Reporting	Resolved

**Alma D'Arte Charter School**

CS 09-24-F	State Cash Report	Resolved
CS 10-30-F	Budget Adjustment Requests (BAR)	Repeated/Modified
CS 11-01-F	PED Budget Reports	Resolved
CS 11-02-F	Internal Control Structure	Repeated/Modified
CS 11-03-F	Inadequate Segregation of Duties In Receipting Process	Resolved
CS 11-04-F	RHC Reports and Contributions	Resolved
FA 11-01-F	Stabilization-Cash Management/Reporting	Resolved

**Amy Biehl Charter High School**

CS 08-30-G	Budgetary Conditions	Resolved
CS 10-19-G	Internal Control over Fixed Assets	Resolved
CS 11-01-G	PED Budget Reports	Resolved
FA 11-01-G	Stabilization-Cash Management/Reporting	Resolved

**Cesar Chavez Community School**

CS 11-01-H	Late Fees	Resolved
CS 11-02-H	Internal Control Structure	Resolved
CS 11-03-H	Disposition of Fixed Assets	Resolved
FA 11-01-H	Documentation of Employee Time and Effort	Resolved

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Cien Aguas**

CS 09-13-I	Compliance Finding over Timely Cash Deposit	Resolved
CS 09-16-I	Control Deficiency over Purchase Order Modifications	Resolved
CS 10-17-I	Personnel File Maintenance	Resolved
CS 10-30-I	Budget Adjustment Requests (BAR)	Resolved
CS 11-01-I	Procurement Code	Repeated
CS 11-02-I	Untimely Federal Reimbursements back To government	Repeated

**Cottonwood Classical Preparatory School**

CS 09-18-J	Budgetary Conditions	Repeated/Modified
CS 10-17-J	Personnel File Maintenance	Resolved
CS 10-22-J	941 & ERB Contributions	Resolved
CS 11-01-J	Anti-Donation	Resolved
CS 11-02-J	Internal Control Structure	Repeated/Modified
CS 11-03-J	Stale Dated Checks	Resolved

**Creative Education Preparatory Institute #1**

CS 09-24-K	State cash report/PED reports	Repeated/Modified
CS 10-24-K	Budget Adjustment Requests	Repeated/Modified
CS 10-28-K	Travel & Per Diem reimbursements	Resolved
CS 10-30-K	Excess Amount Budgeted from Unavailable Beginning Cash Balance	Resolved
CS 11-01-K	Internal Control Structure	Repeated/Modified
CS 11-02-K	Budgetary Conditions	Repeated/Modified
CS 11-03-K	Bank Accounts	Repeated/Modified
CS 11-04-K	Physical Inventories of Equipment	Resolved
FA 11-01-K	IASA, Entitlement IDEA-B, EMSI Stabilization Cash Management	Repeated/Modified

**East Mountain High School**

No Prior Year Findings

**Gilbert L Sena**

CS 09-16-M	Control Deficiency over Purchase Order Modifications	Resolved
CS 09-18-M	Compliance Finding over Over-Expended Funds	Resolved
CS 09-19-M	Significant Deficiency over Review and Approval Procedures	Repeated/Modified

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Gilbert L Sena (Continued)**

CS 11-01-M	Internal Control Structure	Resolved
CS 11-02-M	Background Checks	Resolved

**Horizon Academy West**

CS 11-01-N	Disbursements	Resolved
CS 11-02-N	Budget Adjustment Requests (BAR)	Repeated/Modified

**J. Paul Taylor Academy**

No Prior Year findings

**La Promesa Early Learning Center**

CS 11-01-P	Budgetary Conditions	Resolved
CS 11-02-P	Untimely Federal Reimbursement back to government	Repeated/Modified

**La Resolana Leadership Academy (transferred in from APS)**

CS 08-89-NN	Budgetary Conditions	Repeated/Modified
CS 08-85-NN	PED Reports	Resolved
CS 11-34-NN	Audit Committee	Resolved
FA 11-08-NN	Untimely Federal Reimbursement back to Government-Cash Management	Repeated/Modified
FA 11-09-NN	IDEA-B-Allowable Cost/Reporting	Resolved

**Media Arts Collaborative Charter School**

CS 11-01-Q	Food Services	Resolved
------------	---------------	----------

**New Mexico International School**

No Prior Year Findings

**New Mexico School of the Arts**

CS 09-18-S	Budgetary Conditions	Resolved
CS 10-25-S	Anti-Donation Clause	Repeated/Modified
CS 10-28-S	Travel & Per Diem	Resolved
CS 11-01-S	Cash Control Standards	Resolved
CS 11-02-S	Internal Controls over Disbursements	Resolved
CS 11-03-S	Penalties	Resolved
CS 11-04-S	Procurement	Repeated/Modified
CS 11-05-S	RHC/ERB Reports and Contributions	Resolved
FA 11-01-S	IDEA-B Documentation of Employee Time and Effort	Resolved

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**North Valley Academy**

CS 09-18-T	Compliance Finding over Over-Expended Funds	Resolved
CS 09-24-T	State Cash Report	Resolved
CS 11-01-T	Travel & Per Diem	Resolved
CS 11-02-T	Lack of Supporting Documentation	Repeated/Modified
CS 11-03-T	Bank Accounts	Repeated/Modified

**Ralph J. Bunche Charter School (transferred in from APS)**

CS 09-164-RR	Internal Control Structure	Repeated/Modified
CS 09-172-RR	PED Budget Reports	Repeated/Modified
CS 11-45-RR	Cash Disbursements	Repeated/Modified
FA 11-11-RR	Title I/Stabilization-Cash Management/Reporting	Resolved

**Red River Valley (transferred in from Questa School District)**

No Prior Year findings

**School of Dreams Academy**

CS 09-16-U	Control Deficiency over Purchase Order Modifications	Repeated/Modified
CS 09-18-U	Compliance Finding over Over-Expended Funds	Repeated/Modified
CS 09-24-U	Compliance Finding over State Cash Report	Resolved
CS 09-25-U	Control Deficiency over Journal Entry Process	Repeated/Modified
CS 11-01-U	Inadequate Segregation of Duties in Receipting Process	Resolved
CS 11-02-U	Cash Control Standards	Repeated/Modified
CS 11-03-U	Travel & Per Diem	Repeated/Modified
CS 11-04-U	Inadequate Segregation of Duties in Cash Disbursement/Payroll	Repeated
CS 11-05-U	State Auditor Capitalization Policy	Resolved
FA 11-01-U	IDEA-B Students	Resolved

**South Valley Preparatory School**

CS 09-18-V	Compliance Finding over Over-Expended Funds	Resolved
CS 09-24-V	Compliance Finding over State Cash Report	Resolved
CS 11-01-V	Bank Reconciliations not reviewed	Resolved
CS 11-02-V	Federal Charter School Planning-Allowable costs	Resolved
FA 11-01-V	Cash Management-Title I and IDEA B Entitlement	Resolved

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**Southwest Intermediate Learning Center**

CS 11-01-W	Procurement Code	Resolved
CS 11-02-W	PED Reports	Repeated/Modified
FA 11-01-W	IDEA-B Students	Resolved

**Southwest Primary Learning Center**

CS 11-01-X	Reports	Resolved
CS 11-02-X	Procurement Code	Resolved

**Southwest Secondary Learning Center**

CS 09-189-Y	Procurement Code	Resolved
CS 11-01-Y	PED Cash Report	Repeated/Modified

**Taos Academy Charter School**

CS 10-28-Z	Compliance over Mileage Reimbursements	Resolved
CS 11-01-Z	Communication of Audit Report	Resolved
CS 11-02-Z	Internal Control Structure	Resolved
CS 11-03-Z	Procurement	Repeated/Modified
CS 11-04-Z	Untimely Federal Reimbursement back to government	Repeated/Modified

**Taos Integrated School**

CS 11-01-AA	Procurement	Resolved
CS 11-02-AA	RHC Reports and Contributions	Resolved
CS 11-03-AA	Travel & Per Diem	Resolved
CS 11-04-AA	Internal Control Structure	Repeated/Modified
CS 11-05-AA	Journal Entries	Resolved

**The Albuquerque Sign Language Academy**

CS 10-22-BB	Significant Deficiency over Monthly Reporting Payroll and Retirement Contributions	Resolved
-------------	--	----------

**The ASK Academy**

CS 11-01-CC	Travel & Per Diem	Resolved
CS 11-02-CC	Budgetary Conditions	Repeated/Modified
CS 11-03-CC	Internal Control Structure	Resolved
CS 11-04-CC	Procurement Code	Repeated/Modified
CS 11-05-CC	Timely Deposits	Resolved
FA 11-01-CC	Title I/IDEA-B/State Fiscal Stabilization Fund/Title IIA-Reporting	Resolved

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**The Great Academy**

CS 11-01-DD	Fixed Assets-Physical Inventories of Equipment	Resolved
CS 11-02-DD	Bank Reconciliations	Resolved
CS 11-03-DD	Journal Entries	Resolved
CS 11-04-DD	Federal Charter School Planning-Documentation of Employee Time and Effort	Resolved
CS 11-05-DD	Bylaws and Related Party	Resolved
CS 11-06-DD	Disbursements-Lack of Authorization	Repeated/Modified
CS 11-07-DD	Internal Control Structure	Repeated/Modified
CS 11-08-DD	Segregation of Duties	Resolved
CS 11-09-DD	Travel & Per Diem	Resolved
CS 11-10-DD	Anti-Donation	Resolved
CS 11-11-DD	Audit Committee/Finance Committee	Repeated/Modified

**The International School at Mesa del Sol**

CS 09-13-EE	Timely Cash Deposit	Resolved
CS 09-18-EE	Budgetary Conditions	Resolved
CS 11-01-EE	Stale Dated Checks	Resolved
CS 11-02-EE	Procurement	Repeated/Modified
CS 11-03-EE	Significant Deficiency over Personnel File Maintenance	Resolved
CS 11-04-EE	ERB Contributions	Resolved

**The Learning Community (transferred in from APS)**

CS 09-203-VV	Internal Control Structure	Repeated/Modified
CS 09-207-VV	PED Cash Reports	Repeated/Modified
CS 10-59-VV	Payroll	Resolved
CS 11-56-VV	Internal Control Structure	Repeated/Modified
CS 11-57-VV	IRS Penalties	Repeated/Modified
CS 11-58-VV	Budget Adjustment Requests (BAR)	Repeated/Modified
CS 11-59-VV	Internal Controls over Non-Standard Journal Entries	Repeated/Modified
FA 10-47-VV	IDEA-B Allowable Costs-Documentation of Employee Time and Effort	Resolved
FA 11-12-VV	EMSI Stabilization	Repeated

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
Year Ended June, 30, 2012**

**The MASTERS Program**

CS 09-18-FF	Compliance finding over Over-Expended Funds	Repeated/Modified
CS 11-01-FF	Journal Entries	Resolved
CS 11-02-FF	Travel & Per Diem	Resolved
CS 11-03-FF	Background Checks	Repeated/Modified
CS 11-04-FF	Payroll Transactions	Resolved
CS 11-05-FF	Budget Adjustment Requests (BAR)	Resolved
CS 11-06-FF	Bank Reconciliations/checks issued	Resolved
CS 11-07-FF	Internal Controls	Repeated/Modified
CS 11-08-FF	PED Budget Reports	Repeated/Modified
FA 11-01-FF	IDEA-B-Documentation of Employee Time and Effort	Resolved

**The Montessori Elementary Charter School**

CS 10-30-GG	Budgetary Conditions	Repeated/Modified
CS 10-31-GG	Budget Adjustment Requests (BAR)	Repeated/Modified
CS 11-01-GG	Non-Compliance Finding over State Cash report	Resolved

**The New America School**

CS 10-28-HH	Travel & Per Diem	Resolved
CS 11-01-HH	Timely Deposits	Repeated/Modified
CS 11-02-HH	Disbursements	Repeated/Modified
CS 11-03-HH	PED Budget Reports	Repeated/Modified
CS 11-04-HH	Anti-Donation	Repeated/Modified
FA 11-01-HH	IDEA-B Stabilization-Cash Management/ Reporting	Resolved

**Tierra Adentro**

CS 11-01-II	Timely Cash Deposit	Resolved
CS 11-02-II	Budgetary Conditions	Resolved
CS 11-03-II	Journal Entries	Resolved
CS 11-04-II	PED Cash Reports	Resolved
CS 11-05-II	Procurement Code	Resolved

**Uplift Community School**

No Prior Year findings

**Village Academy Charter School**

CS 11-01-JJ	Lack of Approval of Purchase Orders & Invoices	Resolved
CS 11-02-JJ	Travel & Per Diem	Resolved
CS 11-03-JJ	Journal Entries	Resolved
CS 11-04-JJ	Budget Adjustment Requests (BAR)	Repeated/Modified
CS 11-05-JJ	Payroll	Resolved



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

An exit conference was held with the Charter Schools on December 11, 2012, at the Department's Mabry Hall. In attendance were:

**PUBLIC EDUCATION DEPARTMENT/DEPARTMENT OF FINANCE**

Paul Aguilar	Deputy Secretary of Education
Maria Fidalgo	Audit and Accounting Manager
Richard Torrenace, CPA	CAFR Accountant-DFA
Tony Gerliez	Director Charter School Division

**MOSS ADAMS LLP**

Scott Eliason	Partner
Sheila Herrera	Manager

**STATE AUTHORIZED CHARTER SCHOOLS**

**ACADEMY OF TRADES & TECHNOLOGY**

Arlene Trujillo	Principal
Rudy Sporine	Governing Council President/Audit Committee Member
Alfred Martinez	Business Manager
Lee Maxwell	Governing Council VP
Sergio Soletto	Foundation Board President

**ACE LEADERSHIP HIGH SCHOOL**

David Vigil	Business Manager/Audit Committee
-------------	----------------------------------

**ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE**

Alan Clawson	Audit Committee/Governing Council
Kathy Sandoval	Director
Jolene Jaramillo	Business Manager

**ALBUQUERQUE SCHOOL OF EXCELLENCE**

Osman Anderoglu	Governing Council/Audit Committee
Sean Fry	Business Manager

**AMY BIEHL CHARTER HIGH SCHOOL**

Betty Sealy	Finance Director
Cliff Wintrode	Governing Council Treasurer/Audit Committee

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

**CESAR CHAVEZ COMMUNITY SCHOOL**

Deborah Albrycht Business Manager  
Kiera Duddy Governing Council Treasurer/Audit Committee  
Caryl Thomas Director/Principal

**CIEN AGUAS**

Pat Kelly Business Manager/Audit Committee

**COTTONWOOD CLASSICAL PREPATORY SCHOOL**

Mike Vigil Jr. NMCCS Business Manager

**CREATIVE EDUCATIONAL PREP #1**

Suzy Sanchez Business Manager  
Jeff Arthur Principal/Audit Committee  
Chris Koester Governing Council/Audit Committee Member

**EAST MOUNTAIN CHARTER SCHOOL**

Kay Girdner Business Manager  
Dennis Hodges Governing Council Member/Audit Committee

**GILBERT L. SENA HIGH SCHOOL**

Stan Albrycht Business Manager  
Nadine Torres Director/Audit Committee

**HORIZON ACADEMY WEST**

Cynthia Carter Principal  
Diana Cordova Business Manager  
Bruce Hanson Governing Council President/Audit Committee

**LA PROMESA CHARTER SCHOOL**

Stan Albrycht Business Manager  
Danny Baca Governing Council President/Audit Committee  
Analee Maestas Executive Director

**MEDIA ARTS COLLABORATIVE CHARTER SCHOOL**

Pat Kelly Business Manager  
Glenna Voigt Principal  
John Dunphy Governing Council Member/Audit Committee

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

**NEW MEXICO INTERNATIONAL CHARTER SCHOOL**

Justine Roybal Business Manager/Audit Committee

**NEW MEXICO SCHOOL FOR THE ARTS**

Gregory Hunt Governing Council Member/Audit Committee

**NORTH VALLEY ACADEMY**

Sarah Pina Business Manager  
Stephanie Belmore Principal/Audit Committee  
Ron Montoya Governing Council Member

**SCHOOL OF DREAMS ACADEMY**

Michael S. Ogas Principal/Founder/Audit Committee  
Gene Carabajal Governing Council/Audit Committee

**SOUTH VALLEY PREPATORY SCHOOL**

Charlotte Alderete Trujillo Principal/Audit Committee  
Mike Vigil II NMCCS Business Manager

**SOUTHWEST INTERMEDIATE LEARNING CENTER**

Ruby Chavez Business Manager  
Scott Glasurd Head Administrator  
Leslie Lujan Director  
Cheryle Harbaugh Governing Council Member/Audit Committee

**SOUTHWEST PRIMARY LEARNING CENTER**

Ruby Chavez Business Manager  
Scott Glasurd Head Administrator  
Meridith Winters Audit Committee/Governing Council  
Leslie Lujan Director

**SOUTHWEST SECONDARY LEARNING CENTER**

Ruby Chavez Business Manager  
Scott Glasurd Head Administrator  
Joe Provorzie Governing Council Member  
Leslie Lujan Director  
Rick Harbaugh Audit Committee Member

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

**TAOS ACADEMY**

Deanna Gomez	Business Manager
Traci Filiss	Director
William MacDonald	Governing Council/Audit Committee

**TAOS INTEGRATED SCHOOL FOR THE ARTS**

Deanna Gomez	Business Manager
Lee Backer	Governing Council Member/Audit Committee
Sandy Beery	Director

**THE ALBUQUERQUE SIGN LANGUAGE ACADEMY**

Jolene Jaramillo	Business Manager
Raphael Martinez	Executive Director
Zoe Otero Martinez	Governing Council/Audit Committee
Kimberly Silva	Governing Council Chair

**THE ASK ACADEMY**

Pamela Correa	General Manager
Dan Barbour	Director
Sean Fry	Business Manager
Tom Dixon	Governing Council/Audit Committee

**THE GREAT ACADEMY**

Jasper Matthews	Director/Founder/Audit Committee
Chenyu Liu	Business Manager

**THE INTERNATIONAL SCHOOL AT MESA DEL SOL**

Rita Martinez	Assistant Head of School
---------------	--------------------------

**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**

Mike Vigil II	NMCCS Business Manager
LaTricia Mathis	Principal/Audit Committee Member

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

**VILLAGE ACADEMY**

Chris Pino	Governing Council Member/Audit Committee
Karen Mayhew	Principal
Gilbert Mondragon	Business Manager

**CORAL COMMUNITY SCHOOL**

Donna Eldredge	Head Administrator
Tania Triolo	Governing Council chair/audit committee

**ESTANCIA VALLEY CLASSICAL ACADEMY**

Harlan Lawson	Governing Council/Audit Committee Member
Amber Pena	Business Manager

**LA JICARITA CHARTER SCHOOL**

Connie P Martinez	Audit committee
Edwin Fernandez	Business Manager

**LA RESOLANA LEADERSHIP ACADEMY**

Justina Montoya	Principal
Desiree Woodland	Governing Council/Audit Committee
Justine Roybal	Business Manager

**LA TIERRA MONTESSORI SCHOOL FOR THE ARTS & SCIENCES**

Sandy Beary	Director/Audit Committee
Deanna Gomez	Business Manager
Julie Ann Hill-Clapp	Governing Council Member

**McCURDY CHARTER SCHOOL**

Deborah Bennett Anderson	Governing Council Chair
Nancy O'Bryan	Governing Council Member/Audit Committee

**MISSION ACHIEVEMENT & SUCCESS**

Bruce Langston	Governing Council President/Audit Committee chair
Amber Pena	Business Manager

**RALPH J. BUNCHE ACADEMY**

Penne Wilson	Administrator/Audit Committee
Khadijah Bottom	Governing Council President
Mike Vigil II	NMCCS Business Manager

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

**RED RIVER VALLEY CHARTER SCHOOL**

Karen Phillips	School Administrator/Audit Committee
Katy Pierce	Governing Council President
Susan Benavidez	Business Manager

**SAGE MONTESSORI SCHOOL**

Zeda E. Homoki-Titus	Governing Council President/Audit Committee
Sean Fry	Business Manager
Penne Wilson	Administrator

**SOUTHWEST AERONAUTICS, MATHEMATICS, AND SCIENCE ACADEMY**

Leslie Lujan	Director
Phyllis Grine-Chavez	Governing Council Member/Audit Committee
Scott Glasurd	Head Administrator

**THE LEARNING COMMUNITY CHARTER**

Lori Dominguez	Business Manager
Judith Montoya	Governing Council Member/Audit Committee
Kenneth Lairsey	Principal
Viola Martinez	Executive Director

**UPLIFT COMMUNITY SCHOOL**

Linda Kaye	Governing Council Member/Audit Committee
Sean Fry	Business Manager

**WILLIAM W. & JOSEPHINE DORN CHARTER**

Elizabeth Venezuela	Director
Barbara Dodge	Governing Council Member/Audit Committee
Amber Pena	Business Manager
Deanna Gomez	Business Manager

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EXIT CONFERENCE  
Year Ended June, 30, 2012**

An exit conference was held with the Southern Charter Schools on December 12, 2012, at the Las Cruces Public School's office. In attendance were:

**PUBLIC EDUCATION DEPARTMENT**

Paul Aguilar Deputy Secretary of Education  
Maria Fidalgo Audit and Accounting Manager

**MOSS ADAMS LLP**

Sheila Herrera Manager

**STATE AUTHORIZED CHARTER SCHOOLS**

**ALDO LEOPOLD CHARTER SCHOOL**

Harry Brown Business Manager  
Dave Chandler Governing Council Member

**ALMA D'ARTE CHARTER SCHOOL**

Mark Hartshorne Chief Admin Officer/Audit Committee  
Julie Padilla Business Manager  
Angel McLaughlin Audit Committee  
Tim Hargrow Audit Committee

**J. PAUL TAYLOR ACADEMY**

Julie Padilla Business Manager  
Cynthia Risner-Schiller Head Administrator/Audit Committee  
Tim Hargrow Audit Committee  
Nate Olsen Governing Council Member  
Jana Williams Governing Council Member

**NEW AMERICA-LAS CRUCES**

Ben Dominguez Governing Council Member  
Margarita Porter Principal  
Frances Velarde Business Manager

An exit conference was held with on December 14, 2012, at the Tierra Adentro school. In attendance were:

**PUBLIC EDUCATION DEPARTMENT**

Maria Fidalgo Audit and Accounting Manager

**MOSS ADAMS LLP**

Sheila Herrera Manager

**TIERRA ADENTRO**

Joseph Romero	Audit Committee Chair
Veronica Torres	Executive Director
Rhonda Cordova	Business Manager

An exit conference for the Public Education Department and the Division of Vocational Rehabilitation was held on December 11, 2012. In attendance were:

**PUBLIC EDUCATION DEPARTMENT**

Hanna Skandera	Secretary of Education
Paul Aguilar	Deputy Secretary of Finance and Operations
Marian Rael	ASD Director
Maria Fidalgo	Audit and Accounting Manager
Gilbert Gurule	Financial Coordinator
Mark Gonzales	Financial Coordinator
Benicio Valdez	Financial Coordinator
Emily Oster	DFA Cash Control

**DIVISION OF VOCATIONAL REHABILITATION**

Ralph Vigil	Acting Director
Sandra Alva	General Ledger & Accounts Payable Manager
Annette Ortega	Financial Coordinator

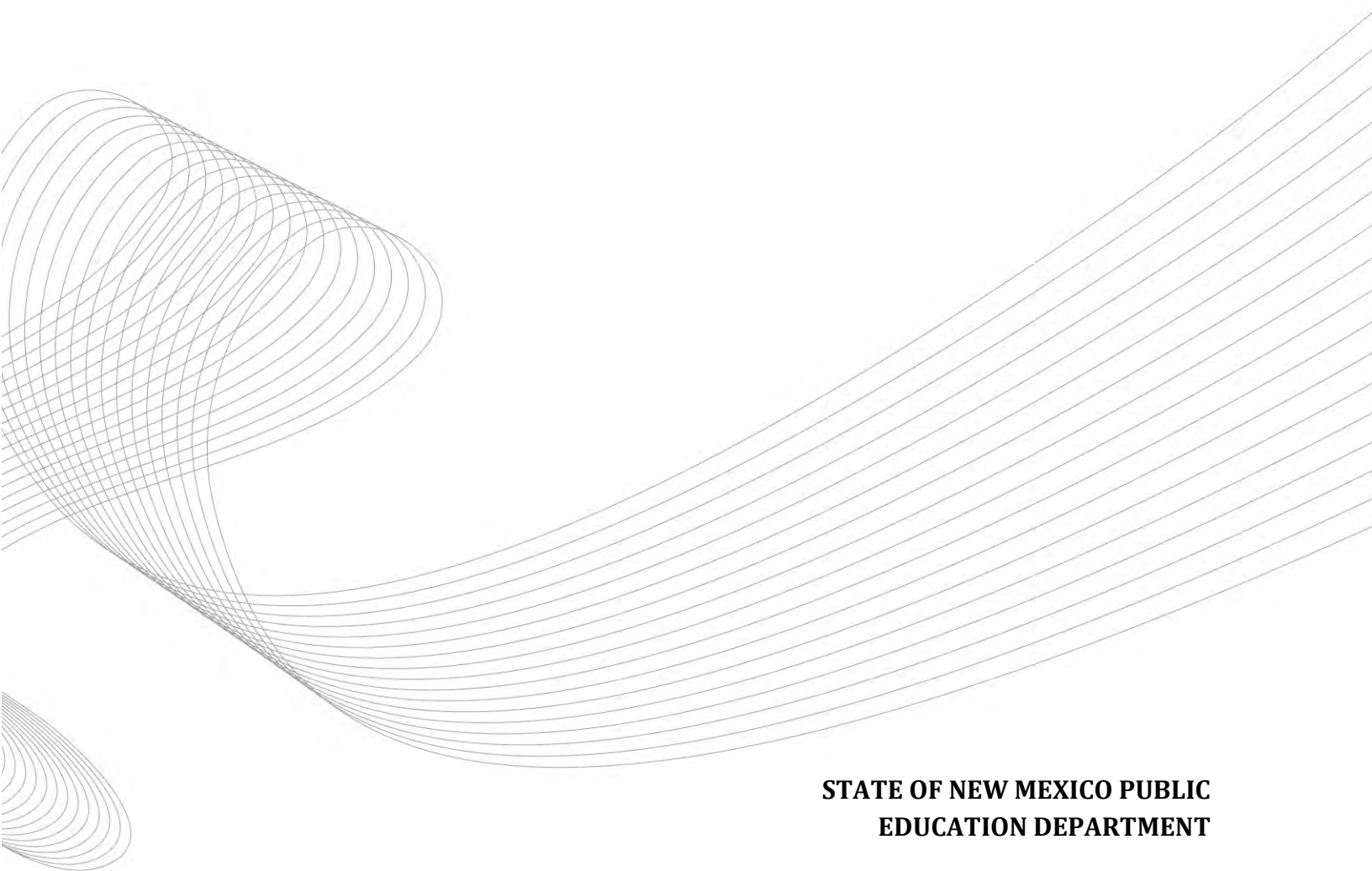
**MOSS ADAMS, LLP**

Scott Eliason	Partner
Larry Carmony	Partner
Jason Galloway	Senior Manager
Mandy Huggard	Manager

**PREPARATION OF FINANCIAL STATEMENTS**

The financial statements presented in the report have been prepared with the assistance of Moss Adams LLP.





**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME III**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**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. In FY 2012, twelve additional schools were authorized as state chartered. The twelve include: Coral Community School, Estancia Valley Classical Academy, La Jicarita, La Resolana Leadership Academy, La Tierra Montessori School for the Arts & Sciences, McCurdy Charter School, Mission Achievement & Success, Sage Montessori School, Southwest Aeronautics, Mathematics and Science Academy, The New America-Las Cruces, Uplift Community School and William & Josephine Dorn Charter Community School. Please consider the additional schools when reviewing the financial analysis of the component units as a whole.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**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)
- The Montessori Elementary (TMS)
- The New America School (NAS)

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

- Tierra Adentro (TANM)
- Village Academy (VA)
- Coral Community Charter (CCC)
- Estancia Valley Classical Academy (EVCA)
- La Jicarita Community School (LJCS)
- La Resolana Leadership Academy (LRLA)
- La Tierra Montessori School of the Arts and Sciences (LTMSAS)
- McCurdy Charter School (MCS)
- Mission Achievement and Success (MAS)
- Ralph J. Bunche Academy (RJBA)
- Red River Valley Charter School (RRVCS)
- Sage Montessori Charter (SMC)
- Southwest Aeronautics, Mathematics, and Science Academy (SAMS)
- The Learning Community Charter School (TLC)
- The New America School-Las Cruces (NAS - LC)
- Uplift Academy (UA)
- William W. & Josephine Dorn Charter Community School (WWJD)

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, 2012, and for the year then ended:

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Cash and Cash Equivalents**

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.

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, 2012.

**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.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Cash and Cash Equivalents - (Continued)

Cash and cash equivalents consists of the following at June 30, 2012:

	<b>Academy of Trade &amp; Technology</b>	<b>ACE Leadership High School</b>	<b>Albuquerque Institute of Math &amp; Science</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 295,100	699,876	1,085,604
FDIC coverage	295,100	256,141	1,085,604
Total uninsured public funds	\$ -	443,735	-
Collateral requirement <sup>1</sup>	-	221,868	-
Pledged collateral <sup>2</sup>	-	861,857	-
Total under (over) collateralized	\$ -	(639,989)	-

	<b>Albuquerque School of Excellence</b>	<b>Aldo Leopold Charter School</b>	<b>Alma d'Arte Charter High School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 85,472	291,774	113,321
FDIC coverage	85,472	250,000	113,321
Total uninsured public funds	\$ -	41,774	-
Collateral requirement <sup>1</sup>	-	20,887	-
Pledged collateral <sup>2</sup>	-	65,692	-
Total under (over) collateralized	\$ -	(44,805)	-

	<b>Amy Biehl Charter High School</b>	<b>Cesar Chavez Community School</b>	<b>Cien Aguas International School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 737,523	342,609	301,403
FDIC coverage	737,523	342,609	301,403
Total uninsured public funds	\$ -	-	-

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Cash and Cash Equivalents – (Continued)

	<b>Cottonwood Classical Preparatory School</b>	<b>Creative Education Preparatory Institute #1</b>	<b>East Mountain High School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 169,193	129,025	604,612
FDIC coverage	169,193	129,025	604,612
Total uninsured public funds	-	-	-
	<b>Gilbert L. Sena Charter High School</b>	<b>Horizon Academy West</b>	<b>J. Paul Taylor Academy</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 375,637	212,166	20,196
FDIC coverage	375,637	212,166	20,196
Total uninsured public funds	-	-	-
	<b>La Promesa Early Learning Center</b>	<b>Media Arts Collaborative Charter School</b>	<b>New Mexico International School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 152,050	369,443	116,507
FDIC coverage	152,050	369,443	116,507
Total uninsured public funds	\$ -	-	-
	<b>New Mexico School of the Arts</b>	<b>North Valley Academy</b>	<b>School of Dreams Academy</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 351,105	295,975	224,207
FDIC coverage	351,105	295,975	224,207
Total uninsured public funds	\$ -	-	-
	<b>South Valley Preparatory School</b>	<b>Southwest Intermediate Learning Center</b>	<b>Southwest Primary Learning Center</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 173,861	331,444	396,156
FDIC coverage	173,861	250,000	250,000
Total uninsured public funds	\$ -	81,444	145,156
Collateral requirement <sup>1</sup>	-	40,722	73,078
Pledged collateral <sup>2</sup>	-	3,000,000	3,000,000
Total under (over) collateralized	\$ -	(2,959,278)	(2,926,922)

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Cash and Cash Equivalents - (Continued)

	Southwest Secondary <u>Learning Center</u>	Taos Academy	Taos Integrated School of <u>the Arts</u>
<u>Deposits</u>			
Total amount of Deposits	\$ 554,820	439,325	144,442
FDIC coverage	250,000	439,325	144,442
Total uninsured public funds	304,820	-	-
Collateral requirement <sup>1</sup>	152,410	-	-
Pledged collateral <sup>2</sup>	3,000,000	-	-
Total under (over) collateralized	\$ (2,847,590)	-	-

	The Albuquerque Sign Language <u>Academy</u>	The ASK Academy	The GREAT Academy
<u>Deposits</u>			
Total amount of Deposits	\$ 217,740	105,520	406,168
FDIC coverage	217,740	105,520	406,168
Total uninsured public funds	-	-	-

	The International At Mesa Del Sol	The MASTERS Program	The Montessori Elementary
<u>Deposits</u>			
Total amount of Deposits	\$ 32,765	618,397	292,858
FDIC coverage	32,765	618,397	292,858
Total uninsured public funds	-	-	-

	The New America School	Tierra Adentro	Village Academy
<u>Deposits</u>			
Total amount of Deposits	\$ 530,107	110,367	61,901
FDIC coverage	530,107	110,367	61,901
Total uninsured public funds	\$ -	-	-



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Cash and Cash Equivalents - (Continued)

	<b>Coral Community Charter</b>	<b>Estancia Valley Classical Academy</b>	<b>La Jicarita Community School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 16,093	7,606	18,631
FDIC coverage	16,093	7,606	18,631
Total uninsured public funds	\$ -	-	-

	<b>La Resolana Leadership Academy</b>	<b>La Tierra Montessori School of the Arts and Sciences</b>	<b>McCurdy Charter School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 32,932	28,594	91,162
FDIC coverage	32,932	28,594	91,162
Total uninsured public funds	\$ -	-	-

	<b>Mission Achievement and Success</b>	<b>Ralph J. Bunche Academy</b>	<b>Red River Valley Charter School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 3,788	35,633	61,779
FDIC coverage	3,788	35,633	61,779
Total uninsured public funds	\$ -	-	-

	<b>Sage Montessori Charter</b>	<b>Southwest Aeronautics Mathematics, and Science Academy</b>	<b>The Learning Community Charter School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 352	41,211	655,318
FDIC coverage	352	41,211	655,318
Total uninsured public funds	\$ -	-	-

	<b>The New America School - Las Cruces</b>	<b>Uplift Academy</b>	<b>William W. &amp; Josephine Dorn Charter Community School</b>
<b>Deposits</b>			
Total amount of Deposits	\$ 2,502	15,905	12,296
FDIC coverage	2,502	15,905	12,296
Total uninsured public funds	\$ -	-	-

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Accounts Receivable**

As of June 30, 2012, accounts receivable consists of the following:

<b>Accounts Receivable</b>	<b>Academy of Trades &amp; Technology</b>	<b>ACE Leadership High School</b>	<b>Albuquerque Institute of Math and Science</b>
Intergovernmental	\$ 27,900	36,808	-
Other	25,000	-	175,000
Total	\$ 52,990	36,808	175,000

<b>Accounts Receivable</b>	<b>Albuquerque School of Excellence</b>	<b>Aldo Leopold Charter School</b>	<b>Alma d'Arte Charter High School</b>
Intergovernmental	\$ 48,400	15,230	91,160
Other	-	28,646	-
Total	\$ 48,400	43,876	91,160

<b>Accounts Receivable</b>	<b>Amy Biehl Charter High School</b>	<b>Cesar Chavez Community School</b>	<b>Cien Aguas International School</b>
Intergovernmental	\$ 39,068	44,903	68,725
Other	-	-	-
Total	\$ 39,068	44,903	68,725

<b>Accounts Receivable</b>	<b>Cottonwood Classical Preparatory School</b>	<b>Creative Education Preparatory Institute #1</b>	<b>East Mountain High School</b>
Intergovernmental	\$ 16,323	59,150	28,888
Other	57,802	-	7,812
Total	\$ 74,125	59,150	36,700

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Accounts Receivable (Continued)

	Gilbert L. Sena Charter High School	Horizon Academy West	J. Paul Taylor Academy
<b>Accounts Receivable</b>			
Intergovernmental	\$ 215,164	170,342	132,104
Other	-	276,469	-
Total	\$ 215,164	446,811	132,104
	La Promesa Early Learning School	Media Arts Collaborative Charter School	New Mexico International School
Intergovernmental	\$ 151,709	81,022	37,708
Other	-	-	-
Total	\$ 151,709	81,022	37,708
	New Mexico School of the Arts	North Valley Academy	School of Dreams Academy
Intergovernmental	\$ 34,681	256,769	45,823
Other	2,218	-	-
Total	\$ 36,899	256,769	45,823
	South Valley Preparatory School	Southwest Intermediate Learning Center	Southwest Primary Learning Center
Intergovernmental	\$ 18,127	23,164	25,665
Other	-	-	3,772
Total	\$ 18,127	23,164	29,437

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Accounts Receivable (Continued)

<u>Accounts Receivable</u>	<b>Southwest Secondary Learning Center</b>	<b>Taos Academy</b>	<b>Taos Integrated School of the Arts</b>
Intergovernmental	\$ 84,642	36,966	233,717
Other	716	-	-
Total	\$ 85,358	36,966	233,717

<u>Accounts Receivable</u>	<b>The Albuquerque Sign Language Academy</b>	<b>The ASK Academy</b>	<b>The Great Academy</b>
Intergovernmental	\$ 103,200	9,067	4,848
Other	-	-	-
Total	103,200	9,067	4,848

<u>Accounts Receivable</u>	<b>The International School at Mesa del Sol</b>	<b>The MASTERS Program</b>	<b>The Montessori Elementary</b>
Intergovernmental	\$ 54,200	25,415	-
Other	-	-	106,532
Total	\$ 54,200	25,415	106,532

<u>Accounts Receivable</u>	<b>The New America School</b>	<b>Tierra Adentro</b>	<b>Village Academy</b>
Intergovernmental	\$ 43,794	97,587	-
Other	-	-	8,334
Total	\$ 43,794	97,587	8,334

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Accounts Receivable (Continued)

	<b>Coral Community Charter</b>	<b>Estancia Valley Classical Academy</b>	<b>La Jicarita Community School</b>
<b>Accounts Receivable</b>			
Intergovernmental	\$ 8,108	201,829	20,276
Other	-	-	-
Total	<u>\$ 8,108</u>	<u>201,829</u>	<u>20,276</u>

	<b>La Resolana Leadership Academy</b>	<b>La Tierra Montessori School of the Arts and Sciences</b>	<b>McCurdy Charter School</b>
<b>Accounts Receivable</b>			
Intergovernmental	\$ 28,611	45,404	12,431
Other	-	-	-
Total	<u>\$ 28,611</u>	<u>45,404</u>	<u>12,431</u>

	<b>Mission Achievement and Success</b>	<b>Ralph J. Bunche Academy</b>	<b>Red River Valley Charter School</b>
<b>Accounts Receivable</b>			
Intergovernmental	\$ 89,691	47,915	78,469
Other	-	-	-
Total	<u>\$ 89,691</u>	<u>47,915</u>	<u>78,479</u>

	<b>Sage Montessori Charter</b>	<b>The Learning Community Charter School</b>	<b>The New America School Las Cruces</b>
<b>Accounts Receivable</b>			
Intergovernmental	\$ 79,218	12,196	17,721
Other	-	-	-
Total	<u>\$ 79,218</u>	<u>12,196</u>	<u>17,721</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Accounts Receivable (Continued)

<u>Accounts Receivable</u>	<u>Uplift Academy</u>	<u>William W. &amp; Josephine Dorn Charter Community School</u>
Intergovernmental	\$ 23,760	54,552
Other	-	-
Total	<u>\$ 23,760</u>	<u>54,552</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2012 follows:

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>Academy of Trades &amp; Technology</b>					
Furniture, fixtures and equipment	\$ 315,189	-	-	-	315,189
Buildings and improvements	480,287	1,694,788	(10,250)	-	2,164,825
Vehicles	67,361	-	-	-	67,361
Less accumulated depreciation	(276,071)	(103,984)	11,371	-	(368,684)
Capital Assets, Net	<u>\$ 586,766</u>	<u>1,590,804</u>	<u>1,121</u>	<u>-</u>	<u>2,178,691</u>
<b>ACE Leadership High School</b>					
Furniture, fixtures and equipment	\$ 14,874	-	-	-	14,874
Less accumulated depreciation	(4,132)	(4,958)	-	-	(9,090)
Capital Assets, Net	<u>\$ 10,742</u>	<u>(4,958)</u>	<u>-</u>	<u>-</u>	<u>5,784</u>
<b>Albuquerque Institute of Math and Science</b>					
Furniture, fixtures and equipment	\$ 13,790	7,030	-	-	20,820
Less accumulated depreciation	(1,035)	(2,785)	-	-	(3,820)
Capital Assets, Net	<u>\$ 12,755</u>	<u>4,245</u>	<u>-</u>	<u>-</u>	<u>17,000</u>
<b>Albuquerque School of Excellence</b>					
Furniture, fixtures and equipment	\$ 27,566	33,996	-	-	61,562
Less accumulated depreciation	(6,333)	(8,730)	-	-	(15,063)
Capital Assets, Net	<u>\$ 21,233</u>	<u>25,266</u>	<u>-</u>	<u>-</u>	<u>46,499</u>
<b>Aldo Leopold Charter School</b>					
Furniture, fixtures and equipment	\$ 96,411	-	(8,585)	-	87,826
Vehicles	-	9,700	-	-	9,700
Less accumulated depreciation	(26,154)	(9,228)	7,972	-	(27,410)
Capital Assets, Net	<u>\$ 70,257</u>	<u>472</u>	<u>(613)</u>	<u>-</u>	<u>70,116</u>
<b>Alma d'Arte Charter High School</b>					
Furniture, fixtures and equipment	\$ 134,722	15,775	-	-	150,497
Less accumulated depreciation	(122,759)	(4,460)	-	-	(127,219)
Capital Assets, Net	<u>\$ 11,963</u>	<u>11,315</u>	<u>-</u>	<u>-</u>	<u>23,278</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Capital Assets (Continued)

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>Amy Biehl Charter High School</b>					
Furniture, fixtures and equipment	\$ 118,683	36,102	-	-	154,785
Land Improvements	33,950	-	-	-	33,950
Buildings and improvements	3,942,339	-	-	-	3,942,339
Less accumulated depreciation	(731,372)	(112,395)	-	-	(843,767)
Capital Assets, Net	<u>\$ 3,363,600</u>	<u>(76,293)</u>	-	-	<u>3,287,307</u>
<b>Cesar Chavez Community School</b>					
Furniture, fixtures and equipment	\$ 81,681	-	-	-	81,681
Buildings and improvements	23,270	-	-	-	23,270
Less accumulated depreciation	(83,646)	(7,839)	-	-	(91,485)
Capital Assets, Net	<u>\$ 21,305</u>	<u>(7,839)</u>	-	-	<u>13,466</u>
<b>Cien Aguas International School</b>					
Furniture, fixtures and equipment	\$ 63,579	-	-	-	63,579
Less accumulated depreciation	(18,081)	(9,643)	-	-	(27,724)
Capital Assets, Net	<u>\$ 45,498</u>	<u>(9,643)</u>	-	-	<u>35,855</u>
<b>East Mountain High School</b>					
Capital Assets not being Depreciated:					
Construction in Progress	\$ -	56,000	-	-	56,000
Capital Assets being Depreciated:					
Furniture, fixtures and equipment	\$ 827,777	16,303	-	-	844,080
Software	28,228	-	-	-	28,228
Buildings and improvements	-	3,635,906	-	4,023	3,639,929
Leasehold Improvements	4,023	-	-	(4,023)	-
Less accumulated depreciation	(742,211)	(153,402)	-	-	(895,613)
Capital Assets, Net	<u>\$ 117,817</u>	<u>3,554,807</u>	-	-	<u>3,672,624</u>
<b>Gilbert L. Sena Charter High School</b>					
Furniture, fixtures and equipment	\$ 99,462	-	-	-	99,462
Less accumulated depreciation	(52,194)	(8,220)	-	-	(60,414)
Capital Assets, Net	<u>\$ 47,268</u>	<u>(8,220)</u>	-	-	<u>39,048</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Capital Assets (Continued)

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>Horizon Academy West</b>					
Furniture, fixtures and equipment	\$ 28,084	-	-	-	28,084
Less accumulated depreciation	(28,084)	-	-	-	(28,084)
Capital Assets, Net	\$ -	-	-	-	-
<b>J. Paul Taylor Academy</b>					
Furniture, fixtures and equipment	\$ -	17,045	-	-	17,045
Less accumulated depreciation	-	(5,208)	-	-	(5,208)
Capital Assets, Net	\$ -	11,837	-	-	11,837
<b>La Promesa Early Learning Center</b>					
Furniture, fixtures and equipment	\$ 37,959	-	-	-	37,959
Buildings and improvements	2,109,921	14,405	-	-	2,124,326
Less accumulated depreciation	(349,108)	(110,794)	-	-	(459,902)
Capital Assets, Net	\$ 1,798,772	(96,389)	-	-	1,702,383
<b>Media Arts Collaborative Charter School</b>					
Capital Assets not being Depreciated:					
Land	\$ -	410,000	-	-	410,000
Capital Assets being Depreciated:					
Furniture, fixtures and equipment	\$ 36,430	10,387	-	-	46,817
Buildings and improvements	1,588,532	6,125	(6,999)	-	1,587,658
Less accumulated depreciation	(90,381)	(56,967)	-	-	(147,348)
Capital Assets, Net	\$ 1,534,581	369,545	(6,999)	-	1,897,127
<b>New Mexico International School</b>					
Furniture, fixtures and equipment	\$ -	26,822	-	-	26,822
Less accumulated depreciation	-	(3,825)	-	-	(3,825)
Capital Assets, Net	\$ -	22,997	-	-	22,997
<b>New Mexico School for Arts</b>					
Furniture, fixtures and equipment	\$ 90,198	-	-	-	90,198
Less accumulated depreciation	(14,314)	(13,339)	-	-	(27,653)
Capital Assets, Net	\$ 75,884	(13,339)	-	-	62,545

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Capital Assets (Continued)

<u>Capital Assets</u>	<u>Balance</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>North Valley Academy</b>					
Furniture, fixtures and equipment	\$ 9,911	-	-	-	9,911
Buildings and improvements	91,474	-	-	-	91,474
Less accumulated depreciation	(75,455)	(13,723)	-	-	(89,178)
Capital Assets, Net	<u>\$ 25,930</u>	<u>(13,723)</u>	<u>-</u>	<u>-</u>	<u>12,207</u>
<b>School of Dreams Academy</b>					
Furniture, fixtures and equipment	\$ 202,984	44,824	-	-	247,808
Vehicles	-	90,892	-	-	90,892
Less accumulated depreciation	(75,925)	(49,774)	-	-	(125,699)
Capital Assets, Net	<u>\$ 127,059</u>	<u>85,942</u>	<u>-</u>	<u>-</u>	<u>213,001</u>
<b>South Valley Preparatory School</b>					
Furniture, fixtures and equipment	\$ -	6,344	-	-	6,344
Less accumulated depreciation	-	(2,749)	-	-	(2,749)
Capital Assets, Net	<u>\$ -</u>	<u>3,595</u>	<u>-</u>	<u>-</u>	<u>3,595</u>
<b>Southwest Intermediate Learning Center</b>					
Furniture, fixtures and equipment	\$ 155,776	-	-	-	155,776
Buildings improvements	14,151	-	-	-	14,151
Less accumulated depreciation	(139,793)	(9,035)	-	-	(148,828)
Capital Assets, Net	<u>\$ 30,134</u>	<u>(9,035)</u>	<u>-</u>	<u>-</u>	<u>21,099</u>
<b>Southwest Primary Learning Center</b>					
Furniture, fixtures and equipment	\$ 219,996	-	-	-	219,996
Buildings and improvements	13,536	-	-	-	13,536
Land and land improvements	2,800	-	-	-	2,800
Less accumulated depreciation	(120,207)	(22,956)	-	-	(143,163)
Capital Assets, Net	<u>\$ 116,125</u>	<u>(22,956)</u>	<u>-</u>	<u>-</u>	<u>(93,169)</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Capital Assets (Continued)**

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>Southwest Secondary Learning Center</b>					
Furniture, fixtures and equipment	\$ 972,423	5,500	-	-	977,923
Buildings and improvements	42,662	-	-	-	42,662
Less accumulated depreciation	(893,596)	(47,768)	-	-	(941,364)
Capital Assets, Net	<u>\$ 121,489</u>	<u>(42,268)</u>	<u>-</u>	<u>-</u>	<u>79,221</u>
<b>Taos Academy</b>					
Furniture, fixtures and equipment	\$ 12,344	25,130	-	-	37,474
Buildings and improvements	-	119,219	-	-	119,219
Less accumulated depreciation	(5,538)	(8,645)	-	-	(14,183)
Capital Assets, Net	<u>\$ 6,806</u>	<u>135,704</u>	<u>-</u>	<u>-</u>	<u>142,510</u>
<b>Taos Integrated School of the Arts</b>					
Furniture, fixtures and equipment	\$ 10,915	-	-	-	10,915
Less accumulated depreciation	(728)	(728)	-	-	(1,456)
Capital Assets, Net	<u>\$ 10,187</u>	<u>(728)</u>	<u>-</u>	<u>-</u>	<u>9,459</u>
<b>The ABQ Sign Language Academy</b>					
Furniture, fixtures and equipment	\$ 10,527	5,228	-	-	15,755
Less accumulated depreciation	(1,755)	(2,193)	-	-	(3,948)
Capital Assets, Net	<u>\$ 8,772</u>	<u>3,035</u>	<u>-</u>	<u>-</u>	<u>11,807</u>
<b>The ASK Academy</b>					
Furniture, fixtures and equipment	\$ 6,416	-	-	-	6,416
Less accumulated depreciation	(963)	(1,283)	-	-	(2,246)
Capital Assets, Net	<u>\$ 5,453</u>	<u>(1,283)</u>	<u>-</u>	<u>-</u>	<u>4,170</u>
<b>The GREAT Academy</b>					
Furniture, fixtures and equipment	\$ -	30,721	-	-	30,721
Less accumulated depreciation	-	(1,570)	-	-	(1,570)
Capital Assets, Net	<u>\$ -</u>	<u>29,151</u>	<u>-</u>	<u>-</u>	<u>29,151</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Capital Assets (Continued)

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>The International School at Mesa del Sol</b>					
Furniture, fixtures and equipment	\$ 66,946	-	-	-	66,946
Buildings and improvements	117,836	-	-	-	117,836
Less accumulated depreciation	(22,265)	(11,486)	-	-	(33,751)
Capital Assets, Net	<u>\$ 162,517</u>	<u>(11,486)</u>	<u>-</u>	<u>-</u>	<u>151,031</u>
<b>The Masters Program</b>					
Equipment	\$ -	174,217	-	-	174,217
Less accumulated depreciation	-	-	-	-	-
Capital Assets, Net	<u>\$ -</u>	<u>174,217</u>	<u>-</u>	<u>-</u>	<u>174,217</u>
<b>The Montessori Elementary School</b>					
Buildings and improvements	\$ 94,151	35,000	-	-	129,151
Less accumulated depreciation	(18,515)	(8,717)	-	-	(27,232)
Capital Assets, Net	<u>\$ 75,636</u>	<u>26,283</u>	<u>-</u>	<u>-</u>	<u>101,919</u>
<b>The New America School</b>					
Furniture, fixtures and equipment	\$ 100,593	-	-	(32,593)	68,000
Buildings and improvements	28,096	22,872	-	-	50,968
Vehicles	-	-	-	32,593	32,593
Less accumulated depreciation	(59,561)	(36,194)	-	-	(95,755)
Capital Assets, Net	<u>\$ 69,128</u>	<u>(13,322)</u>	<u>-</u>	<u>-</u>	<u>55,806</u>
<b>Tierra Adentro</b>					
Furniture, fixtures and equipment	\$ 31,179	17,366	-	-	48,545
Less accumulated depreciation	(6,119)	(7,104)	-	-	(13,223)
Capital Assets, Net	<u>\$ 25,060</u>	<u>10,262</u>	<u>-</u>	<u>-</u>	<u>35,322</u>
<b>Village Academy</b>					
Furniture, fixtures and equipment	\$ 23,881	-	-	-	23,881
Less accumulated depreciation	(18,309)	(693)	-	-	(19,002)
Capital Assets, Net	<u>\$ 5,572</u>	<u>(693)</u>	<u>-</u>	<u>-</u>	<u>4,879</u>
<b>Ralph J. Bunche Academy</b>					
Furniture, fixtures and equipment	\$ 12,589	75,816	-	-	88,405
Less accumulated depreciation	(12,589)	(5,686)	-	-	(18,275)
Capital Assets, Net	<u>\$ -</u>	<u>70,130</u>	<u>-</u>	<u>-</u>	<u>70,130</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Capital Assets (Continued)

<u>Capital Assets</u>	<u>Balance June 30, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance June 30, 2012</u>
<b>Red River Valley Charter School</b>					
Furniture, fixtures and equipment	\$ 206,215	-	-	-	206,215
Buildings improvements	79,052	-	-	-	79,052
Less accumulated depreciation	<u>(235,097)</u>	<u>(1,979)</u>	-	-	<u>(237,076)</u>
Capital Assets, Net	<u>\$ 50,170</u>	<u>(1,979)</u>	-	-	<u>48,191</u>
<b>The Learning Community Charter School</b>					
Furniture, fixtures and equipment	\$ 285,073	17,138	-	190	302,401
Buildings and improvements	63,425	-	-	(190)	63,235
Less accumulated depreciation	<u>(279,887)</u>	<u>(8,812)</u>	-	-	<u>(288,699)</u>
Capital Assets, Net	<u>\$ 68,611</u>	<u>8,326</u>	-	-	<u>76,937</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

Depreciation Expense for the year ended June 30, 2012 was expensed to the following functions:

<u>Depreciation Expense</u>	<u>Academy of Trade &amp; Technology</u>	<u>ACE Leadership High School</u>	<u>Albuquerque Institute of Math and Science</u>
Instruction	\$ 933	-	-
Instructional Support	8,153	-	-
General Administration	-	-	1,379
Central Services	-	4,958	-
Operations/Plant Maintenance	24,681	-	1,406
Student Transportation	9,872	-	-
Capital Outlay	60,345	-	-
Total	<u>\$ 103,984</u>	<u>4,958</u>	<u>2,785</u>

<u>Depreciation Expense</u>	<u>Albuquerque School of Excellence</u>	<u>Aldo Leopold Charter School</u>	<u>Alma d' Arte Charter High School</u>
Instruction	\$ 2,687	-	4,460
School Admin	1,333	-	-
Operations/Plant Maintenance	4,710	-	-
Capital Outlay	-	9,228	-
Total	<u>\$ 8,730</u>	<u>9,228</u>	<u>4,460</u>

<u>Depreciation Expense</u>	<u>Amy Biehl Charter High School</u>	<u>Cesar Chavez Community School</u>	<u>Cien Aguas International School</u>
Instruction	\$ 239	2,675	-
School Admin	-	-	8,087
Operations/Plant Maintenance	131	3,968	1,556
Capital Outlay	112,025	1,196	-
Total	<u>\$ 112,395</u>	<u>7,839</u>	<u>9,643</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Depreciation Expense (Continued)

<u>Depreciation Expense</u>	Gilbert L. Sena		
	East Mountain High School	Charter High School	J. Paul Taylor Academy
Instruction	\$ 1,288	8,220	2,444
Support services	-	-	2,764
Operations/Plant Maintenance	2,596	-	-
Transportation Services	1,786	-	-
Capital Outlay	147,732	-	-
Total	<u>\$ 153,402</u>	<u>8,220</u>	<u>5,208</u>

<u>Depreciation Expense</u>	La Promesa		
	Early Learning Center	Media Arts Collaborative Charter School	New Mexico International School
Instruction	\$ 1,215	2,038	3,825
Instructional Support	1,317	-	-
Operations/Plant Maintenance	2,250	42,653	-
Food Services	1,239	-	-
Capital Outlay	104,773	12,276	-
Total	<u>\$ 110,794</u>	<u>56,967</u>	<u>3,825</u>

<u>Depreciation Expense</u>	New Mexico		
	School for the Arts	North Valley Academy	School of Dreams Academy
Instruction	\$ 9,599	1,703	40,070
Support Services	-	9,650	5,548
Operations/Plant Maintenance	3,740	2,370	4,156
Total	<u>\$ 13,339</u>	<u>13,723</u>	<u>49,774</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Depreciation Expense (Continued)

<b>Depreciation Expense</b>	<b>South Valley Preparatory</b>	<b>Southwest Intermediate Learning Center</b>	<b>Southwest Primary Learning Center</b>
Instruction	\$ -	6,205	8,604
Support Services	-	-	140
School Administration	2,749	-	-
Operations/Plant Maintenance	-	2,830	-
Capital Outlay	-	-	14,212
Total	\$ 2,749	9,035	22,956

<b>Depreciation Expense</b>	<b>Southwest Secondary Learning Center</b>	<b>Taos Academy</b>	<b>Taos Integrated School of the Arts</b>
Instruction	\$ 12,060	-	-
Support Services	1,404	4,584	728
Operations/Plant Maintenance	6,768	4,061	-
Capital Outlay	27,536	-	-
Total	\$ 47,768	8,645	728

<b>Depreciation Expense</b>	<b>The Albuquerque Sign Language</b>	<b>The ASK Academy</b>	<b>The Great Academy</b>
Direct Instruction	\$ 2,105	-	-
Instructional Support	-	-	622
School Administration	88	1,283	887
Operations/Plant Maintenance	-	-	61
Total	\$ 2,193	1,283	1,570

<b>Depreciation Expense</b>	<b>The International at Mesa Del Sol</b>	<b>Montessori Elementary School</b>	<b>The New America School</b>
Instruction	\$ 2,462	1,930	22,605
School Administration	6,002	-	-
Operations/Plant Maintenance	3,022	5,037	7,072
Capital Outlay	-	1,750	6,517
Total	\$ 11,486	8,717	36,194



STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Depreciation Expense (Continued)

<b>Depreciation Expense</b>	<b>Tierra Adentro</b>	<b>Village Academy</b>	<b>Ralph J. Bunche Academy</b>
Instructional Support	\$ -	-	5,685
School Administration	-	693	-
Operations/Plant Maintenance	7,104	-	-
<b>Total</b>	<b>\$ 7,104</b>	<b>693</b>	<b>5,685</b>

<b>Depreciation Expense</b>	<b>Red River Valley Charter School</b>	<b>The Learning Community Charter School</b>
Operations/Plant Maintenance	\$ -	3,171
Instructional support	1,979	-
Capital Outlay	-	5,641
<b>Total</b>	<b>\$ 1,979</b>	<b>8,812</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**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, 2012.

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Academy of Trades &amp; Technology</b>	\$ 26,010	24,810	24,810	3,624	3,624	3,624

The school leased equipment under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$26,781.

Beginning December 2011, the school converted the operating lease for the building to a capital lease with the landlord, Academy of Trades Foundation. Rental expense for the year ended June 30, 2012 was \$181,593.

The following is an analysis of the leased property under capital leases by major classes.

<u>Classes of Property</u>	<u>Asset Balance</u>
Building	\$ 1,394,384
Less: Accumulated amortization	<u>(23,835)</u>
	\$ <u>1,370,549</u>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

Year Ending June 30:	
2013	180,125
2014	180,125
2015	180,125
2016	180,125
2017	180,125
Thereafter	<u>840,584</u>
Total minimum lease payments	1,741,209
Less: Amount representing interest (b)	<u>(408,282)</u>
Present value of net minimum lease payments (c)	\$ <u>1,332,927</u>

(b) amount necessary to reduce net minimum lease payments to present value calculated at the Entity's incremental borrowing rate at lease inception, discount rate of 8%.

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
--	------	------	------	------	------	----------------------

**Academy of Trades & Technology (Continued)**

(c) reflected on the statement of net assets as current and noncurrent obligations under capital leases of \$169,827 and \$1,163,100, respectively.

The school had a compensated absences balance of \$18,166 at the beginning of the fiscal year. Additions to the balance were \$10,274 and deletions to the balance were \$12,537 which resulted in an ending balance of \$15,903. All of this balance is considered to be current.

**ACE Leadership**

<b>High School</b>	\$ 214,163	18,333	-	-	-	-
--------------------	------------	--------	---	---	---	---

The school leases various facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$188,269.

**Albuquerque Institute**

<b>of Math and Science</b>	\$ 230,420	-	-	-	-	-
----------------------------	------------	---	---	---	---	---

The school leases facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$229,676.

**Albuquerque School**

<b>of Excellence</b>	\$ 583,979	517,952	577,952	97,992	-	-
----------------------	------------	---------	---------	--------	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$387,584.

**Aldo Leopold**

<b>Charter School</b>	\$ 72,000	-	-	-	-	-
-----------------------	-----------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$76,609.

The school had a compensated absences balance of \$24,600 at the beginning of the fiscal year. Deletions to the balance were \$6,687 which resulted in an ending balance of \$17,913 All of this balance is considered to be current.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Commitments and Liabilities (Continued)

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Alma d'Arte Charter High School</b>	\$ 136,770	136,770	136,770	136,770	136,770	136,770

The school leases a facility under short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$125,264.

<b>Amy Biehl Charter High School</b>	\$ 9,863	7,125	7,125	4,163	1,200	1,200
--	----------	-------	-------	-------	-------	-------

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$7,849.

<b>Cesar Chavez Community School</b>	\$ 391,848	401,779	412,006	422,541	433,392	438,921
--	------------	---------	---------	---------	---------	---------

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$384,292.

<b>Cien Aguas International School</b>	\$ 222,294	-	-	-	-	-
--	------------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$189,900.

The school had a compensated absences balance of \$44,211 at the beginning of the fiscal year. Deletions to the balance were \$44,211 which resulted in an ending balance of zero.

<b>Cottonwood Classical Preparatory School</b>	\$ 589,830	-	-	-	-	-
--	------------	---	---	---	---	---

The school leases various facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$540,404.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Creative Education</b>						
<b>Preparatory Institute</b>	\$ 162,878	169,631	-	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$169,471.

The school had a compensated absences balance of \$18,276 at the beginning of the fiscal year. Deletions to the balance were \$13,835 which resulted in an ending balance of \$4,441. All of this balance is considered to be current.

**East Mountain  
High School**

\$ 1,019	1,019	-	-	-	-
----------	-------	---	---	---	---

The school leases equipment under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$12,228.

Beginning February 2012, the school converted the operating lease for the building to a capital lease with the landlord, East Mountain High School Foundation, the schools component unit. Rental expense from July 2011 through January 2012 was \$196,000.

The following is an analysis of the leased property under capital leases by major classes.

<u>Classes of Property</u>	<u>Asset Balance</u>
Building	\$ 3,635,905
Less: Accumulated amortization	<u>(242,393)</u>
	<u>\$ 3,393,512</u>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

**East Mountain High School (Continued)**

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

Year ending June 30:		
	2013	\$ 392,199
	2014	392,199
	2015	392,199
	2016	392,199
	2017	392,199
	Later years	3,529,791
	Total minimum lease payments	5,490,786
	Less: Amount representing interest (b)	<u>(2,047,232)</u>
	Present Value of net minimum lease payments c)	<u>\$ 3,443,554</u>

b) amount necessary to reduce net minimum lease payments to present value calculated at the Entity's incremental borrowing rate at lease inception, discount rate of 5.5%.

c) reflected on the statement of net assets as current and noncurrent obligations under capital leases of \$207,995 and \$3,235,559, respectively.

The school had a compensated absences balance of \$76,481 at the beginning of the fiscal year. Additions to the balance were \$10,661 which resulted in an ending balance of \$87,142. All of this balance is considered to be current.

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Gilbert L. Sena Charter High School</b>	\$ 193,660	197,533	201,484	205,514	209,624	213,816

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012, was \$188,811.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Horizon Academy West</b>	\$ 523,363	-	-	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$549,427.

The school had a compensated absences balance of \$13,726 at the beginning of the fiscal year. Additions to the balance were \$183 which resulted in an ending balance of \$13,909.

<b>J. Paul Taylor Academy</b>	\$ 109,200	-	-	-	-	-
-------------------------------	------------	---	---	---	---	---

The school leases a facility under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$109,200.

<b>La Promesa Early Learning Center</b>	\$ 69,996	69,996	69,996	69,996	69,996	69,996
---	-----------	--------	--------	--------	--------	--------

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$93,078.

**Media Arts Collaborative Charter School**

The school leases various facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$197,318.

Beginning November 2010, the school converted the operating lease for the building to a capital lease with the landlord, West Highland, LLC. The school approved an amendment to the capital lease beginning July 1, 2011 to include additional land. The school has a bargain purchase option to purchase the building for \$1 at the end of the lease.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

**Media Arts Collaborative  
Charter School (Continued)**

The following is an analysis of the leased property under capital leases by major classes.

<u>Classes of Property</u>	<u>Asset Balance</u>
Land-Non Depreciable	\$ 410,000
Building	1,458,773
Less: Accumulated amortization	<u>(99,966)</u>
	<u>\$ 1,768,807</u>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

Year Ending June 30:	
2013	\$ 198,360
2014	198,360
2015	198,360
2016	198,360
2017	198,360
Thereafter	<u>868,372</u>
Total minimum lease payments	1,860,172
Less: Amount representing interest (b)	<u>(554,571)</u>
Present value of net minimum lease payments (c)	<u>\$ 1,305,601</u>

(b) amount necessary to reduce net minimum lease payments to present value calculated at the Entity's incremental borrowing rate at lease inception, discount rate of 8%.

(c) reflected on the statement of net assets as current and noncurrent obligations under capital leases of \$97,433 and \$1,208,168, respectively.

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>New Mexico</b>						
<b>International School</b>	\$ 129,600	133,488	-	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$129,600.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>New Mexico School for the Arts</b>	\$ 150,000	150,000	12,500	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$150,544.

<b>North Valley Academy</b>	\$ 577,181	591,417	606,009	620,965	-	-
---------------------------------	------------	---------	---------	---------	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$577,594.

The school had a compensated absences balance of \$5,097 at the beginning of the fiscal year. Deletions to the balance were \$2 which resulted in an ending balance of \$5,095.

<b>School of Dreams Academy</b>	\$ 475,900	499,421	-	-	-	-
-------------------------------------	------------	---------	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$453,499.

<b>South Valley Preparatory School</b>	\$ 83,416	92,416	95,416	29,416	29,416	-
--	-----------	--------	--------	--------	--------	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$124,512.

<b>Southwest Intermediate Learning Center</b>	\$ 95,075	-	-	-	-	-
---	-----------	---	---	---	---	---

The school leases a facility under a short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$92,305.

The school had a compensated absences balance of \$17,668 at the beginning of the fiscal year. Additions to the balance were \$5,530 which resulted in an ending balance of \$23,198. All of this balance is considered to be current.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Southwest Primary Learning Center</b>	\$ 90,940	-	-	-	-	-

The school leases a facility a under short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$88,292.

The school had a compensated absences balance of \$16,894 at the beginning of the fiscal year. Additions to the balance were \$6,579 which resulted in an ending balance of \$23,473. All of this balance is considered to be current.

<b>Southwest Secondary Learning Center</b>	\$ 502,087	66,832	40,564	-	-	-
--	------------	--------	--------	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$579,371. Of this amount, \$330,426 was paid to a related party.

The school had a compensated absences balance of \$18,994 at the beginning of the fiscal year. Additions to the balance were \$4,478 which resulted in an ending balance of \$23,472. All of this balance is considered to be current.

<b>Taos Academy</b>	\$ 106,800	-	-	-	-	-
---------------------	------------	---	---	---	---	---

The school leases a facility under a short-term cancelable operating lease. Rental expense for the year was \$90,000.

The school had a compensated absences balance of \$22,079 at the beginning of the fiscal year. Additions to the balance were \$11,439 which resulted in an ending balance of \$33,518. All of this balance is considered to be current.

<b>Taos Integrated School of the Arts</b>	\$ 144,000	-	-	-	-	-
---	------------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$106,188.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Commitments and Liabilities (Continued)

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>The Albuquerque Sign Language Academy</b>	\$ 26,950	-	-	-	-	-

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012, was \$34,351.

<b>The ASK Academy</b>	\$ 410,360	382,290	388,820	-	-	-
------------------------	------------	---------	---------	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$383,403.

<b>The Great Academy</b>	\$ 217,447	223,971	230,690	237,611	244,739	252,081
--------------------------	------------	---------	---------	---------	---------	---------

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$190,688.

<b>The International School at Mesa del Sol</b>	\$ 131,636	-	-	-	-	-
---	------------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$95,211.

The school has a lease-to-own capital lease with Rio Rancho Public Schools for 6 portables. The following is an analysis of the lease property under capital leases by major classes.

<u>Classes of Property</u>	<u>Asset Balance</u>
Building	\$ 117,836
Less: Accumulated amortization	(9,064)
	<u>\$ 108,772</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
--	------	------	------	------	------	----------------------

**The International at Mesa Del Sol (Continued)**

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

Year Ending June 30:						
2013 (a)					39,590	

(a) reflected on the statement of net assets as current obligations.

**The MASTERS**

<b>Program</b>	\$ 110,563	110,563	110,563	-	-	-
----------------	------------	---------	---------	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was 69,999.

**The Montessori**

<b>Elementary School</b>	\$ 724,866	746,613	769,011	792,081	815,844	-
--------------------------	------------	---------	---------	---------	---------	---

The school leases a facility under short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$714,752.

**The New America**

<b>School</b>	\$ 560,403	546,166	428,570	398,304	398,304	3,097,063
---------------	------------	---------	---------	---------	---------	-----------

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$602,983

<b>Tierra Adentro</b>	\$ 137,144	-	-	-	-	-
-----------------------	------------	---	---	---	---	---

The school leases a facility under a short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$137,144.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Village Academy</b>	\$ 55,266	55,266	55,266	55,266	55,266	

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$55,266.

<b>Coral Community Center</b>	\$ 81,000	-	-	-	-	-
-------------------------------	-----------	---	---	---	---	---

The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

<b>Estancia Valley Classical Academy</b>	\$ 486,400	342,240	342,240	342,240	342,240	57,040
--	------------	---------	---------	---------	---------	--------

The school leased office space under a short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$4,200. The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

<b>La Resolana Leadership Academy</b>	\$ 121,627	-	-	-	-	-
---------------------------------------	------------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$120,524.

<b>La Tierra Montessori School of the Arts and Science</b>	\$ 72,000					
--	-----------	--	--	--	--	--

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$6,218. The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>McCurdy Charter School</b>	\$ 428,276	428,276	428,276	428,276	428,276	2,141,380

The school entered into a short-term cancelable operating lease with a related party for facilities beginning July 1, 2012.

<b>Mission Achievement And Success</b>	\$ 135,000	-	-	-	-	-
--	------------	---	---	---	---	---

The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

<b>Ralph J. Bunche Academy</b>	\$ 61,640	62,807	63,496	20,634	-	-	-
--------------------------------	-----------	--------	--------	--------	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$61,159.

The school had a compensated absences balance of \$18,164 at the beginning of the fiscal year. Additions to the balance were \$8,615 which resulted in an ending balance of \$26,779. All of this balance is considered to be current.

<b>Red River Valley Charter School</b>	\$ 43,268	43,268	43,268	43,268	43,268	-
--	-----------	--------	--------	--------	--------	---

The school leases a facility under a short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$43,268.

<b>Sage Montessori Charter</b>	\$ 219,140	226,087	233,036	239,984	246,932	-
--------------------------------	------------	---------	---------	---------	---------	---

The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Commitments and Liabilities (Continued)**

	2013	2014	2015	2016	2017	2018 & Thereafter
<b>Southwest Aeronautics, Mathematics, and Science Academy</b>	\$ 303,510	249,510	249,510	249,510	249,510	-

The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012. The school entered into a short-term cancelable operating lease for equipment beginning July 1, 2012 with a related party.

**The Learning  
Community Charter  
School**

\$ 205,470	-	-	-	-	-
------------	---	---	---	---	---

The school leases various equipment and facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2012 was \$205,746.

**The New America  
School – Las Cruces**

\$ 249,522	371,250	396,000	420,750	420,750	420,750
------------	---------	---------	---------	---------	---------

The school entered into a short-term cancelable operating lease for facilities beginning July 1, 2012.

<b>Uplift Academy</b>	\$ 75,400	94,800	110,400	129,000	146,400	-
-----------------------	-----------	--------	---------	---------	---------	---

The school leased a facility under a short-term cancelable operating lease. Rental expense for the year ended June 30, 2012 was \$750.

**William W. &  
Josephine Dorn Charter  
Community School**

\$ 68,400	-	-	-	-	-
-----------	---	---	---	---	---

The school entered into a short-term cancelable operating lease for facilities beginning April 1, 2012. Rental expense for the year ended June 30, 2012 was \$20,000.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA) Contributions**

Academy of Trades & Technology — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$78,338, \$114,147, and \$145,672, respectively. Employee portions totaled \$95,462, \$93,584, and \$108,383 respectively. During fiscal year 2012, 2011 and 2010 \$15,702, \$17,057, and \$17,460 was remitted for RHC employer contributions and \$7,851, \$8,529, and \$8,060 was remitted for RHC employee contributions, respectively.

ACE Leadership High School — Employer ERA contributions for the year ended June 30, 2012 and 2011 totaled \$123,531 and \$101,671, respectively. Employee portions totaled \$150,533 and \$68,510, respectively. During fiscal year 2012 and 2011, \$24,686 and \$13,976 was remitted for RHC employer contributions and \$12,343 and \$6,986 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010.

Albuquerque Institute of Math and Science — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$117,021, \$149,015 and \$120,544, respectively. Employee portions totaled \$139,740, \$105,067 and \$104,756, respectively. During fiscal year 2012, 2011 and 2010 \$23,601, \$21,052 and \$14,614 was remitted for RHC employer contributions and \$11,800, \$10,526, and \$7,307 was remitted for RHC employee contributions, respectively.

Albuquerque School of Excellence — Employer ERA contributions for the year ended June 30, 2012 and 2011 totaled \$76,781 and \$60,016, respectively. Employee portions totaled \$92,210 and \$51,263, respectively. During fiscal year 2012 and 2011 \$15,291 and \$9,133, was remitted for RHC employer contributions and \$7,645 and \$4,566 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010.

Aldo Leopold Charter School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$64,877, \$74,750 and \$123,497, respectively. Employee portions totaled \$79,059, \$64,463 and \$56,744. During fiscal year 2012, 2011 and 2010, \$13,008, \$11,446, and \$12,193 was remitted for RHC employer contributions and \$6,198, \$5,723 and \$4,183 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Alma d'Arte Charter High School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$94,492, \$118,061 and \$140,192, respectively. Employee portions totaled \$110,288, \$82,160 and \$89,542, respectively. During fiscal year 2012, 2011 and 2010, \$15,958, \$11,507 and \$12,501, was remitted for RHC employer contributions and \$7,979, \$7,373 and \$6,251 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA) Contributions (Continued)**

Amy Biehl Charter High School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$149,586, \$185,436, and \$187,371, respectively. Employee portions totaled \$178,821, \$158,128 and \$160,545, respectively. During fiscal year 2012, 2011 and 2010, \$29,670, \$28,196 and \$22,280 was remitted for RHC employer contributions and \$14,834, \$14,098 and \$11,140 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Cesar Chavez Community School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$83,783, \$107,370 and \$127,831, respectively. Employee portions totaled \$102,097, \$82,303 and \$98,550, respectively. During fiscal year 2012, 2011 and 2010, \$16,793, \$15,363 and \$14,497 was remitted for RHC employer contributions and \$8,397, \$7,783, and \$7,249 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Cien Aguas International School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$101,456, \$92,262 and \$64,165, respectively. Employee portions totaled \$119,050, \$78,164 and \$53,960, respectively. During fiscal year 2012, 2011 and 2010, \$19,922, \$13,982 and \$7,565 was remitted for RHC employer contributions and \$9,960, \$6,993 and \$3,782 was remitted for RHC employee contributions, respectively.

Cottonwood Classical Preparatory School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$166,932, \$183,130 and \$153,344, respectively. Employee portions totaled \$200,409, \$156,253 and \$129,392, respectively. During fiscal year 2012, 2011 and 2010, \$33,187, \$28,040 and \$18,354 was remitted for RHC employer contributions and \$16,594, \$13,995 and \$9,013 was remitted for RHC employee contributions, respectively.

Creative Education Preparatory Institute #1 — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$109,561, \$124,148, and \$129,513, respectively. Employee portions totaled \$131,548, \$90,527 and \$94,709, respectively. During fiscal year 2012, 2011 and 2010 \$21,522, \$11,600 and \$14,373 was remitted for RHC employer contributions and \$10,761, \$8,806 and \$7,186 was remitted for RHC employee contributions, respectively.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA)  
Contributions (Continued)**

East Mountain High School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$165,368, \$193,928 and \$196,536, respectively. Employee portions totaled \$199,895, \$166,171 and \$166,819, respectively. During fiscal year 2012, 2011 and 2010 \$33,169, \$30,044 and \$22,240 was remitted for RHC employer contributions and \$16,584, \$15,033 and \$11,620 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Gilbert L. Sena Charter High School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$94,700, \$104,584 and \$118,982, respectively. Employee portions totaled \$115,399, \$93,283 and \$91,842, respectively. During fiscal year 2012, 2011 and 2010 \$18,891, \$16,536 and \$13,508 was remitted for RHC employer contributions and \$9,491, \$8,269, and \$6,754 was remitted for RHC employee contributions, respectively.

Horizon Academy West — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$170,721, \$189,069 and \$187,824, respectively. Employee portions totaled \$202,487, \$161,733, and \$158,722 respectively. During fiscal year 2012, 2011 and 2010, \$33,717, \$28,790, and \$22,254 was remitted for RHC employer contributions and \$16,859, \$6,415 and \$12,092 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

J. Paul Taylor Academy — Employer ERA contributions for the year ended June 30, 2012 totaled \$57,250. Employee portions totaled \$68,259. During fiscal year 2012, \$11,339 was remitted for RHC employer contributions and \$5,669 remitted for RHC employee contributions which equal the required contributions for each year. The school was not in operations for the year ended June 30, 2011 and 2010.

La Promesa Early Learning Center — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$90,086, \$130,493 and \$116,498, respectively. Employee portions totaled \$103,758, \$41,834 and \$40,829, respectively. During fiscal year 2012, 2011 and 2010 \$17,509, \$14,199 and \$9,809 was remitted for RHC employer contributions and \$8,754, \$7,072 and \$4,946 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA)  
Contributions (Continued)**

Media Arts Collaborative Charter School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$83,082, \$110,660 and \$96,080, respectively. Employee portions totaled \$101,243, \$95,026 and \$81,518, respectively. During fiscal year 2012, 2011 and 2010, \$16,652, \$16,870 and \$11,426 was remitted for RHC employer contributions and \$8,326, \$8,440 and \$5,713 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

New Mexico International School— Employer ERA contributions for the year ended June 30, 2012 totaled \$39,690. Employee portions totaled \$45,820. During fiscal year 2012, \$7,790 was remitted for RHC employer contributions and \$3,895 remitted for RHC employee contributions which equal the required contributions for each year. The school was not in operations for the year ended June 30, 2011 and 2010.

New Mexico School for the Arts— Employer ERA contributions for the year ended June 30, 2012 and 2011 totaled \$84,504 and \$118,149, respectively. Employee portions totaled \$100,400 and \$76,029, respectively. During fiscal year 2012 and 2011, \$16,705 and \$15,944 was remitted for RHC employer contributions and \$8,353 and \$7,960 for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010.

North Valley Academy — Employer ERA contributions for the year ended June 30, 2012 and 2011, and 2010 totaled \$167,337, \$193,399 and \$160,450, respectively. Employee portions totaled \$194,082, \$183,868 and \$135,935, respectively. During fiscal year 2012, 2011 and 2010, \$32,652, \$30,128, \$21,549 and was remitted for RHC employer contributions and \$16,326, \$16,361 and \$11,164 was remitted for RHC employee contributions, respectively.

School of Dreams Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$107,183, \$106,251 and \$51,007, respectively. Employee portions totaled \$123,605, \$29,270 and \$31,503, respectively. During fiscal year 2012, 2011 and 2010, \$18,128, \$11,138 and \$5,152 was remitted for RHC employer contributions and \$9,064, \$5,566 and \$2,576 was remitted for RHC employee contributions, respectively.

South Valley Preparatory School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$44,012, \$42,252 and \$1,968, respectively. Employee portions totaled \$52,406, \$33,883 and \$1,697, respectively. During fiscal year 2012, 2011 and 2010, \$8,675, \$6,251 and \$274 was remitted for RHC employer contributions and \$4,338, \$3,126 and \$137 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA)  
Contributions (Continued)**

Southwest Intermediate Learning Center — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$44,784, \$48,696 and \$47,286, respectively. Employee portions totaled \$53,333, \$41,523 and \$40,309. During fiscal year 2012, 2011 and 2010, \$8,863, \$7,404, \$5,609 was remitted for RHC employer contributions and \$4,431, \$3,702 and \$2,805 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Southwest Primary Learning Center — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$43,204, \$52,547 and \$51,018, respectively. Employee portions totaled \$50,967, \$39,756, and \$38,826, respectively. During fiscal year 2012, 2011 and 2010, \$8,509 \$7,614, \$5,403 was remitted for RHC employer contributions and \$4,254, \$3,788 and \$5,056 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Southwest Secondary Learning Center — Employer ERA contributions for the year ended June 30, 2012, 2011, and 2010 totaled \$87,104, \$108,726, and \$105,437, respectively. Employee portions totaled \$102,088, \$74,482 and \$72,288, respectively. During fiscal year 2012, 2011, 2010, \$17,093, \$15,036 and \$10,112 was remitted for RHC employer contributions and \$8,547, \$7,518 and \$5,056 was remitted for RHC employee contributions, respectively, which equal the required contributions for each year.

Taos Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$52,721, \$70,426 and \$52,461, respectively. Employee portions totaled \$64,244, \$39,804 and \$26,388. During fiscal year 2012, 2011 and 2010, \$10,567, \$9,046 and \$5,385 was remitted for RHC employer contributions and \$5,284, \$4,523 and \$2,627 was remitted for RHC employee contributions, respectively.

Taos Integrated School of the Arts — Employer ERA contributions for the year ended June 30, 2012 and 2011 \$41,421 and \$39,359, respectively and employee portions totaled \$47,075 and \$26,564, respectively. During fiscal year 2012 and 2011, \$7,995 and \$5,501 was remitted for RHC employer and \$3,998 and \$2,696 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010.

The Albuquerque Sign Language Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$53,040, \$49,090 and \$1,690, respectively. Employee portions totaled \$62,106 \$39,536 and \$1,457, respectively. During fiscal year 2012, 2011 and 2010, \$10,403, \$7,280 and \$202 was remitted for RHC employer contributions and \$5,201, \$3,640 and \$101 was remitted for RHC employee contributions, respectively.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA)  
Contributions (Continued)**

The ASK Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$67,266, \$70,436 and \$977, respectively. Employee portions totaled \$80,305, \$60,508 and \$842, respectively. During fiscal year 2012, 2011, and 2010 \$13,299, \$10,746 and \$116 was remitted for RHC employer contributions and \$6,664, \$5,373 and \$58 was remitted for RHC employee contributions, respectively.

The Great Academy — Employer ERA contributions for the year ended June 30, 2012 and 2011 totaled \$39,393 and \$827, respectively and employee portions totaled \$45,111 and \$713, respectively. During fiscal year 2012 and 2011, \$7,684 and \$126 was remitted for RHC employer contributions and \$3,842 and \$63 was remitted for RHC employee contributions, respectively. The school was not in operations for the year ended June 30, 2010.

The International School at Mesa del Sol — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$71,836, \$50,589 and \$33,754, respectively. Employee portions totaled \$84,235, \$41,945 and \$28,887, respectively. During fiscal year 2012, 2011 and 2010, \$14,100, \$8,002 and \$4,189 was remitted for RHC employer contributions and \$7,050, \$3,766 and \$2,116 was remitted for RHC employee contributions, respectively.

The MASTERS Program — Employer ERA contributions for the year ended June 30, 2012 and 2011 totaled \$52,325 and \$61,130, respectively. Employee portions totaled \$63,762 and \$52,428, respectively. During fiscal year 2012 and 2011, \$10,688 and \$9,333 was remitted for RHC employer contributions and \$5,304 and \$4,664 was remitted for RHC employee contributions, respectively.

The Montessori Elementary School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$123,503, \$126,391 and \$113,179, respectively. Employee portions totaled \$133,671, \$102,942 and \$91,729, respectively. During fiscal year 2012, 2011 and 2010 \$23,291, \$18,862 and \$13,372 was remitted for RHC employer contributions and \$11,645, \$9,431 and \$6,665 was remitted for RHC employee contributions, respectively.

The New America School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$108,630, \$139,803 and \$80,343, respectively. Employee portions totaled \$132,308, \$105,754 and \$59,102, respectively. During fiscal year 2012, 2011, and 2010 \$22,565, \$20,414 and \$9,016 was remitted for RHC employer contributions and \$11,283, \$10,228 and \$4,082 was remitted for RHC employee contributions, respectively.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA) Contributions (Continued)**

Tierra Adentro — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$88,944, \$98,499 and \$2,453, respectively. Employee portions totaled \$102,636, \$62,401 and \$2,115, respectively. During fiscal year 2012, 2011 and 2010, \$17,815, \$13,275 and \$293 was remitted for RHC employer and \$8,907, \$6,638 and \$146 was remitted for RHC employee contributions.

Village Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$24,641, \$33,487 and \$35,244 respectively. Employee portions totaled \$30,027, \$28,877 and \$30,394 respectively. During fiscal year 2012, 2011 and 2010, \$4,939, \$5,117 and \$4,089 was remitted for RHC employer and \$2,470, \$2,559 and \$2,045 was remitted for RHC employee contributions, respectively.

La Resolana Leadership Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$30,426, \$30,475 and \$33,067 respectively. Employee portions totaled \$33,649, \$24,813 and \$24,727 respectively. During fiscal year 2012, 2011 and 2010, \$5,789, \$4,518 and \$4,395 was remitted for RHC employer and \$2,894, \$2,269 and \$1,790 was remitted for RHC employee contributions, respectively.

Ralph J. Bunche Academy — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$42,752, \$52,019 and \$43,330 respectively. Employee portions totaled \$47,682, \$36,374 and \$33,967 respectively. During fiscal year 2012, 2011 and 2010, \$8,170, \$7,254 and \$4,707 was remitted for RHC employer and \$4,085, \$3,627 and \$2,354 was remitted for RHC employee contributions, respectively.

Red River Valley Charter School — Employer ERA contributions for the year ended June 30, 2012 totaled \$29,431. Employee portions totaled \$35,864. During fiscal year 2012, \$5,910, was remitted for RHC employer and \$2,955 was remitted for RHC employee contributions.

The Learning Community Charter School — Employer ERA contributions for the year ended June 30, 2012, 2011 and 2010 totaled \$95,227, \$148,228 and \$149,420, respectively. Employee portions totaled \$115,471, \$83,977 and \$85,092, respectively. During fiscal year 2012, 2011 and 2010, \$19,035, \$18,273 and \$15,420 was remitted for RHC employer and \$9,518, \$9,793 and \$7,711 was remitted for RHC employee contributions, respectively.

The New America School - Las Cruces — Employer ERA contributions for the year ended June 30, 2012 totaled \$649. Employee portions totaled \$791. During fiscal year 2012 \$130 was remitted for RHC employer and \$65 was remitted for RHC employee contributions. The school was not in operations for year ended June 30, 2011 and 2010.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Educational Retirement Board (ERB) and Retiree Health Care Authority (RHCA) Contributions (Continued)**

Uplift Academy — Employer ERA contributions for the year ended June 30, 2012 totaled \$1,572. Employee portions totaled \$1,916. During fiscal year 2012 \$315 was remitted for RHC employer and \$157 was remitted for RHC employee contributions. The school was not in operations for year ended June 30, 2011 and 2010.

William W. & Josephine Dorn Charter Community School — Employer ERA contributions for the year ended June 30, 2012 totaled \$3,889. Employee portions totaled \$4,739. During fiscal year 2012 \$779 was remitted for RHC employer and \$390 was remitted for RHC employee contributions. The school was not in operations for year ended June 30, 2011 and 2010.

**Pending Litigation Related to State Authorized Chartered Schools**

The following school had pending litigation requiring disclosure:

Albuquerque Institute of Math & Science — As of June 30, 2012, the school had pending litigation from a former employee.

North Valley Academy — As of June 30, 2012, the school had pending litigation from a former employee.

**Subsequent Events Related to State Authorized Chartered Schools**

The following schools had subsequent events requiring disclosure:

Coral Community Academy, Estancia Valley Classical Academy, La Tierra Montessori School for the Arts and Science, McCurdy Charter School, Mission Achievement & Success, Sage Montessori Charter, Southwest Aeronautics, Mathematics, and Science Academy, The New America-Las Cruces, Uplift Academy and William & Josephine Dorn Charter Community School began its first year of operations on July 1, 2012. La Jicarita Community School was granted a 1 year planning extension. The school plans to open August 1, 2013.

Walatowa High Charter School transferred in Jemez Valley School District beginning July 1, 2012.

Creative Education Preparatory #1 and North Valley Academy- A new principal/director was hired beginning July 1, 2012.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Subsequent Events Related to State Authorized Chartered Schools (Continued)**

The New America School- The school entered into a sublease with option to purchase beginning September 2012. The lease terminates or expires by its terms or November 10, 2027.

**Related Party Transactions**

The following schools had related party transactions requiring disclosure:

Academy of Trades & Technology – The school created a Foundation in fiscal year 2010 to purchase the building that the school resides in. The Foundation is considered a component unit of the School and is presented as a component unit.

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 \$52,500.

Albuquerque Institute of Math and Science – The Business Manager for this school is also the Business Manager for Albuquerque Sign Language Academy.

Aldo Leopold Charter School – The Business Manager's spouse was employed at the school. Total amount paid was \$1,031.

Alma d'Arte Charter High School – The Business Manager's spouse is employed at the school as the Facilities Director. Total amount paid was \$41,934. The Business Manager of this school is also the Business Manager of J. Paul Taylor Academy. An audit committee member has a relative employed at the school as the Registrar. Total amount paid was \$26,390.

Amy Biehl Charter High School – The school has a Foundation that donates various funds to the school and is presented as a component unit of the school.

Cesar Chavez Community School – The school has a Foundation which subleases the property to the school. The Foundation is presented as a component unit of the school. The Business Manager's spouse is the President of the Foundation Board and is the Business Manager for Gilbert Sena, La Promesa Early Learning Center, and The Montessori Elementary.

Cien Aguas International School – The Business Manager for this school is also the Business Manager for Media Arts Collaborative Charter School. A governing council member is employed for a company that provides services to the school. Total amount paid was \$4,838.



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Related Party Transactions (Continued)**

Cottonwood Classical Preparatory School – The Director of Operations' son is employed at the school. Total amount paid was \$24,627. The Business Manager of the school also works for the NM Coalition for Charter Schools. The Coalition provides free professional services to the school. The school also has a foundation which donates various funds to the school and is presented as a component unit of the school.

Creative Education Preparatory Institute #1 – The Business Manager's daughter is employed at the school. Total amount paid was \$9,045. A governing council member provided professional services to the school. Total amount paid was \$2,015. The spouse of a teacher is a substitute for the school.

East Mountain High School – The school has a Foundation which donates funds to the school. The school also entered into a Lease to Purchase with the Foundation approved by the Public School Facility Authority in February 2012. The Foundation is presented as a component unit of the school.

Gilbert L. Sena Charter School – The Business Manager of this school is also the Business Manager of The Montessori Elementary and La Promesa. The Business Manager and his spouse operate a company that provides bookkeeping services to the school. Total amount paid was \$55,614. The Business Manager and the bookkeeping company also share an assistant. Total amount paid to the assistant was \$27,495. In addition, during the year the school donated computers to Montessori Elementary.

J. Paul Taylor Academy – The Business Manager of this school is also the Business Manager of Alma D' Arte.

La Promesa Early Learning Center – The Business Manager of this school is also the Business Manager of The Montessori Elementary and Gilbert Sena. The Business Manager and his spouse operate a company that provides bookkeeping services for the school. Total amount paid was \$42,347. The Executive Director's daughter is an employee of the school. The Principal's daughter was also contracted to provide art instructor services for the school.

Media Arts Collaborative Charter School – The Business Manager is also the Business Manager of Cien Aguas International School.

North Valley Academy – The Former Principal's son operated the Roadrunner after school program which leases space from the school. The company pays a lease is \$100 a month.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Related Party Transactions (Continued)**

The school entered into a contract with a company owned by a board member. Total amount paid was \$3,310.

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. ADI does not charge the Southwest Intermediate Learning Center for services it provides to the school.

The school approved an employment contract for the Director's son to begin July 1, 2012. The nepotism was waived by the board August, 7, 2012.

Southwest Intermediate Learning Center (Continued)-In addition, the same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers. The Director is also the Founder of Southwest Aeronautics, Mathematics, and Science Academy.

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. ADI does not charge the Southwest Primary Learning Center for services it provides to the school.

The school approved an employment contract for a board member's son. Total amount paid was \$6,923.

In addition, the same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers. The Director is also the Founder of Southwest Aeronautics, Mathematics, and Science Academy.

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. ADI does not charge the Southwest Secondary Learning Center for services it provides to the school.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Related Party Transactions (Continued)**

The same administration runs all three schools: Southwest Secondary, Intermediate, and Primary Learning Centers. The Director is also the Founder of Southwest Aeronautics, Mathematics, and Science Academy.

The Board entered into a rental lease in which the director owns 50% of the company. The other 50% is owned by a teacher. Total amount of the lease was \$114,426. The Director entered into two additional leases for the use of airplanes with a company directly owned by the director. Total paid was \$216,000.

Taos Academy – The Business Manager is also the Business Manager of Taos Integrated School of Arts and performed services during the year for La Tierra Montessori School for the Arts and William and Josephine Dorn Charter Community School, all state charter schools.

Taos Integrated School of Arts- The Principal's cousin owns a company that provided video promotional services to the school under a contract approved during fiscal year 2011. The final payment was made during fiscal year 2012 and totaled \$1,500. The Business Manager is also the Business Manager for Taos Academy and performed services during the year for William and Josephine Dorn Charter Community School and La Tierra Montessori School of Arts and Sciences, all state charter schools. The Principal of this school is also the Principal at La Tierra Montessori School of Arts and Sciences and William W. and Josephine Dorn Charter Community School.

The Albuquerque Sign Language Academy - The Academy Administrator's spouse is employed by a Company that performs services for the school. Total payments made to vendor were \$5,508. The Business Manager for this school is also the Business Manager for Albuquerque Institute for Math and Science.

The ASK Academy- The Former General Manager/Principal served on the board for the New Mexico Coalition for Charter Schools (NMCCS). The School had a contract with the NMCCS to provide business services. Total amount of contract was \$45,000. A governing council member's brother is the Custodian for the school's foundation.

The Great Academy – The Executive Director's spouse is employed as a consultant by the school. Total paid was \$34,882. The board waived the nepotism requirement during the June 2012 meeting. The school entered into a contract with a company founded by the Director. Total amount paid to company was \$44,413.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Related Party Transactions (Continued)**

The International School at Mesa Del Sol – The Business Manager Assistant is married to the contracted food services provider. Total amount paid to the vendor was \$39,162.

The Montessori Elementary School – The school has a Foundation that has a lease to purchase for the building the school is in. The Foundation is presented as a component unit of the school. The Business Manager for the school is also the Business Manager for Gilbert L. Sena and La Promesa Early Learning Center. The Business Manager's spouse is the Business Manager for Cesar Chavez Charter School. The Business Manager's daughter is employed at the school. The Principal's daughter works for school as a contractor. The Nepotism Act waived by governing council in FY 2008. In addition, during the current year, Gilbert L. Sena donated computers to the school.

Coral Community School – The Business Manager for this school is also the Business Manager for The Learning Community Foundation.

La Jicarita Community School – The Business Manager donated the use of his personal office space to be used by the school. The President of the Governing Council is married to the President and Founder of the school's Foundation.

La Tierra Montessori School of Arts and Sciences – The Business Manager is also the Business Manager of Taos Integrated School of Arts, Taos Academy and performed services during the year for William and Josephine Dorn Charter Community School, all state charter schools. The Principal of this school is also the Principal at Taos Integrated School of the Arts and William W. & Josephine Dorn Charter Community School.

McCurdy School of Northern New Mexico – The Business Manager for this school was also the Business Manager of Red River Valley Charter School.

Red River Valley Charter School – The Business Manager for this school was also the Business Manager for McCurdy School of Northern New Mexico.

Southwest Aeronautics, Mathematics, and Science Academy- The school entered into a contract for office rental space with a company owned by the Director. Total amount paid was \$15,000. The school entered into a second contract beginning July 1, 2012 with another company owned by the Director for rental of an airplane.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Related Party Transactions (Continued)**

The Learning Community School: The Principal of the Learning Community Charter was also the President of the governing council for the Learning Community Foundation. The Foundation is presented as a component unit of the school. Two teachers were contracted to perform repairs and maintenance services for the school. The two teachers were each paid \$4,000 in addition to their employment contracts.

William W. and Josephine Dorn Charter Community School – The Business Manager is also the Business Manager of Taos Integrated School of Arts, Taos Academy and performed services during the year for La Tierra Montessori School of Arts and Sciences, all state charter schools. The Principal is also the Principal for Taos Integrated School of Arts and La Tierra Montessori School of Arts and Sciences.

In addition, the Founder's spouse has a contract to perform services for the school. The total amount paid was \$17,500.

**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 (School) approved 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. During December 2012, the foundation issued a capital lease to the school for the purchase of the property.

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:* At June 30, 2012, the Foundation's deposit was \$15,254.

*Accounts Receivable:* The Foundation had a trade receivable in the amount of \$40,499 due from the school.

*Note Receivable:* In December 2011, the Foundation entered into a Lease to Purchase Agreement with the school for the purchase of all of the buildings and the property. As a result of agreement, the Foundation recorded a note receivable for \$1,670,000. At December 30, 2012, the balance on the note receivable was \$1,332,927, including interest at 8%. The note receivable is to be paid to the Foundation over a ten-year period. Future amounts due to the Foundation are:

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Component Units of State Authorized Chartered Schools (Continued)

2013	2014	2015	2016	2017	2018 & Thereafter
\$ 169,827	101,937	109,307	117,208	125,681	708,967

*Long-Term Debt:* The Foundations' long-term debt consists of a building mortgage. Balance at June 30, 2012 totaled \$1,145,731 of which \$51,378 was considered current. The future long-term debt payments are as follows:

2013	2014	2015	2016	2017	2018 & Thereafter
\$ 51,378	55,092	59,075	63,346	67,925	848,915

*Net assets:* As of June 30, 2012      \$218,059

Amy Biehl Charter High School – Amy Biehl Charter High School Foundation (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.

The financial information of Amy Biehl Charter High School is presented in a separate column from the School to emphasize the Foundation is legally separate from the school.

*Cash:* At June 30, 2012, the Foundation's deposits were \$162,341.

*Accounts Receivable:* The Foundation had a trade receivable in the amount of \$20,709. All of which is considered collectible.

*Net assets:* As of June 30, 2012      \$182,720

Cesar Chavez Community School (CCSS) - CCCS has a component unit, Cesar Chavez Community School Foundation (The Foundation), a New Mexico non-profit organization. The Foundation's purpose was to lease and eventually own 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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Component Units of State Authorized Chartered Schools (Continued)**

Cesar Chavez Community School (CCSS) (Continued)

The Foundation 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, 2012.

*Cash:* At June 30, 2012, the Foundation's deposits were \$36,516.

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 the State 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, 2012 the school had a remaining debt balance of \$1,936,807 of which \$248,675 is considered current.

The following is an analysis of the leased property under capital leases by major classes.

Classes of Property	Asset Balance
Building	\$2,377,167
Less: Accumulated amortization	<u>(121,906)</u>
	<u>\$2,255,261</u>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

Year ending June 30:	
2013	\$ 331,001
2014	340,931
2015	351,159
2016	361,694
2017	372,544
Later years	1,186,042
Total minimum lease payments	2,943,371
Less: Amount representing interest (b)	<u>(1,006,564)</u>
Present Value of net minimum lease payments (c)	<u>\$ 1,936,807</u>

b) amount necessary to reduce net minimum lease payments to present value calculated at the Entity's incremental borrowing rate at lease inception, discount rate of 3%.

c) reflected on the statement of net assets as current and noncurrent obligations under capital leases of \$248,675 and \$1,688,132, respectively.

*Net assets:* As of June 30, 2012      \$354,970

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Component Units of State Authorized Chartered Schools (Continued)**

Cottonwood Classical Foundation – Cottonwood Classical Foundation (Foundation) is a non-profit corporation established in 2010 to provide support to Cottonwood Classical Preparatory Charter School enhancing its mission to educate the student as a whole-intellectually, socially, emotionally, and physically-creating life-long learners. The primary focus of the Foundation is to support the educational pursuits of students through facility enhancements and supplemental faculty resources.

The financial information of Cottonwood Classical Foundation is presented in a separate column from the School to emphasize the Foundation is legally separate from the school.

*Cash:* At June 30, 2012, the Foundation’s deposits were \$48,749.

*Fixed Assets:* The Foundation capitalized equipment. Total capitalized is \$1,968.

Net assets: As of June 30, 2012      \$51,400

East Mountain High School Foundation - East Mountain High School Foundation (Foundation) is a non-profit corporation established in fiscal year 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:* At June 30, 2012, the Foundation’s deposits were \$548,486.

*Note Receivable:* In February 2012, the Foundation entered into a Lease to Purchase Agreement with the school for the purchase of all of the buildings and the property. As a result of agreement, the Foundation received cash of \$109,000 and recorded a note receivable for \$3,891,000. At December 30, 2012, the balance on the note receivable was \$3,816,068, including interest at 5.5%. The note receivable is to be paid to the Foundation over a fourteen-year period. Future amounts due to the Foundation are:

					<b>2018 &amp; Thereafter</b>
<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	
\$186,982	197,529	208,671	220,442	232,877	2,769,567



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Component Units of State Authorized Chartered Schools (Continued)**

East Mountain High School Foundation (Continued)

*Fixed Assets:* The Corporation records its land cost. Total land capitalized is \$392,715.

*Long-Term Investments:* The Foundation holds a 13 month Certificate of Deposit which totaled \$77,679.

*Long-Term Debt:* The Foundation's long-term debt consists of a building mortgage along with unsecured debt. Balance at June 30, 2012 totaled \$1,671,171 of which \$168,515 was considered current. The future long-term debt payments are as follows:

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018 &amp; Thereafter</b>
	\$168,515	174,086	179,828	185,761	191,889	771,092

*Net Assets:* As of June 30, 2012      \$3,079,611

The Montessori Elementary School Foundation (TME) - 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 own 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, 2012.

*Cash:* At June 30, 2012, the Foundation's deposits were \$1,444.

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Component Units of State Authorized Chartered Schools (Continued)**

The Montessori Elementary School Foundation (TME) (Continued)

The following is an analysis of the lease property under capital leases by major classes:

Classes of Property	<u>Asset Balance</u>
Building	\$4,336,122
Less: Accumulated amortization	<u>(444,731)</u>
	<u>\$3,891,391</u>

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2012.

	Year ending June 30:
	2013      \$ 665,564
	2014      685,531
	2015      706,097
	2016      727,280
	2017      749,098
Later years	<u>771,571</u>
Total minimum lease payments	4,305,141
Less: Amount representing interest (b)	<u>(1,550,356)</u>
Present Value of net minimum lease payments (c)	<u>\$ 2,754,785</u>

The Montessori Elementary School (TME) (Continued)

b) amount necessary to reduce net minimum lease payments to present value calculated at the Entity's incremental borrowing rate at lease inception, discount rate of 3%.

c) reflected on the statement of net assets as current and noncurrent obligations under capital leases of \$545,400 and \$2,029,385, respectively.

*Net assets:* As of June 30, 2012      \$1,389,378

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Component Units of State Authorized Chartered Schools (Continued)**

The Learning Community Charter School (School) – The Learning Community Charter School Foundation (Foundation) is a non-profit corporation established in 2005 to provide support to the School by (1) acquiring and holding real estate to construct a school campus complete with buildings, furniture and fixtures and (2) to be empowered to function as a cultural center qualifying as a charitable activity.

The financial information of the Foundation is presented in a separate column to emphasize that the non-profit corporation is legally separate from the School.

*Cash:* At June 30, 2012, the Foundation’s deposits were \$34,049.

*Fixed Assets:* The Foundation records its land, buildings and equipment at costs and depreciates them over their estimated useful lives. Net capital assets at June 30, 2012 was \$1,398,262.

*Long-Term Debt:* The Foundation’s long-term debt consists of a building mortgage. Balance at June 30, 2012 totaled \$1,433,984 of which \$70,336 was considered current. The future long-term debt payments are as follows:

	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018 &amp; Thereafter</b>
	\$ 70,336	76,074	82,281	88,994	95,707	1,020,592

*Net Assets:* As of June 30, 2012 (\$1,673)

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding**

The following schools had Joint Powers Agreements or Memorandum of Understanding 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 with Cooperative Educational Services (CES). The agreement was approved by the DFA on November 13, 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.

The school has a Joint Powers Agreement with Cooperative Educational Services (CES). The agreement was approved by the DFA on May 25, 2005.

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 entered into 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.

Cottonwood Classical Preparatory School- The school entered into a Memorandum of Agreement with the Cottonwood Classical Foundation to agree that all gifts and donations received by the Foundation are given for the benefit of the school and shall be managed, distributed and utilized in accordance with the policies established by the school and the Foundation to assurance accountability to the donor and to the public that supports the school. Agreement was approved November 30, 2009.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding (Continued)**

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.

The school has a Memorandum of Understanding with the EMHS Athletic Booster Club, to facilitate Title IX Compliance. The agreement was approved on October 26, 2011.

The school entered into a Facility Maintenance Agreement with the EMHS Foundation to continue to provide for the long-term maintenance of the facilities. Agreement was approved on April 23, 2012.

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.

La Promesa Early Learning Center - Has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on January 11, 2006 by DFA.

The school has a Memorandum of Understanding with the Southwest Regional Education Center. The agreement enables the entities to work together for the purpose of receiving reimbursement for state-specific Medicaid covered medical services provided to Title XIX-eligible students through the special education program. A fee of 11% to the SWREC is to be paid quarterly based on fees received. The agreement was approved on August 24, 2010.

Media Arts Collaborative Charter School - Has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on August 25, 2008 by DFA.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding (Continued)**

Media Arts Collaborative Charter School (Continued) -The school entered into a Memorandum of Understanding with the Media Literacy Project. The Agreement enables the non-profit to render instructional services in several areas of media literacy. The school will compensate the non-profit for total costs not to exceed \$4,200 per year. The agreement was approved on July 22, 2011.

New Mexico International School - The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on October 13, 2011 by DFA.

New Mexico School for the Arts - The school has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on January 25, 2010 by DFA.

North Valley Academy - The school has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on April 24, 2003 by DFA.

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding (Continued)**

Southwest Primary Learning Center (Continued): 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.

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.

The School has a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by the governing council on January 3, 2001 by DFA.

Taos Academy - The School entered into a Joint Powers Agreement with the Cooperative Educational Services for the building of a portable. The agreement was approved July 22, 2011.

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.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding (Continued)**

The Albuquerque Sign Language Academy (Continued)- The school has a Memorandum of Understanding with the Southwest Regional Education Center. The agreement enables the entities to work together for the purpose of receiving reimbursement for state-specific Medicaid covered medical services provided to Title XIX-eligible students through the special education program. A fee of 11% to the SWREC is to be paid quarterly based on fees received. The agreement was approved on July 6, 2010.

The school entered into a Memorandum of Understanding with the Southwest Family Guidance Center. The Agreement enables the School and Center to combine efforts to provide therapeutic interventions and training that support the social emotional development of students and their families. The agreement was approved on February 22, 2012.

The ASK Academy- The school entered into a Memorandum of Understanding with the County of Sandoval. The Agreement enables the County to assist the School in providing their students with first aide and basic life support (CPR) instruction. The agreement was approved on September 12, 2011.

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.

The MASTERS Program - The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved by DFA on April 17, 2012.

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.

The school has a Memorandum of Understanding with the Southwest Regional Education Center (SWREC). The agreement enables the entities to work together for the purpose of receiving reimbursement for state-specific Medicaid covered medical services provided to Title XIX-eligible students through the special education program. A fee of 11% to the SWREC is to be paid quarterly based on fees received.

Estancia Valley Classical Academy - The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved April 6, 2012.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Joint Powers Agreements/Memorandum of Understanding (Continued)**

Mission Achievement & Success – The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved June 13, 2012.

Southwest Aeronautics, Mathematics, and Science Academy – The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved February 7, 2012.

The New America-Las Cruces – The school entered into a Joint Powers Agreement with an Educational Cooperative (Cooperative Educational Services). The agreement was approved July 16, 2012.

Uplift Academy- The school entered into a Memorandum of Understanding with Expeditionary Learning (EL). The Agreement enables the EL to provide services to faculty and school leaders to foster the full implementation of the EL school reform design. The total cost agreed is \$28,000. The agreement was approved on January 30, 2012.

**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.

**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, 2012, 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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Academy of Trades & Technology**

- a. No funds exceeded budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	107,212
Title I	33,650	-
IDEA B Entitlement	41,434	-
IDEA B Risk Pool	302	-
Teacher/Principal Training	8,030	-
2010 Library GO Bonds	2,137	-
HB 33 Capital Improvements	12,255	-
SB 9 Capital Improvements	<u>9,404</u>	<u>-</u>
Total due to/from other funds	<u>\$ 107,212</u>	<u>107,212</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

Title I	\$ (28,646)
IDEA B Entitlement	(44,764)
HB 33 Capital Improvements	<u>(10,266)</u>
Total	<u>\$ (83,676)</u>

- d. The following funds reported operating transfers for the year ended June 30, 2012:

	<b><u>Transfer In</u></b>	<b><u>Transfer Out</u></b>
Operational fund	\$ -	16,661
Family & Youth Program	-	675
Federal Charter School Planning	<u>17,336</u>	<u>-</u>
Total transfers in/out	<u>\$ 17,336</u>	<u>17,336</u>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**ACE Leadership High School**

- a. No funds exceeded budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	29,328
Title I	<u>29,328</u>	<u>-</u>
Total due to/from other funds	<u>\$ 29,328</u>	<u>29,328</u>

- c. No funds reported a deficit fund balance for the year ended June 30, 2012.
- d. The following funds reported operating transfers for the year ended June 30, 2012:

	<b><u>Transfer In</u></b>	<b><u>Transfer Out</u></b>
Operational fund	\$ -	11,221
Federal Charter School Planning	<u>11,221</u>	<u>-</u>
Total transfers in/out	<u>\$ 11,221</u>	<u>11,221</u>

**Albuquerque Institute of Math and Science**

- a. Two funds exceeded approved budgetary authority for the year ended June 30, 2012.

Education Jobs Fund	
Direct Instruction	\$ 922
Public School Capital Outlay	
Capital Outlay	\$ 191,404

- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Albuquerque Institute of Math and Science (Continued)**

d. The following funds reported operating transfers for the year ended June 30, 2012:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ 1,288	-
Food Services	-	<u>1,288</u>
Total transfers in/out	<u>\$ 1,288</u>	<u>1,288</u>

**Albuquerque School of Excellence**

a. Three funds exceeded approved budgetary authority for the year ended June 30, 2012.

Operational	
Instruction	\$ 1,433
Federal Charter School Grant	
Instruction	\$ 25,597
Teacher Principal Training	
Support Services	\$ 108

b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	39,287
Food Services	5,997	-
Title I - IASA	25,281	-
IDEA - B Risk Pool	409	-
Federal Charter School Planning	6,602	-
Teacher Principal Training	<u>998</u>	<u>-</u>
Total due to/from other funds	<u>\$ 39,287</u>	<u>39,287</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Albuquerque School of Excellence (Continued)

c. The following special revenue funds reported a deficit fund balance at June 30, 2012:

Food Services	\$ (11,745)
2010 GO Bonds	<u>(832)</u>
Total	<u>\$ (12,577)</u>

d. No funds reported operating transfers for the year ended June 30, 2012.

Aldo Leopold Charter School

a. One fund exceeded approved budgetary authority for the year ended June 30, 2012.

Title I-IASA	
Support Services	\$ 677

b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	54,018
Title I-IASA	11,704	-
IDEA-B Entitlement	10,142	-
Teacher/Principal Training	1,636	-
2009 Dual Credit	1,890	-
Youth Conservation Group	<u>28,646</u>	-
Total due to/from other funds	<u>\$ 54,018</u>	<u>54,018</u>

c. The following fund reported a deficit fund balance at June 30, 2012

IDEA B Entitlement	\$ (10,142)
--------------------	-------------

d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

e. COMPONENT UNITS (CONTINUED)

Alma d'Arte Charter High School

- a. Two funds exceeded approved budgetary authority for the year ended June 30, 2012.

IDEA-B Entitlement		
Instruction	\$	4,650
SB 9 Capital Improvement		
Capital Outlay	\$	8,982

- b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	91,160
Instructional Materials	990	990
Title I IASA	38,809	-
IDEA-B Entitlement	38,302	-
IDEA-B Risk Pool	349	-
Teacher Principal Training	2,564	-
2010 GO Bond	2,154	-
SB 9 Capital Improvements	8,982	-
Total due to/from other funds	<u>\$ 92,150</u>	<u>92,150</u>

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Amy Biehl Charter High School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as for June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	39,068
Title I IASA	14,524	-
IDEA-B Entitlement	15,686	-
IDEA-B Risk Pool	97	-
Teacher Principal Training	200	-
Dual Credit	8,561	-
Total	<u>\$ 39,068</u>	<u>39,068</u>

- c. No funds reported a deficit fund at June 30, 2012.
- d. The following funds reported operating transfers for the year ended June 30, 2012:

	<b><u>Transfer In</u></b>	<b><u>Transfer Out</u></b>
Private Direct Grants	\$ 2,602	-
PNM Foundation	-	2,02
Total transfers in/out	<u>\$ 2,602</u>	<u>2,02</u>

**Cesar Chavez Community School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Cesar Chavez Community School (Continued)**

- b. Receivables and payables from interfund transactions as for June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	43,918
Instructional Materials	-	432
Food Services	2,722	-
Title I	28,068	-
IDEA-B Entitlement	3,735	-
IDEA-B Risk Pool	352	-
Dual Credit	142	-
2010 Library GO Bonds	1,971	-
SB 9 Capital Improvements	<u>7,360</u>	<u>-</u>
Total	<u>\$ 44,350</u>	<u>44,350</u>

- c. The following fund reported a deficit fund balance at June 30, 2012

Food Services	\$ (167)
---------------	----------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**Cien Aguas International School**

- a. No funds exceeded budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	106,470
Title I IASA	21,325	-
IDEA - B Entitlement	37,745	-
IDEA - B Risk Pool	316	-
Teacher/Principal Training	7,677	-
Library GO Bonds	3,000	-
Public School Capital Outlay	30,434	-
SB 9 Capital Improvements	<u>5,973</u>	<u>-</u>
Total due to/from other funds	<u>\$ 106,470</u>	<u>106,470</u>



STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Cien Aguas International School (Continued)**

c. The following fund reported a deficit fund balance at June 30, 2012

IDEA B Entitlement	\$ (37,745)
--------------------	-------------

d. No funds reported operating transfers for the year ended June 30, 2012.

**Cottonwood Classical Preparatory School**

a. The following fund exceeded budgetary authority for the year ended June 30, 2012.

Operational	
Direct Instruction	\$ 47,777

b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	12,769
IDEA-B Entitlement	8,854	-
Teacher Principal Training	<u>3,915</u>	<u>-</u>
Total	<u>\$ 12,769</u>	<u>12,769</u>

c. The following fund reported a deficit fund balance at June 30, 2012

Food Services	\$ (78,539)
---------------	-------------

d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

**Creative Education Preparatory Institute #1**

- a. These funds exceeded budgetary authority for the year ended June 30, 2012.

General Fund		
Direct Instruction	\$	3,366
Title I		
Direct Instruction	\$	5,000
Support Services	\$	3,000

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	131,419
Title I	8,043	-
IDEA-B Entitlement	32,831	-
2010 Library GO Bonds	982	-
Public School Capital Outlay	<u>89,563</u>	<u>-</u>
Total	<u>\$ 131,419</u>	<u>131,419</u>

- c. The following special revenue funds reported a deficit fund balance at June 30, 2012:

Title I	\$ (8,043)
2010 Library GO Bonds	(982)
Food Services	<u>(63,244)</u>
Total	<u>\$ (72,269)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

**East Mountain High School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**East Mountain High School (Continued)**

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	72,851
Title I IASA	21,305	
IDEA-B Entitlement	38,556	-
Teacher Principal Training	2,262	-
Rural Education Achievement	703	-
East Mountain HS Foundation	7,453	-
Dual Credit	2,345	-
Library GO Bonds	227	-
Total	<u>\$ 72,851</u>	<u>72,851</u>

- c. The following fund reported a deficit fund balance at June 30, 2012

IDEA-B Entitlement	\$ (40,049)
--------------------	-------------

- d. The following funds reported operating transfers for the year ended June 30, 2012:

	<b><u>Transfer In</u></b>	<b><u>Transfer Out</u></b>
Private Direct Grants	\$ -	6,184
Operational	<u>6,184</u>	<u>-</u>
Total transfers in/out	<u>\$ 6,184</u>	<u>6,184</u>

**Gilbert L. Sena Charter High School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.  
b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

Gilbert L. Sena Charter High School (Continued)

	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Operational	\$ -	218,057
Title I IASA	49,560	
IDEA-B Entitlement	40,486	-
Public School Capital Outlay	<u>128,011</u>	<u>-</u>
Total	<u>\$ 218,057</u>	<u>218,057</u>

c. The following fund reported a deficit fund balance at June 30, 2012

IDEA-B Entitlement	\$ (3,218)
--------------------	------------

d. No funds reported operating transfers for the year ended June 30, 2012.

Horizon Academy West

a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	179,834
Title I	45,988	-
IBEA-B	21,694	-
Teacher/Principal Training & Recruiting	12,434	-
IDEA B Federal Stimulus	654	-
Public School Capital Outlay	77,093	-
Elementary & Middle School Initiative	1,759	-
2010 Library GO Bond	2,346	-
Pre-K Initiative	<u>17,866</u>	<u>-</u>
Total due to/from other funds	<u>\$ 179,834</u>	<u>179,834</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Horizon Academy West (Continued)**

c. The following fund reported a deficit fund balance at June 30, 2012

IDEA-B Entitlement	\$ (30,434)
--------------------	-------------

d. No funds reported operating transfers for the year ended June 30, 2012.

**I. Paul Taylor Academy**

a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	132,104
Title I-IASA	24,427	-
IDEA-B Entitlement	30,685	-
IDEA-B Risk Pool	277	-
Federal Charter School Planning	69,790	-
Teacher Principal Training	<u>6,925</u>	<u>-</u>
Total due to/from other funds	<u>\$ 132,104</u>	<u>132,104</u>

a. The following funds reported a deficit fund balance at June 30, 2012

Food Services	\$ (945)
Teacher Principal Training	<u>(38,372)</u>
Total	<u>\$ (39,317)</u>

d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**La Promesa Early Learning Center**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	156,073
Title I	54,106	-
IDEA-B Entitlement	8,280	-
IDEA-B Risk Pool	365	-
English Language Acquisition	18,573	-
Teacher/Principal Training & Recruiting	4,333	-
EMSI	2,836	-
2010 Library GO Bonds	2,166	-
Breakfast for Elementary Students	2,178	-
Pre-K	35,044	-
Public School Capital Outlay	23,670	-
SB 9 Capital Improvements	4,522	-
Total	<u>\$ 156,073</u>	<u>156,073</u>

- c. The following funds reported a deficit fund balance at June 30, 2012

IDEA-B Entitlement	\$ (8,280)
Public School Capital Outlay	<u>(6,171)</u>
Total	<u>\$ (14,451)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Media Arts Collaborative Charter High School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	126,669
Title I IASA	32,052	-
IDEA -B Entitlement	45,647	-
IDEA -B Risk Pool	336	-
Teacher/Principal Training	5,592	-
Dual Credit	591	-
2010 Library GO Bonds	3,160	-
Public School Capital Outlay	32,084	-
SB 9 Capital Improvements	<u>7,207</u>	<u>-</u>
Total	<u>\$ 126,669</u>	<u>126,669</u>

- c. The following funds reported a deficit fund balance at June 30, 2012

IDEA B Entitlement	\$ (45,647)
--------------------	-------------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**New Mexico International School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	23,562
IDEA B	23,331	-
IDEA-B Risk Pool	<u>231</u>	<u>-</u>
Total	<u>\$ 23,562</u>	<u>23,562</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**New Mexico International School (Continued)**

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**New Mexico School for the Arts**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	29,726
Title I IASA	9,559	-
IDEA-B Entitlement	3,771	-
Teacher Principal Training	8,407	-
2008 Library GO Bond	3,000	-
2010 Library GO Bond	2,118	-
SB 9 Capital Improvements	<u>2,871</u>	<u>-</u>
Total due to/from other funds	<u>\$ 29,726</u>	<u>29,726</u>

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**North Valley Academy**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	292,871
Title I-IASA	67,254	-
IDEA-B Entitlement	84,143	-
IDEA-B Risk Pool	929	-
Teacher Principal Training	19,039	-
Student Library Fund SB333	3,662	-
2010 GO Bond Student Library	125	-
Pre-K Initiative	28,800	-
Public School Capital Outlay	<u>88,919</u>	<u>-</u>
Total due to/from other funds	<u>\$ 292,871</u>	<u>292,871</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B Entitlement	\$ (90,237)
--------------------	-------------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**School of Dreams Academy**

- a. The School has the following funds where actual expenditures exceeded budgetary authority.

Teacher Principal Training Direct Instruction	\$ 1,001
Lograr Institute Operation of Non-Instructional Services	\$ 12,637

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**School of Dreams Academy (Continued)**

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	45,418
Title I-IASA	3,467	-
IDEA-B	4,798	-
IDEA-B Risk Pool	150	-
Teacher Principal Training	2,111	-
2010 GO Bonds	1,983	-
Public School Capital Outlay	<u>32,909</u>	<u>-</u>
Total due to/from other funds	<u>\$ 45,418</u>	<u>45,418</u>

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**South Valley Preparatory School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	17,851
Title I-IASA	9,201	-
IDEA-B Entitlement	4,755	-
Teacher Principal Training	1,950	-
2010 Library GO Bonds	<u>1,945</u>	<u>-</u>
Total due to/from other funds	<u>\$ 17,851</u>	<u>17,851</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**South Valley Preparatory School (Continued)**

- c. The following fund reported a deficit fund balance at June 30, 2012.

Title I IASA	\$ (5,982)
--------------	------------

- d. The following funds reported operating transfers for the year ended June 30, 2012:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	1,552
Teacher Principal Training	<u>1,552</u>	<u>-</u>
Total transfers in/out	<u>\$ 1,552</u>	<u>1,552</u>

**Southwest Intermediate Learning Center**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	33,354
Title I	908	-
IDEA-B Entitlement	10,181	-
IDEA-B Risk Pool	38	-
Teacher/Principal Training	967	-
EMSI	726	-
Public School Capital Outlay	<u>20,534</u>	<u>-</u>
Total due to/from other funds	<u>\$ 33,354</u>	<u>33,354</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B Entitlement	\$ (10,181)
Teacher Principal Training	<u>(967)</u>
Total	<u>\$ (11,148)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Southwest Primary Learning Center**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	39,977
Teacher Principal Training		71
Title I	4,619	-
IDEA-B, Entitlement	15,325	-
IDEA-B Risk Pool	36	-
EMSI	726	
Public School Capital Outlay	<u>19,342</u>	<u>-</u>
Total due to/from other funds	<u>\$ 40,048</u>	<u>40,048</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B Entitlement	\$ (15,325)
IDEA B Risk Pool	<u>(36)</u>
Total	<u>\$ (15,361)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Southwest Secondary Learning Center**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	126,755
Title I	5,322	-
IDEA B Entitlement	39,729	-
Teacher Principal Training	6,752	-
EMSI	1,907	-
Dual Credit Instruction	20,151	-
2008 Library GO Bond	1,956	-
2010 Library GO Bond	428	-
Public School Capital Outlay	<u>50,510</u>	<u>-</u>
Total due to/from other funds	<u>\$ 126,755</u>	<u>126,755</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B Entitlement	\$ (39,729)
2008 Library GO Bond	(1,956)
2010 Library GO Bond	<u>(428)</u>
Total	<u>\$ (42,113)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

**Taos Academy**

- a. The following fund exceeded approved budgetary authority for the year ended June 30, 2012:

Instructional Materials	
Instruction	\$ 137

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Taos Academy (Continued)**

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	37,346
Title I IASA	23,017	-
IDEA -B Entitlement	3,718	-
IDEA-B Risk Pool	260	-
Teacher Principal Training	8,577	-
Intel Foundation	300	-
Dual Credit	966	-
Library GO Bonds	<u>508</u>	<u>-</u>
Total due to/from other funds	<u>\$ 37,346</u>	<u>37,346</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

Intel Foundation	\$ (300)
Library GO Bonds	<u>(508)</u>
Total	<u>\$ (808)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

**Taos Integrated School of the Arts**

- a. The following fund exceeded approved budgetary authority for the year ended June 30, 2012:

IDEA-B Risk Pool	
Support Services	\$ 181

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Taos Integrated School of the Arts (Continued)**

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	185,456
Title I IASA	15,860	-
IDEA -B Risk Pool	181	-
Charter School Planning	133,387	-
Teacher Principal Training	3,394	-
Public Schools Capital Outlay	<u>32,634</u>	<u>-</u>
Total due to/from other funds	<u>\$ 185,456</u>	<u>185,456</u>

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**The Albuquerque Sign Language Academy**

- a. No funds exceeded budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	84,147
Title I-IASA	9,111	-
IDEA-B Entitlement	8,303	-
IDEA-B Risk Pool	16,605	-
Federal Charter Planning	39,772	-
Teacher Principal Training	194	-
Student Library Fund SB-1	1,574	-
Public School Capital Outlay	<u>8,588</u>	<u>-</u>
Total due to/from other funds	<u>\$ 84,147</u>	<u>84,147</u>

- c. The following fund reported a deficit fund balance at June 30, 2012

IDEA-B Entitlement	\$ (4,406)
--------------------	------------

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

COMPONENT UNITS (CONTINUED)

The Albuquerque Sign Language Academy (Continued)

d. The following funds reported operating transfers for the year ended June 30, 2012:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ 8,203	-
Teacher Principal/Training	305	-
Title XIX Medicaid	-	8,508
Total transfers in/out	<u>\$ 8,508</u>	<u>8,508</u>

The ASK Academy

a. The following fund exceeded budgetary authority.

Operational Fund	
Support Services	\$ 16,295

b. Receivables and payables from interfund transactions as for June 30, 2012 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	\$ -	8,574
Food Service	81	-
Title I	9	-
IDEA B Entitlement	511	-
2010 SB 1 Instructional Materials	5,494	-
SB 9 Capital Improvements	2,479	-
Total	<u>\$ 8,574</u>	<u>8,574</u>

c. The following fund reported a deficit fund balance at June 30, 2012

Food Services	\$ (81)
---------------	---------

d. The following funds reported operating transfers for the year ended June 30, 2012:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	737
Teacher Principal Training	737	-
Total transfers in/out	<u>\$ 737</u>	<u>737</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**The Great Academy**

- a. The following funds exceeded budgetary authority.

Operating Fund		
Food services	\$	405
IDEA-B Entitlement		
Support Services	\$	722

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	6,198
IDEA B	6,198	-
Total due to/from other funds	<u>\$ 6,198</u>	<u>6,198</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B	\$	(1,376)
--------	----	---------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**The International School at Mesa del Sol**

- a. No funds exceeded budgetary authority for the year ended June 30, 2012.

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	48,757
Instructional Materials	-	7,568
Title I-IASA	20,471	-
IDEA-B Entitlement	19,605	-
IDEA-B Risk Pool	222	-
Teacher Principal Training	420	-
2008 Library GO Bond	3,000	-
2010 Library GO Bond	1,476	-
Priv Dir Grant	-	2,995
Public Schools Capital Outlay	14,126	-
Total	<u>\$ 59,320</u>	<u>59,320</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**The International School at Mesa del Sol (Continued)**

c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA-B Entitlement	\$ (4,572)
2010 Library GO Bond	<u>(1,476)</u>
Total	<u>\$ (6,048)</u>

d. No funds reported operating transfers for the year ended June 30, 2012.

**The MASTERS Program**

a. One fund exceeded budgetary authority.

IDEA B Entitlement	
Direct Instruction	\$ 1,165

b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	25,415
IDEA-B Entitlement	5,884	-
Teacher/Principal Training & Recruiting	3,713	-
Public School Capital Outlay	<u>15,818</u>	-
Total	<u>\$ 25,415</u>	<u>25,415</u>

c. No funds reported a deficit fund balance at June 30, 2012.

d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**The Montessori Elementary School**

- a. The following funds exceeded budgetary authority:

Instructional Materials	
Instruction	\$ 10,877
HB 33 Funds	
Support Services	\$ 2,785

- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b>Due to Other Funds</b>	<b>Due from Other Funds</b>
Operational	\$ -	106,532
Title I	43,830	-
Public School Capital Outlay	<u>62,702</u>	<u>-</u>
Total	<u>\$ 106,532</u>	<u>106,532</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

General fund	\$ (10,956)
--------------	-------------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**The New America School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b>Due to Other Funds</b>	<b>Due from Other Funds</b>
Operational	\$ -	41,102
Food Services	2,783	-
Title I	21,710	-
Teacher Principal Training	691	-
2008 GO Student Library	1,432	-
Library GO Bond	2,210	-
SB 9 Capital Improvements	<u>12,276</u>	<u>-</u>
Total due to/from other funds	<u>\$ 41,102</u>	<u>41,102</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**The New America School (Continued)**

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**Tierra Adentro**

- a. No funds exceeded budget authority as of June 30, 2012.
- b. Receivables and payables from interfund transactions as for June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	98,030
Title I	37,026	-
IDEA B	20,527	-
Federal Charter School Planning	890	-
Teacher Principal Training	4,928	-
2010 Library GO Bond	2,059	-
2010 GOB Instructional Materials	443	-
Public Schools Capital Outlay	28,784	-
SB 9 Capital Improvements	<u>3,373</u>	<u>-</u>
Total	<u>\$ 98,030</u>	<u>98,030</u>

- c. The following fund reported a deficit fund balance at June 30, 2012:

2010 GOB Instructional Materials	\$ (443)
----------------------------------	----------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**Village Academy**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	-	9,731
Title I IASA	3,758	-
IDEA-B Entitlement	2,004	-
2010 Library GO Bond	1,982	-
SB 9 Capital Outlay	1,987	-
Total due to/from other funds	<u>\$ 9,731</u>	<u>9,731</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

IDEA B Entitlement	\$ (2,004)
--------------------	------------

- d. No funds reported operating transfers for the year ended June 30, 2012.

**Coral Community Charter**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**Estancia Valley Classical Academy**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**La Jacarita Community School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**La Resolana Leadership Academy**

- a. The following funds exceeded approved budgetary authority for the year ended June 30, 2012:

Operational Fund		
Instruction	\$	46,396
IDEA B Entitlement		
Support Services	\$	3,468

- b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	29,553
Title I Federal Stimulus	-	49
Food Services	3,166	-
Title I-IASA	23,476	-
IDEA B Entitlement	2,960	-
Total due to/from other funds	<u>\$ 29,602</u>	<u>29,602</u>

- c. The following funds reported a deficit fund balance at June 30, 2012:

General Fund	\$ (17,392)
Food Services	<u>(3,166)</u>
Total	<u>\$ (20,558)</u>

- d. No funds reported operating transfers for the year ended June 30, 2012.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**La Tierra Montessori School of the Arts and Sciences**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**McCurdy Charter School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**Mission Achievement and Success**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**Ralph J. Bunche Academy**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	51,127
Food Services	8,353	-
Title I	38,700	-
IDEA B Entitlement	686	-
IDEA B Risk Pool	171	-
Teacher Principal Training	1,178	-
2010 Library GO Bonds	2,039	-
Total due to/from other funds	<u>\$ 51,127</u>	<u>51,127</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Ralph J. Bunche Academy (Continued)**

c. The following funds reported a deficit fund balance at June 30, 2012:

Food Services	\$ (8,400)
---------------	------------

d. The following funds reported operating transfers for the year ended June 30, 2012:

	<u>Transfer In</u>	<u>Transfer Out</u>
Operational	\$ -	8,086
Private Direct Grant Funds	-	9,508
Food Services	15,904	-
Teacher Principal Training	<u>1,690</u>	<u>-</u>
Total transfers in/out	<u>\$ 17,594</u>	<u>17,594</u>

**Red River Valley Charter School**

a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

b. Receivables and payables from interfund transactions as of June 30, 2012 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	\$ -	56,858
IDEA-B Entitlement	25,189	-
IDEA-B Risk Pool	100	-
Teacher/Principal Training	569	-
2009 Library GO Bond	274	-
2010 Library GO Bond	2,040	-
Pre-K Initiative	26,557	-
Special Capital Outlay	675	-
SB 9 Capital Improvements	<u>1,454</u>	<u>-</u>
Total due to/from other funds	<u>\$ 56,858</u>	<u>56,858</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012

**COMPONENT UNITS (CONTINUED)**

**Red River Valley Charter School (Continued)**

c. The following funds reported a deficit fund balance at June 30, 2012:

SB 9 Capital Improvements	\$ (970)
---------------------------	----------

d. No funds reported operating transfers for the year ended June 30, 2012.

**Sage Montessori Charter**

a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

b. There were no interfund transactions for the year ended June 30, 2012.

c. No funds reported a deficit fund balance at June 30, 2012.

d. No funds reported operating transfers for the year ended June 30, 2012.

**Southwest Aeronautics, Mathematics, and Science Academy**

a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.

b. There were no interfund transactions for the year ended June 30, 2012.

c. No funds reported a deficit fund balance at June 30, 2012.

d. No funds reported operating transfers for the year ended June 30, 2012.

**The Learning Community Charter School**

a. The following fund exceeded approved budgetary authority for the year ended June 30, 2012:

APS Foundation	
Instruction	\$ 1,478

b. Receivables and payables from interfund transactions as of June 30, 2012 are listed below. Funds for which interfund transactions were affected or created due to cash overdrafts are represented.

	<b><u>Due to Other Funds</u></b>	<b><u>Due from Other Funds</u></b>
Operational	\$ -	12,196
IDEA B Entitlement	9,060	-
IDEA B Risk Pool	72	-
Dual Credit	178	-
GO Bonds Laws of 2006	2,886	-
Total due to/from other funds	<u>\$ 12,196</u>	<u>12,196</u>

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**COMPONENT UNITS (CONTINUED)**

**The Learning Community Charter School (Continued)**

- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**The New America School-Las Cruces**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**Uplift Academy**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**William W. & Josephine Dorn Charter Community School**

- a. No funds exceeded approved budgetary authority for the year ended June 30, 2012.
- b. There were no interfund transactions for the year ended June 30, 2012.
- c. No funds reported a deficit fund balance at June 30, 2012.
- d. No funds reported operating transfers for the year ended June 30, 2012.

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2012**

**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, 2011. The following fund balances were transferred in from other districts.

La Resolana Leadership Academy	\$ 7,631
Ralph J. Bunche Academy	(33,406)
Red River Valley Charter	100,234
The Learning Community Charter	356,036
The Learning Community Charter Foundation	(36,696)
Cottonwood Classical Preparatory Foundation	<u>73,321</u>
Total all schools transferred in FY2012	<u>\$ 467,120</u>

**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, 2012

	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 High School
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 259,011	\$ 622,780	\$ 1,049,210	\$ 51,723	\$ 269,362	\$ 80,423
Receivables						
Due from other governments	27,990	36,808	-	48,400	15,230	91,160
Due from foundation	25,000	-	-	-	-	-
Other	-	-	175,000	-	28,646	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	3,156	6,250	-	-	98	-
Other Assets	1,500	-	-	48,000	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>316,657</b>	<b>665,838</b>	<b>1,224,210</b>	<b>148,123</b>	<b>313,336</b>	<b>171,583</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	315,189	14,874	20,820	61,562	87,826	150,497
Building and improvements	2,164,825	-	-	-	-	-
Land & land improvements	-	-	-	-	-	-
Vehicles	67,361	-	-	-	9,700	-
Less: accumulated depreciation	(368,684)	(9,090)	(3,820)	(15,063)	(27,410)	(127,219)
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>2,178,691</b>	<b>5,784</b>	<b>17,000</b>	<b>46,499</b>	<b>70,116</b>	<b>23,278</b>
<b>TOTAL ASSETS</b>	<b>2,495,348</b>	<b>671,622</b>	<b>1,241,210</b>	<b>194,622</b>	<b>383,452</b>	<b>194,861</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	-	3,896	43,958	4,356	-
Accrued expenses	25,529	14,685	53,088	53,377	128,156	34,512
Due to government	-	-	648	-	-	-
Due to agency funds	-	-	-	-	-	-
Deferred revenue	2,207	1,673	448,042	-	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	15,903	-	-	-	17,913	-
Current portion of capital lease obligation	169,827	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>213,466</b>	<b>16,358</b>	<b>505,674</b>	<b>97,335</b>	<b>150,425</b>	<b>34,512</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	1,163,100	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,163,100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>1,376,566</b>	<b>16,358</b>	<b>505,674</b>	<b>97,335</b>	<b>150,425</b>	<b>34,512</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	845,764	5,784	17,000	46,499	70,116	23,278
Restricted	9,644	322,288	55,886	62,413	15,591	12,765
Unrestricted (deficit)	263,374	327,192	662,650	(11,625)	147,320	124,306
<b>TOTAL NET ASSETS (deficit)</b>	<b>1,118,782</b>	<b>655,264</b>	<b>735,536</b>	<b>97,287</b>	<b>233,027</b>	<b>160,349</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>2,495,348</b>	<b>671,622</b>	<b>1,241,210</b>	<b>194,622</b>	<b>383,452</b>	<b>194,861</b>

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, 2012

	Amy Biehl Charter High School	Cesar Chavez Community School	Cien Aguas International School	Coral Community Charter School	Cottonwood Classical Preparatory School	Creative Education Preparatory Institute #1
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 653,279	\$ 303,098	\$ 232,006	\$ 12,885	\$ 42,308	\$ 48,763
Receivables						
Due from other governments	39,068	44,903	68,725	8,108	16,323	59,150
Due from foundation	-	-	-	-	-	-
Other	-	-	-	-	57,802	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	-	13,000	-	-	6,621	-
Other Assets	-	-	-	-	6,677	-
<b>TOTAL CURRENT ASSETS</b>	<b>692,347</b>	<b>361,001</b>	<b>300,731</b>	<b>20,993</b>	<b>129,731</b>	<b>107,913</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	154,785	81,681	63,579	-	-	-
Building and improvements	3,942,339	23,270	-	-	-	-
Land & land Improvements	33,950	-	-	-	-	-
Vehicles	-	-	-	-	-	-
Less: accumulated depreciation	(843,767)	(91,485)	(27,724)	-	-	-
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>3,287,307</b>	<b>13,466</b>	<b>35,855</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>3,979,654</b>	<b>374,467</b>	<b>336,586</b>	<b>20,993</b>	<b>129,731</b>	<b>107,913</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	9,066	-	-	20,601	26,712	352
Accrued expenses	-	18,767	87,800	-	167,700	87,265
Due to government	153	516	23,208	-	-	-
Due to agency funds	-	88	-	-	-	-
Deferred revenue	185,987	-	134,552	-	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	-	-	-	4,441
Current portion of capital lease obligation	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>195,206</b>	<b>19,371</b>	<b>245,560</b>	<b>20,601</b>	<b>194,412</b>	<b>92,058</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>195,206</b>	<b>19,371</b>	<b>245,560</b>	<b>20,601</b>	<b>194,412</b>	<b>92,058</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	3,287,307	13,466	35,855	-	-	-
Restricted	12,634	21,337	24,823	292	27,156	9,843
Unrestricted (deficit)	484,507	320,293	30,348	100	(91,837)	6,012
<b>TOTAL NET ASSETS (deficit)</b>	<b>3,784,448</b>	<b>355,096</b>	<b>91,026</b>	<b>392</b>	<b>(64,681)</b>	<b>15,855</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>3,979,654</b>	<b>374,467</b>	<b>336,586</b>	<b>20,993</b>	<b>129,731</b>	<b>107,913</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	East Mountain High School	Estancia Valley Classical Academy	Gilbert L. Sena Charter High School	Horizon Academy West	J. Paul Taylor Academy	La Jicarita Community School
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 504,336	\$ 7,088	\$ 370,106	\$ 152,144	\$ 3,520	\$ 59
Receivables						
Due from other governments	28,888	201,829	215,164	170,342	132,104	20,276
Due from foundation	-	-	-	-	-	-
Other	7,812	-	-	276,469	-	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	2,480	8,200	-	-	-	-
Other Assets	-	-	-	50,000	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>543,516</b>	<b>217,117</b>	<b>585,270</b>	<b>648,955</b>	<b>135,624</b>	<b>20,335</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	56,000	-	-	-	-	-
Furniture, fixtures and equipment	872,308	-	99,462	28,084	17,045	-
Building and improvements	3,639,929	-	-	-	-	-
Land & land Improvements	-	-	-	-	-	-
Vehicles	-	-	-	-	-	-
Less: accumulated depreciation	(895,613)	-	(60,414)	(28,084)	(5,208)	-
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	7,600	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>3,672,624</b>	<b>7,600</b>	<b>39,048</b>	<b>-</b>	<b>11,837</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>4,216,140</b>	<b>224,717</b>	<b>624,318</b>	<b>648,955</b>	<b>147,461</b>	<b>20,335</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	11,201	70,690	-	-	46,133	5,604
Accrued expenses	94,936	-	127,548	312,424	22,933	-
Due to government	-	-	325	-	-	-
Due to agency funds	-	-	-	-	-	-
Deferred revenue	122,668	-	-	-	-	14,701
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	87,142	-	-	13,909	-	-
Current portion of capital lease obligation	207,995	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>523,942</b>	<b>70,690</b>	<b>127,873</b>	<b>326,333</b>	<b>69,066</b>	<b>20,305</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	3,235,559	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>3,235,559</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>3,759,501</b>	<b>70,690</b>	<b>127,873</b>	<b>326,333</b>	<b>69,066</b>	<b>20,305</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	229,070	-	39,048	-	11,837	-
Restricted	28,581	153,977	19,490	127,199	150	-
Unrestricted (deficit)	198,988	50	437,907	195,423	66,408	30
<b>TOTAL NET ASSETS (deficit)</b>	<b>456,639</b>	<b>154,027</b>	<b>496,445</b>	<b>322,622</b>	<b>78,395</b>	<b>30</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>4,216,140</b>	<b>224,717</b>	<b>624,318</b>	<b>648,955</b>	<b>147,461</b>	<b>20,335</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	La Promesa Early Learning Center	La Resolana Leadership Academy	La Tierra Montessori School of the Arts & Sciences	McCurdy Charter School	Media Arts Collaborative Charter School	Mission Achievement & Success
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 106,463	\$ 15,897	\$ 6,192	\$ 86,211	\$ 287,201	\$ 3,788
Receivables						
Due from other governments	151,709	28,611	45,404	12,431	81,022	89,691
Due from foundation	-	-	-	-	-	-
Other	-	-	-	-	-	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	-	4,920	-	-	-	6,667
Other Assets	-	-	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>258,172</b>	<b>49,428</b>	<b>51,596</b>	<b>98,642</b>	<b>368,223</b>	<b>100,146</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	37,959	-	-	-	46,817	-
Building and improvements	2,124,326	-	-	-	1,587,658	-
Land & land Improvements	-	-	-	-	410,000	-
Vehicles	-	-	-	-	-	-
Less: accumulated depreciation	(459,902)	-	-	-	(147,348)	-
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>1,702,383</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,897,127</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>1,960,555</b>	<b>49,428</b>	<b>51,596</b>	<b>98,642</b>	<b>2,265,350</b>	<b>100,146</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	50,976	23,585	11,288	-	37,249
Accrued expenses	112,844	13,150	-	-	100,550	-
Due to government	909	4,570	-	-	-	-
Due to agency funds	7,700	-	-	-	-	-
Deferred revenue	82,024	-	-	87,264	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	-	-	-	-
Current portion of capital lease obligation	-	-	-	-	97,433	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>203,477</b>	<b>68,696</b>	<b>23,585</b>	<b>98,552</b>	<b>197,983</b>	<b>37,249</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	1,208,168	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,208,168</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>203,477</b>	<b>68,696</b>	<b>23,585</b>	<b>98,552</b>	<b>1,406,151</b>	<b>37,249</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	1,702,383	-	-	-	591,526	-
Restricted	21,497	6,210	28,003	-	7,760	62,897
Unrestricted (deficit)	33,198	(25,478)	8	90	259,913	-
<b>TOTAL NET ASSETS (deficit)</b>	<b>1,757,078</b>	<b>(19,268)</b>	<b>28,011</b>	<b>90</b>	<b>859,199</b>	<b>62,897</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>1,960,555</b>	<b>49,428</b>	<b>51,596</b>	<b>98,642</b>	<b>2,265,350</b>	<b>100,146</b>

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, 2012

	New Mexico International School	New Mexico School for The Arts	North Valley Academy	Ralph J. Bunche Academy	Red River Valley Charter School	Sage Montessori Charter
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 91,251	\$ 321,108	\$ 262,399	\$ 17,371	\$ 56,835	\$ 152
Receivables						
Due from other governments	37,708	34,681	256,769	47,915	78,469	79,218
Due from foundation	-	-	-	-	-	-
Other	-	2,218	-	-	-	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	14,265	12,500	-	-	-	-
Other Assets	-	12,704	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>143,224</b>	<b>383,211</b>	<b>519,168</b>	<b>65,286</b>	<b>135,304</b>	<b>79,370</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	26,822	90,198	9,911	88,405	206,215	-
Building and improvements	-	-	91,474	-	79,052	-
Land & land Improvements	-	-	-	-	-	-
Vehicles	-	-	-	-	-	-
Less: accumulated depreciation	(3,825)	(27,653)	(89,178)	(18,275)	(237,076)	-
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>22,997</b>	<b>62,545</b>	<b>12,207</b>	<b>70,130</b>	<b>48,191</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>166,221</b>	<b>445,756</b>	<b>531,375</b>	<b>135,416</b>	<b>183,495</b>	<b>79,370</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	8,166	25,055	23,082	325	31,957
Accrued expenses	87,044	92,241	366,571	39,775	18,979	-
Due to government	-	-	-	167	17,228	-
Due to agency funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	5,095	26,779	-	-
Current portion of capital lease obligation	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>87,044</b>	<b>100,407</b>	<b>396,721</b>	<b>89,803</b>	<b>36,532</b>	<b>31,957</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>87,044</b>	<b>100,407</b>	<b>396,721</b>	<b>89,803</b>	<b>36,532</b>	<b>31,957</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	22,997	62,545	12,207	70,130	48,191	-
Restricted	35,497	31,275	71,935	1,014	19,942	47,413
Unrestricted (deficit)	20,683	251,529	50,512	(25,531)	78,830	-
<b>TOTAL NET ASSETS (deficit)</b>	<b>79,177</b>	<b>345,349</b>	<b>134,654</b>	<b>45,613</b>	<b>146,963</b>	<b>47,413</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>166,221</b>	<b>445,756</b>	<b>531,375</b>	<b>135,416</b>	<b>183,495</b>	<b>79,370</b>

See Independent Auditors' Report and Notes to Financial Stater



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	School of Dreams Academy	South Valley Preparatory School	Southwest Aeronautics, Mathematics & Science	Southwest Intermediate Learning Center	Southwest Primary Learning Center	Southwest Secondary Learning Center
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 162,600	\$ 146,517	\$ 23,267	\$ 312,836	\$ 381,857	\$ 517,619
Receivables						
Due from other governments	45,823	18,127	-	23,164	25,665	84,642
Due from foundation	-	-	-	-	-	-
Other	-	-	-	-	3,772	716
Note receivable	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Other Assets	-	25,125	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>208,423</b>	<b>189,769</b>	<b>23,267</b>	<b>336,000</b>	<b>411,294</b>	<b>602,977</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	247,808	6,344	-	155,776	13,536	977,923
Building and improvements	-	-	-	14,151	219,996	42,662
Land & land improvements	-	-	-	-	2,800	-
Vehicles	90,892	-	-	-	-	-
Less: accumulated depreciation	(125,699)	(2,749)	-	(148,828)	(143,163)	(941,364)
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>213,001</b>	<b>3,595</b>	<b>-</b>	<b>21,099</b>	<b>93,169</b>	<b>79,221</b>
<b>TOTAL ASSETS</b>	<b>421,424</b>	<b>193,364</b>	<b>23,267</b>	<b>357,099</b>	<b>504,463</b>	<b>682,198</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	5,982	8,044	3,772	-	7,784
Accrued expenses	60,224	49,078	-	11,766	19,348	-
Due to government	405	85	-	-	71	9,721
Due to agency funds	-	-	-	-	-	-
Deferred revenue	-	8,647	-	122,390	122,410	309,100
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	-	23,198	23,473	23,472
Current portion of capital lease obligation	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>60,629</b>	<b>63,792</b>	<b>8,044</b>	<b>161,126</b>	<b>165,302</b>	<b>350,077</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>60,629</b>	<b>63,792</b>	<b>8,044</b>	<b>161,126</b>	<b>165,302</b>	<b>350,077</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	213,001	3,595	-	21,099	93,169	79,221
Restricted	10,266	27,337	13,337	3,366	5,572	14,619
Unrestricted (deficit)	137,528	98,640	1,886	171,508	240,420	238,281
<b>TOTAL NET ASSETS (deficit)</b>	<b>360,795</b>	<b>129,572</b>	<b>15,223</b>	<b>195,973</b>	<b>339,161</b>	<b>332,121</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>421,424</b>	<b>193,364</b>	<b>23,267</b>	<b>357,099</b>	<b>504,463</b>	<b>682,198</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	Taos Academy	Taos Integrated School of The Arts	The Albuquerque Sign Language Academy	The ASK Academy	The Great Academy	The International School at Mesa del Sol
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 347,804	\$ 91,305	\$ 202,872	\$ 51,185	\$ 337,723	\$ 8,216
Receivables						
Due from other governments	36,966	233,717	103,200	9,067	4,848	54,200
Due from foundation	-	-	-	-	-	-
Other	-	-	-	-	1,818	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	65,609	25,659	10,172	20,000	45,000	-
Other Assets	-	6,000	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>450,379</b>	<b>356,681</b>	<b>316,244</b>	<b>80,252</b>	<b>389,389</b>	<b>62,416</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	37,474	10,915	15,755	6,416	30,721	66,946
Building and improvements	119,219	-	-	-	-	117,836
Land & land Improvements	-	-	-	-	-	-
Vehicles	-	-	-	-	-	-
Less: accumulated depreciation	(14,183)	(1,456)	(3,948)	(2,246)	(1,570)	(33,751)
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	62,563	2,220	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>205,073</b>	<b>11,679</b>	<b>11,807</b>	<b>4,170</b>	<b>29,151</b>	<b>151,031</b>
<b>TOTAL ASSETS</b>	<b>655,452</b>	<b>368,360</b>	<b>328,051</b>	<b>84,422</b>	<b>418,540</b>	<b>213,447</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	101,012	13,100	-	-	4,170
Accrued expenses	72,182	40,701	53,773	37,335	166	29,783
Due to government	418	-	21,368	10,009	-	-
Due to agency funds	-	-	-	-	-	-
Deferred revenue	3,500	-	9,134	-	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	33,518	-	-	-	-	-
Current portion of capital lease obligation	-	-	-	-	-	39,590
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>109,618</b>	<b>141,713</b>	<b>97,375</b>	<b>47,344</b>	<b>166</b>	<b>73,543</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>109,618</b>	<b>141,713</b>	<b>97,375</b>	<b>47,344</b>	<b>166</b>	<b>73,543</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	142,510	11,679	11,807	4,170	29,151	111,441
Restricted	129,359	50,626	51,225	32,003	55,883	18,779
Unrestricted (deficit)	273,965	164,342	167,644	905	333,340	9,684
<b>TOTAL NET ASSETS (deficit)</b>	<b>545,834</b>	<b>226,647</b>	<b>230,676</b>	<b>37,078</b>	<b>418,374</b>	<b>139,904</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>655,452</b>	<b>368,360</b>	<b>328,051</b>	<b>84,422</b>	<b>418,540</b>	<b>213,447</b>

See Independent Auditors' Report and Notes to Financial Statement

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	The Learning Community	The MASTERS Program	The Montessori Elementary	The New America School	The New America School- Las Cruces	Tierra Adentro
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 646,415	\$ 570,955	\$ 232,033	\$ 457,606	\$ 1,957	\$ 91,242
Receivables						
Due from other governments	12,196	25,415	106,532	43,794	17,721	97,587
Due from foundation	-	-	-	-	-	-
Other	-	-	-	-	-	-
Note receivable	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	15,600	11,428
Other Assets	-	-	-	-	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>658,611</b>	<b>596,370</b>	<b>338,565</b>	<b>501,400</b>	<b>35,278</b>	<b>200,257</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	-
Furniture, fixtures and equipment	302,401	174,217	-	68,000	-	48,545
Building and improvements	63,235	-	129,151	50,968	-	-
Land & land Improvements	-	-	-	-	-	-
Vehicles	-	-	-	32,593	-	-
Less: accumulated depreciation	(288,699)	-	(27,232)	(95,755)	-	(13,223)
Note receivable	-	-	-	-	-	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>76,937</b>	<b>174,217</b>	<b>101,919</b>	<b>55,806</b>	<b>-</b>	<b>35,322</b>
<b>TOTAL ASSETS</b>	<b>735,548</b>	<b>770,587</b>	<b>440,484</b>	<b>557,206</b>	<b>35,278</b>	<b>235,579</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	13,293	18,541	-	-	3,488	-
Accrued expenses	89,075	72,602	131,973	135,155	1,441	93,217
Due to government	3,542	-	4,271	-	-	-
Due to agency funds	-	-	-	-	-	-
Deferred revenue	121,759	14,330	187,279	-	-	9,083
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	-	-	-	-
Current portion of capital lease obligation	-	-	-	-	-	-
Current portion of long-term debt	-	-	-	-	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>227,669</b>	<b>105,473</b>	<b>323,523</b>	<b>135,155</b>	<b>4,929</b>	<b>102,300</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	-	-	-
Noncurrent portion of long-term debt	-	-	-	-	-	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>227,669</b>	<b>105,473</b>	<b>323,523</b>	<b>135,155</b>	<b>4,929</b>	<b>102,300</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	76,937	174,217	101,919	55,806	-	35,322
Restricted	14,736	9,054	25,998	22,477	30,289	15,528
Unrestricted (deficit)	416,206	481,843	(10,956)	343,768	60	82,429
<b>TOTAL NET ASSETS (deficit)</b>	<b>507,879</b>	<b>665,114</b>	<b>116,961</b>	<b>422,051</b>	<b>30,349</b>	<b>133,279</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>735,548</b>	<b>770,587</b>	<b>440,484</b>	<b>557,206</b>	<b>35,278</b>	<b>235,579</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	Uplift Community School	Village Academy	William W. & Josephine Dorn Charter	Sub-Total Charters	Academy of Trades & Technology Foundation	Amy Biehl Charter High School Foundation
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 6,677	\$ 44,556	\$ 9,383	\$ 10,561,594	\$ 15,244	\$ 162,243
Receivables						
Due from other governments	23,760	8,334	54,552	3,197,406	-	-
Due from foundation	-	-	-	25,000	-	-
Other	-	-	-	554,253	40,499	20,709
Note receivable	-	-	-	-	169,827	-
Prepaid expenses	10,084	-	-	281,709	120	-
Other Assets	-	-	-	150,006	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>40,521</b>	<b>52,890</b>	<b>63,935</b>	<b>14,769,968</b>	<b>225,690</b>	<b>182,952</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	56,000	-	-
Furniture, fixtures and equipment	-	23,881	-	4,660,697	-	-
Building and improvements	-	-	-	14,410,091	-	-
Land & land improvements	-	-	-	446,750	-	-
Vehicles	-	-	-	200,546	-	-
Less: accumulated depreciation	-	(19,002)	-	(5,349,706)	-	-
Note receivable	-	-	-	-	1,163,100	-
Investment	-	-	-	-	-	-
Other assets	-	-	-	72,383	-	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>-</b>	<b>4,879</b>	<b>-</b>	<b>14,496,761</b>	<b>1,163,100</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>40,521</b>	<b>57,769</b>	<b>63,935</b>	<b>29,266,729</b>	<b>1,388,790</b>	<b>182,952</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	20,501	512	50,639	705,090	-	232
Accrued expenses	4,432	4,463	1,659	2,968,247	-	-
Due to government	-	6,148	-	103,762	25,000	-
Due to agency funds	-	-	-	7,788	-	-
Deferred revenue	-	-	-	1,986,750	-	-
Funds held for others	-	-	-	-	-	-
Current portion of compensated absences	-	-	-	274,843	-	-
Current portion of capital lease obligation	-	-	-	514,845	-	-
Current portion of long-term debt	-	-	-	-	51,378	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>24,933</b>	<b>11,123</b>	<b>52,298</b>	<b>6,561,325</b>	<b>76,378</b>	<b>232</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	-	-	-	5,606,827	-	-
Noncurrent portion of long-term debt	-	-	-	-	1,094,353	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,606,827</b>	<b>1,094,353</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>24,933</b>	<b>11,123</b>	<b>52,298</b>	<b>12,168,152</b>	<b>1,170,731</b>	<b>232</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	-	4,879	-	8,304,926	-	-
Restricted	15,567	7,159	11,537	1,790,692	-	-
Unrestricted (deficit)	21	34,608	100	6,991,422	218,059	182,720
<b>TOTAL NET ASSETS (deficit)</b>	<b>15,588</b>	<b>46,646</b>	<b>11,637</b>	<b>17,098,577</b>	<b>218,059</b>	<b>182,720</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>40,521</b>	<b>57,769</b>	<b>63,935</b>	<b>29,266,729</b>	<b>1,388,790</b>	<b>182,952</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ASSETS -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	Cesar Chavez Community School Foundation	Cottonwood Classical Foundation	East Mountain High School Foundation	The Montessori Elementary Foundation	The Learning Community Foundation	Total
<b>CURRENT ASSETS:</b>						
Cash and cash equivalents	\$ 36,516	\$ 59,408	\$ 547,373	\$ 1,444	\$ 34,049	11,417,871
Receivables						
Due from other governments	-	-	-	-	-	3,197,406
Due from foundation	-	-	-	-	-	25,000
Other	-	-	-	50,000	-	665,461
Note receivable	-	-	186,982	-	-	356,809
Prepaid expenses	-	-	-	-	-	281,829
Other Assets	-	-	-	-	-	150,006
<b>TOTAL CURRENT ASSETS</b>	<b>36,516</b>	<b>59,408</b>	<b>734,355</b>	<b>51,444</b>	<b>34,049</b>	<b>16,094,382</b>
<b>NON-CURRENT ASSETS:</b>						
Capital assets:						
Construction in Progress	-	-	-	-	-	56,000
Furniture, fixtures and equipment	-	1,968	-	-	-	4,662,665
Building and improvements	2,377,167	-	-	4,358,474	1,435,160	22,580,892
Land & land Improvements	-	-	392,715	-	290,000	1,129,465
Vehicles	-	-	-	-	-	200,546
Less: accumulated depreciation	(121,906)	-	-	(445,755)	(326,898)	(6,244,265)
Note receivable	-	-	3,629,086	-	-	4,792,186
Investment	-	-	77,679	-	-	77,679
Other assets	-	-	-	-	-	72,383
<b>TOTAL NON-CURRENT ASSETS</b>	<b>2,255,261</b>	<b>1,968</b>	<b>4,099,480</b>	<b>3,912,719</b>	<b>1,398,262</b>	<b>27,327,551</b>
<b>TOTAL ASSETS</b>	<b>2,291,777</b>	<b>61,376</b>	<b>4,833,835</b>	<b>3,964,163</b>	<b>1,432,311</b>	<b>43,421,933</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>CURRENT LIABILITIES:</b>						
Accounts payable	-	9,976	20,375	-	-	735,673
Accrued expenses	-	-	-	-	-	2,968,247
Due to government	-	-	-	-	-	128,762
Due to agency funds	-	-	-	-	-	7,788
Deferred revenue	-	-	-	-	-	1,986,750
Funds held for others	-	-	62,678	-	-	62,678
Current portion of compensated absences	-	-	-	-	-	274,843
Current portion of capital lease obligation	248,675	-	168,515	545,400	-	1,477,435
Current portion of long-term debt	-	-	-	-	70,336	121,714
<b>TOTAL CURRENT LIABILITIES</b>	<b>248,675</b>	<b>9,976</b>	<b>251,568</b>	<b>545,400</b>	<b>70,336</b>	<b>7,763,890</b>
<b>NON-CURRENT LIABILITIES:</b>						
Noncurrent portion of capital lease obligation	1,688,132	-	1,502,656	2,029,385	-	10,827,000
Noncurrent portion of long-term debt	-	-	-	-	1,363,648	2,458,001
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,688,132</b>	<b>-</b>	<b>1,502,656</b>	<b>2,029,385</b>	<b>1,363,648</b>	<b>13,285,001</b>
<b>TOTAL LIABILITIES</b>	<b>1,936,807</b>	<b>9,976</b>	<b>1,754,224</b>	<b>2,574,785</b>	<b>1,433,984</b>	<b>21,048,891</b>
<b>NET ASSETS:</b>						
Invested in capital assets, net of related debt	318,454	-	199,859	1,337,934	(35,722)	10,125,451
Restricted	-	-	-	-	-	1,790,692
Unrestricted (deficit)	36,516	51,400	2,879,752	51,444	34,049	10,445,362
<b>TOTAL NET ASSETS (deficit)</b>	<b>354,970</b>	<b>51,400</b>	<b>3,079,611</b>	<b>1,389,378</b>	<b>(1,673)</b>	<b>22,373,042</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>2,291,777</b>	<b>61,376</b>	<b>4,833,835</b>	<b>3,964,163</b>	<b>1,432,311</b>	<b>43,421,933</b>

See Independent Auditors' Report and Notes to Financial Stater

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	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 High School
<b>PROGRAM EXPENSES:</b>						
School activities	1,747,675	2,529,718	2,404,952	2,088,712	1,307,657	1,931,110
<b>PROGRAM REVENUES:</b>						
Charges for services	6,706	2,105	-	9,258	27,542	30,122
Operating grants and contributions	56,669	683,681	13,684	359,252	124,431	145,237
Capital grants and contributions	134,074	64,083	191,404	152,903	67,904	132,723
<b>TOTAL PROGRAM REVENUES</b>	<b>197,449</b>	<b>749,869</b>	<b>205,088</b>	<b>521,413</b>	<b>219,877</b>	<b>308,082</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(1,550,226)</b>	<b>(1,779,849)</b>	<b>(2,199,864)</b>	<b>(1,567,299)</b>	<b>(1,087,780)</b>	<b>(1,623,028)</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	1,564,956	2,275,572	2,231,941	1,621,993	1,148,233	1,645,623
Property taxes	217,860	-	-	-	-	-
Interest Income	-	-	-	-	143	-
Miscellaneous	52	11,058	-	-	-	-
Gain (Loss) on the disposal of assets	280	-	-	-	1,997	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>1,783,148</b>	<b>2,286,630</b>	<b>2,231,941</b>	<b>1,621,993</b>	<b>1,150,373</b>	<b>1,645,623</b>
<b>CHANGE IN NET ASSETS</b>	<b>232,922</b>	<b>506,781</b>	<b>32,077</b>	<b>54,694</b>	<b>62,593</b>	<b>22,595</b>
<b>NET ASSETS, BEGINNING</b>	<b>885,860</b>	<b>148,483</b>	<b>703,459</b>	<b>42,593</b>	<b>170,434</b>	<b>137,754</b>
<b>Transfer in of Component Unit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>1,118,782</b>	<b>655,264</b>	<b>735,536</b>	<b>97,287</b>	<b>233,027</b>	<b>160,349</b>

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, 2012

	Amy Biehl Charter High School	Cesar Chavez Community School	Cien Aguas International School	Coral Community Charter School	Cottonwood Classical Preparatory School	Creative Education Preparatory Institute #1
<b>PROGRAM EXPENSES:</b>						
School activities	2,832,520	2,029,955	2,133,927	37,839	3,245,384	1,927,801
<b>PROGRAM REVENUES:</b>						
Charges for services	31,146	-	16,314	-	2,586	1,898
Operating grants and contributions	239,352	171,803	117,634	38,131	186,847	41,888
Capital grants and contributions	7,498	140,463	127,709	-	254,839	63,624
<b>TOTAL PROGRAM REVENUES</b>	<b>277,996</b>	<b>312,266</b>	<b>261,657</b>	<b>38,131</b>	<b>444,272</b>	<b>107,410</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(2,554,524)</b>	<b>(1,717,689)</b>	<b>(1,872,270)</b>	<b>292</b>	<b>(2,801,112)</b>	<b>(1,820,391)</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	2,503,596	1,677,965	1,699,804	-	2,714,603	1,652,550
Property taxes	94,193	-	19,937	-	-	-
Interest Income	-	-	-	-	-	-
Miscellaneous	17,533	4,153	6,312	100	-	3,127
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>2,615,322</b>	<b>1,682,118</b>	<b>1,726,053</b>	<b>100</b>	<b>2,714,603</b>	<b>1,655,677</b>
<b>CHANGE IN NET ASSETS</b>	<b>60,798</b>	<b>(35,571)</b>	<b>(146,217)</b>	<b>392</b>	<b>(86,509)</b>	<b>(164,714)</b>
<b>NET ASSETS, BEGINNING</b>	<b>3,723,650</b>	<b>390,667</b>	<b>237,243</b>	<b>-</b>	<b>21,828</b>	<b>180,569</b>
Transfer in of Component Unit	-	-	-	-	-	-
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>3,784,448</b>	<b>355,096</b>	<b>91,026</b>	<b>392</b>	<b>(64,681)</b>	<b>15,855</b>

See Independent Auditors' Report and Notes to Financial Statement

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	East Mountain High School	Estancia Valley Classical Academy	Gilbert L. Sena Charter High School	Horizon Academy West	J. Paul Taylor Academy	La Jicarita Community School
<b>PROGRAM EXPENSES:</b>						
School activities	3,275,348	127,376	1,964,978	3,693,230	1,715,351	117,380
<b>PROGRAM REVENUES:</b>						
Charges for services	-	-	520	93,103	35,240	-
Operating grants and contributions	163,175	281,353	97,967	562,493	657,159	117,380
Capital grants and contributions	261,439	-	128,336	310,277	109,200	-
<b>TOTAL PROGRAM REVENUES</b>	<b>424,614</b>	<b>281,353</b>	<b>226,823</b>	<b>965,873</b>	<b>801,599</b>	<b>117,380</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(2,850,734)</b>	<b>153,977</b>	<b>(1,738,155)</b>	<b>(2,727,357)</b>	<b>(913,752)</b>	<b>-</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	2,257,366	-	1,721,460	2,544,004	992,147	-
Property taxes	263,760	-	-	-	-	-
Interest Income	-	-	13	-	-	-
Miscellaneous	432,459	50	-	143,715	-	30
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>2,953,585</b>	<b>50</b>	<b>1,721,473</b>	<b>2,687,719</b>	<b>992,147</b>	<b>30</b>
<b>CHANGE IN NET ASSETS</b>	<b>102,851</b>	<b>154,027</b>	<b>(16,682)</b>	<b>(39,638)</b>	<b>78,395</b>	<b>30</b>
<b>NET ASSETS, BEGINNING</b>	<b>353,788</b>	<b>-</b>	<b>513,127</b>	<b>362,260</b>	<b>-</b>	<b>-</b>
<b>Transfer in of Component Unit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>456,639</b>	<b>154,027</b>	<b>496,445</b>	<b>322,622</b>	<b>78,395</b>	<b>30</b>

See Independent Auditors' Report and Notes to Financial Statement



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	La Promesa Early Learning Center	La Resolana Leadership Academy	La Tierra Montessori School of the Arts & Sciences	McCurdy Charter School	Media Arts Collaborative Charter School	Mission Achievement & Success
<b>PROGRAM EXPENSES:</b>						
School activities	2,469,772	813,106	99,812	40,004	1,747,086	168,019
<b>PROGRAM REVENUES:</b>						
Charges for services	9,933	1,033	-	-	20,020	-
Operating grants and contributions	501,174	79,208	127,815	39,994	77,882	230,916
Capital grants and contributions	57,019	46,201	-	-	135,543	-
<b>TOTAL PROGRAM REVENUES</b>	<b>568,126</b>	<b>126,442</b>	<b>127,815</b>	<b>39,994</b>	<b>233,445</b>	<b>230,916</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(1,901,646)</b>	<b>(686,664)</b>	<b>28,003</b>	<b>(10)</b>	<b>(1,513,641)</b>	<b>62,897</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	1,711,626	653,829	-	-	1,514,825	-
Property taxes	67,604	-	-	-	-	-
Interest Income	-	-	-	-	310	-
Miscellaneous	6,603	5,936	8	100	18,465	-
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>1,785,833</b>	<b>659,765</b>	<b>8</b>	<b>100</b>	<b>1,533,600</b>	<b>-</b>
<b>CHANGE IN NET ASSETS</b>	<b>(115,813)</b>	<b>(26,899)</b>	<b>28,011</b>	<b>90</b>	<b>19,959</b>	<b>62,897</b>
<b>NET ASSETS, BEGINNING</b>	<b>1,872,891</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>839,240</b>	<b>-</b>
<b>Transfer in of Component Unit</b>	<b>-</b>	<b>7,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>1,757,078</b>	<b>(19,268)</b>	<b>28,011</b>	<b>90</b>	<b>859,199</b>	<b>62,897</b>

See Independent Auditors' Report and Notes to Financial Statement

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	New Mexico International School	New Mexico School for The Arts	North Valley Academy	Ralph J. Bunche Academy	Red River Valley Charter School	Sage Montessori Charter
<b>PROGRAM EXPENSES:</b>						
School activities	1,371,942	1,874,605	3,609,686	1,008,269	640,856	102,605
<b>PROGRAM REVENUES:</b>						
Charges for services	-	34,043	43,683	1,556	9,494	-
Operating grants and contributions	563,278	67,142	478,854	202,211	92,666	150,018
Capital grants and contributions	68,935	98,573	355,675	58,236	43,268	-
<b>TOTAL PROGRAM REVENUES</b>	<b>632,213</b>	<b>199,758</b>	<b>878,212</b>	<b>262,003</b>	<b>145,428</b>	<b>150,018</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(739,729)</b>	<b>(1,674,847)</b>	<b>(2,731,474)</b>	<b>(746,266)</b>	<b>(495,428)</b>	<b>47,413</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	782,635	1,819,587	2,590,182	757,954	542,157	-
Property taxes	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Miscellaneous	3,534	91,796	1,809	67,331	-	-
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>786,169</b>	<b>1,911,383</b>	<b>2,591,991</b>	<b>825,285</b>	<b>542,157</b>	<b>-</b>
<b>CHANGE IN NET ASSETS</b>	<b>46,440</b>	<b>236,536</b>	<b>(139,483)</b>	<b>79,019</b>	<b>46,729</b>	<b>47,413</b>
<b>NET ASSETS, BEGINNING</b>	<b>32,737</b>	<b>108,813</b>	<b>274,137</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Transfer in of Component Unit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(33,406)</b>	<b>100,234</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>79,177</b>	<b>345,349</b>	<b>134,654</b>	<b>45,613</b>	<b>146,963</b>	<b>47,413</b>

See Independent Auditors' Report and Notes to Financial Statement

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	School of Dreams Academy	South Valley Preparatory School	Southwest Aeronautics, Mathematics & Science	Southwest Intermediate Learning Center	Southwest Primary Learning Center	Southwest Secondary Learning Center
<b>PROGRAM EXPENSES:</b>						
School activities	2,690,918	1,222,132	397,080	1,061,582	961,452	2,872,931
<b>PROGRAM REVENUES:</b>						
Charges for services	-	6,921	-	3,081	2,752	-
Operating grants and contributions	70,110	161,755	410,407	34,594	34,154	177,955
Capital grants and contributions	131,636	67,835	-	82,135	77,368	202,038
<b>TOTAL PROGRAM REVENUES</b>	<b>201,746</b>	<b>236,511</b>	<b>410,407</b>	<b>119,810</b>	<b>114,274</b>	<b>379,993</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(2,489,172)</b>	<b>(985,621)</b>	<b>13,327</b>	<b>(941,772)</b>	<b>(847,178)</b>	<b>(2,492,938)</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	2,334,669	978,709	-	879,522	817,692	2,171,691
Property taxes	-	-	-	-	-	-
Interest Income	-	-	-	1,079	1,280	2,144
Miscellaneous	34,005	-	1,896	315	-	22,483
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>2,368,674</b>	<b>978,709</b>	<b>1,896</b>	<b>880,916</b>	<b>818,972</b>	<b>2,196,318</b>
<b>CHANGE IN NET ASSETS</b>	<b>(120,498)</b>	<b>(6,912)</b>	<b>15,223</b>	<b>(60,856)</b>	<b>(28,206)</b>	<b>(296,620)</b>
<b>NET ASSETS, BEGINNING</b>	<b>481,293</b>	<b>136,484</b>	<b>-</b>	<b>256,829</b>	<b>367,367</b>	<b>628,741</b>
Transfer in of Component Unit	-	-	-	-	-	-
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>360,795</b>	<b>129,572</b>	<b>15,223</b>	<b>195,973</b>	<b>339,161</b>	<b>332,121</b>

See Independent Auditors' Report and Notes to Financial Statement

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COMBINING STATEMENT OF NET ACTIVITIES -  
CHARTER SCHOOLS  
AS OF JUNE 30, 2012

	Taos Academy	Taos Integrated School of The Arts	The Albuquerque Sign Language Academy	The ASK Academy	The Great Academy	The International School at Mesa del Sol
<b>PROGRAM EXPENSES:</b>						
School activities	1,362,879	1,217,162	1,343,207	1,782,206	1,568,840	1,459,352
<b>PROGRAM REVENUES:</b>						
Charges for services	1,451	12,384	35,250	2,879	870	18,231
Operating grants and contributions	83,292	280,146	490,837	101,898	260,105	76,194
Capital grants and contributions	88,369	65,268	34,351	83,881	87,269	85,069
<b>TOTAL PROGRAM REVENUES</b>	<b>173,112</b>	<b>357,798</b>	<b>560,438</b>	<b>188,658</b>	<b>348,244</b>	<b>179,494</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(1,189,767)</b>	<b>(859,364)</b>	<b>(782,769)</b>	<b>(1,593,548)</b>	<b>(1,220,596)</b>	<b>(1,279,858)</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	1,513,481	932,225	971,722	1,599,259	1,377,192	1,174,702
Property taxes	-	-	-	-	-	-
Interest Income	48	-	-	-	-	-
Miscellaneous	-	-	753	1,516	-	82,436
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>1,513,529</b>	<b>932,225</b>	<b>972,475</b>	<b>1,600,775</b>	<b>1,377,192</b>	<b>1,257,138</b>
<b>CHANGE IN NET ASSETS</b>	<b>323,762</b>	<b>72,861</b>	<b>189,706</b>	<b>7,227</b>	<b>156,596</b>	<b>(22,720)</b>
<b>NET ASSETS, BEGINNING</b>	<b>222,072</b>	<b>153,786</b>	<b>40,970</b>	<b>29,851</b>	<b>261,778</b>	<b>162,624</b>
<b>Transfer in of Component Unit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>545,834</b>	<b>226,647</b>	<b>230,676</b>	<b>37,078</b>	<b>418,374</b>	<b>139,904</b>

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, 2012

	The Learning Community	The MASTERS Program	The Montessori Elementary	The New America School	The New America School- Las Cruces	Tierra Adentro
<b>PROGRAM EXPENSES:</b>						
School activities	2,084,134	1,190,996	2,718,984	3,072,969	47,151	1,953,722
<b>PROGRAM REVENUES:</b>						
Charges for services	-	-	207,865	1,625	-	5,015
Operating grants and contributions	47,031	235,473	117,719	217,580	77,400	253,603
Capital grants and contributions	163,306	63,270	250,806	219,814	-	118,509
<b>TOTAL PROGRAM REVENUES</b>	<b>210,337</b>	<b>298,743</b>	<b>576,390</b>	<b>439,019</b>	<b>77,400</b>	<b>377,127</b>
<b>NET PROGRAM (EXPENSE) REVENUES</b>	<b>(1,873,797)</b>	<b>(892,253)</b>	<b>(2,142,594)</b>	<b>(2,633,950)</b>	<b>30,249</b>	<b>(1,576,595)</b>
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	1,924,237	1,262,084	1,859,477	2,460,914	-	1,624,667
Property taxes	99,924	-	172,360	-	-	-
Interest Income	-	-	-	-	-	-
Miscellaneous	1,479	10,562	-	16,562	100	10,000
Gain (Loss) on the disposal of assets	-	-	-	-	-	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	<b>2,025,640</b>	<b>1,272,646</b>	<b>2,031,837</b>	<b>2,477,476</b>	<b>100</b>	<b>1,634,667</b>
<b>CHANGE IN NET ASSETS</b>	<b>151,843</b>	<b>380,393</b>	<b>(110,757)</b>	<b>(156,474)</b>	<b>30,349</b>	<b>58,072</b>
<b>NET ASSETS, BEGINNING</b>	<b>-</b>	<b>284,721</b>	<b>227,718</b>	<b>578,525</b>	<b>-</b>	<b>75,207</b>
<b>Transfer in of Component Unit</b>	<b>356,036</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET ASSETS, ENDING (DEFICIT)</b>	<b>507,879</b>	<b>665,114</b>	<b>116,961</b>	<b>422,051</b>	<b>30,349</b>	<b>133,279</b>

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, 2012

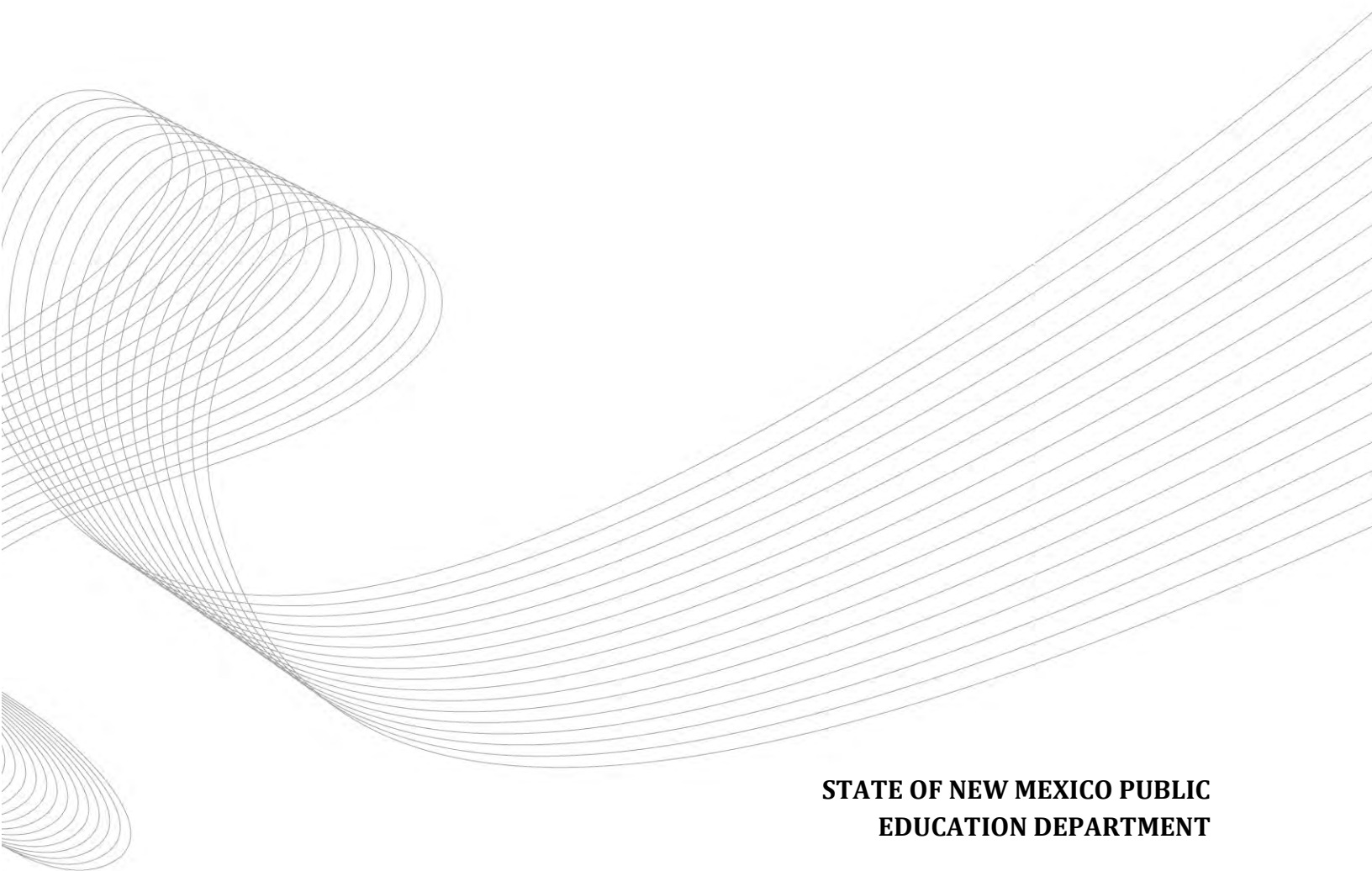
	Uplift Community School	Village Academy	William W. & Josephine Dorn Charter	Sub-Total Charters	Academy of Trades & Technology Foundation	Amy Biehl Charter High School Foundation
<b>PROGRAM EXPENSES:</b>						
School activities	81,155	595,614	143,932	78,885,073	451,918	105,181
<b>PROGRAM REVENUES:</b>						
Charges for services	-	234	-	674,860	-	-
Operating grants and contributions	96,396	41,970	155,469	10,093,382	-	-
Capital grants and contributions	-	32,788	-	4,863,638	-	-
<b>TOTAL PROGRAM REVENUES</b>	96,396	74,992	155,469	15,631,880	-	-
<b>NET PROGRAM (EXPENSE) REVENUES</b>	15,241	(520,622)	11,537	(63,253,193)	(451,918)	(105,181)
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	-	429,265	-	62,936,116	-	-
Property taxes	-	-	-	935,638	-	-
Interest Income	-	-	-	5,017	57,834	-
Miscellaneous	347	2,922	100	999,647	96,760	145,536
Gain (Loss) on the disposal of assets	-	-	-	2,277	475,000	-
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	347	432,187	100	64,878,695	629,594	145,536
<b>CHANGE IN NET ASSETS</b>	15,588	(88,435)	11,637	1,625,502	177,676	40,355
<b>NET ASSETS, BEGINNING</b>	-	135,081	-	15,042,580	40,383	142,365
<b>Transfer in of Component Unit</b>	-	-	-	430,495	-	-
<b>NET ASSETS, ENDING (DEFICIT)</b>	15,588	46,646	11,637	17,098,577	218,059	182,720

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, 2012

	Cesar Chavez Community School Foundation	Cottonwood Classical Foundation	East Mountain High School Foundation	The Montessori Elementary Foundation	The Learning Community Foundation	Total
<b>PROGRAM EXPENSES:</b>						
School activities	193,671	99,414	371,267	280,760	170,473	80,557,757
<b>PROGRAM REVENUES:</b>						
Charges for services	-	-	-	-	-	674,860
Operating grants and contributions	-	-	248,620	-	-	10,342,002
Capital grants and contributions	-	-	-	-	-	4,863,638
<b>TOTAL PROGRAM REVENUES</b>	-	-	248,620	-	-	15,880,500
<b>NET PROGRAM (EXPENSE) REVENUES</b>	(193,671)	(99,414)	(122,647)	(280,760)	(170,473)	(64,677,257)
<b>GENERAL REVENUES AND TRANSFERS:</b>						
State equalization guarantee	-	-	-	-	-	62,936,116
Property taxes	-	-	-	-	-	935,638
Interest Income	-	-	89,035	-	-	151,886
Miscellaneous	377,143	77,493	139,397	757,823	205,496	2,799,295
Gain (Loss) on the disposal of assets	-	-	1,486,337	-	-	1,963,614
<b>TOTAL GENERAL REVENUES AND TRANSFERS</b>	377,143	77,493	1,714,769	757,823	205,496	68,786,549
<b>CHANGE IN NET ASSETS</b>	183,472	(21,921)	1,592,122	477,063	35,023	4,109,292
<b>NET ASSETS, BEGINNING</b>	171,498	-	1,487,489	912,315	-	17,796,630
Transfer in of Component Unit	-	73,321	-	-	(36,696)	467,120
<b>NET ASSETS, ENDING (DEFICIT)</b>	354,970	51,400	3,079,611	1,389,378	(1,673)	22,373,042

See Independent Auditors' Report and Notes to Financial Statement



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME IV**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 259,011	\$ 15,244
Receivables		
Due from other governments	27,990	-
Due from foundation	25,000	-
Other	-	40,499
Note receivable	-	169,827
Deposits	1,500	-
Prepaid	3,156	120
Total current assets	316,657	225,690
Note receivable	-	1,163,100
Capital assets		
Building and building improvements	2,164,825	-
Furniture, fixtures and equipment	315,189	-
Vehicles	67,361	-
Less: accumulated depreciation	(368,684)	-
Total noncurrent assets	2,178,691	1,163,100
Total assets	\$ 2,495,348	\$ 1,388,790
<b>LIABILITIES AND NET ASSETS</b>		
Accrued salaries	\$ 25,529	\$ -
Deferred revenue	2,207	-
Due to school	-	25,000
Current portion of capital lease obligation	169,827	-
Current portion of compensated absences	15,903	-
Current portion of long-term debt	-	51,378
Total current liabilities	213,466	76,378
Noncurrent liabilities:		
Noncurrent portion of capital lease obligation	1,163,100	-
Noncurrent portion of long-term debt	-	1,094,353
Total liabilities	1,376,566	1,170,731
Invested in capital assets, net of related debt	845,764	-
Restricted	9,644	-
Unrestricted	263,374	218,059
Total net assets	1,118,782	218,059
Total liabilities and net assets	\$ 2,495,348	\$ 1,388,790

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES & TECHNOLOGY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 566,272	\$ 6,706	\$ 36,980	\$ -	\$ (522,586)	
Support services:						
Students	153,785	-	-	-	(153,785)	
Instruction	1,455	-	-	-	(1,455)	
General Administration	19,156	-	-	-	(19,156)	
School Administration	376,691	-	-	-	(376,691)	
Central Services	141,071	-	-	-	(141,071)	
Operation & Maintenance of Plant	264,196	-	-	-	(264,196)	
Student Transportation	15,003	-	-	-	(15,003)	
Food Services Operation	27,880	-	19,689	-	(8,191)	
Community Services Operations	1,408	-	-	-	(1,408)	
Facilities Materials, Supplies & Other Services	180,758	-	-	134,074	(46,684)	
Total governmental activities	<u>\$ 1,747,675</u>	<u>\$ 6,706</u>	<u>\$ 56,669</u>	<u>\$ 134,074</u>	<u>(1,550,226)</u>	
COMPONENT UNIT:						
Foundation	451,918	\$ -	-	\$ -		(451,918)
			<b>General Revenues:</b>			
			Property Taxes	217,860	-	
			State Equalization Guarantee	1,564,956	-	
			Interest & Investment Earnings	-	57,834	
			Rental income	-	91,510	
			Miscellaneous	52	5,250	
			Gain on sale of portables, building	280	475,000	
			Total general revenues	<u>1,783,148</u>	<u>629,594</u>	
			Change in net assets	232,922	177,676	
			Net assets - beginning	885,860	40,383	
			Net assets - ending	<u>\$ 1,118,782</u>	<u>\$ 218,059</u>	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES TECHNOLOGY

Exhibit B-1  
(Page 1 of 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2012

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 251,816	\$ 1,338	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	6,128	-
Other	25,000	-	-	-	-
Due from other funds	107,212	-	-	-	-
Deposits	1,500	-	-	-	-
Prepaid Expenses	3,156	-	-	-	-
<i>Total assets</i>	<u>388,684</u>	<u>1,338</u>	<u>-</u>	<u>6,128</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	-
Accrued expenses	21,075	-	-	1,124	3,330
Due to other funds	-	-	-	33,650	41,434
Deferred revenue - other	-	605	-	-	-
<i>Total liabilities</i>	<u>21,075</u>	<u>605</u>	<u>-</u>	<u>34,774</u>	<u>44,764</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	4,656	-	-	-	-
Restricted	-	733	-	-	-
Assigned	287,734	-	-	-	-
Unassigned (deficit)	75,219	-	-	(28,646)	(44,764)
<i>Total fund balance (deficit)</i>	<u>367,609</u>	<u>733</u>	<u>-</u>	<u>(28,646)</u>	<u>(44,764)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 388,684</u>	<u>\$ 1,338</u>	<u>\$ -</u>	<u>\$ 6,128</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES TECHNOLOGY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	2010 Library GO Bonds 27106	Family & Youth Program 27140
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	302	8,030	-	2,137	-
Other	-	-	-	-	-
Due from other funds	-	-	-	-	-
Deposits	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
	<u>302</u>	<u>8,030</u>	<u>-</u>	<u>2,137</u>	<u>-</u>
<i>Total assets</i>	<u>302</u>	<u>8,030</u>	<u>-</u>	<u>2,137</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	-
Accrued expenses	-	-	-	-	-
Due to other funds	302	8,030	-	2,137	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>302</u>	<u>8,030</u>	<u>-</u>	<u>2,137</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 302</u>	<u>\$ 8,030</u>	<u>\$ -</u>	<u>\$ 2,137</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES TECHNOLOGY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 5,857	\$ -	\$ -	\$ -	\$ -	\$ 259,011
Accounts receivable						
Due from other governments	-	-	-	1,989	9,404	27,990
Other	-	-	-	-	-	25,000
Due from other funds	-	-	-	-	-	107,212
Deposits	-	-	-	-	-	1,500
Prepaid Expenses	-	-	-	-	-	3,156
<i>Total assets</i>	<u>5,857</u>	<u>-</u>	<u>-</u>	<u>1,989</u>	<u>9,404</u>	<u>423,869</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	-	-	-	-	-	-
Accrued expenses	-	-	-	-	-	25,529
Due to other funds	-	-	-	12,255	9,404	107,212
Deferred revenue - other	1,602	-	-	-	-	2,207
<i>Total liabilities</i>	<u>1,602</u>	<u>-</u>	<u>-</u>	<u>12,255</u>	<u>9,404</u>	<u>134,948</u>
<i>Fund balances</i>						
Fund Balance:						
Nonspendable	-	-	-	-	-	4,656
Restricted	4,255	-	-	-	-	4,988
Assigned	-	-	-	-	-	287,734
Unassigned (deficit)	-	-	-	(10,266)	-	(8,457)
<i>Total fund balance (deficit)</i>	<u>4,255</u>	<u>-</u>	<u>-</u>	<u>(10,266)</u>	<u>-</u>	<u>288,921</u>
<i>Total liabilities and fund balance</i>	<u>\$ 5,857</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,989</u>	<u>\$ 9,404</u>	<u>\$ 423,869</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, 2012

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

Fund balances - total governmental funds	\$	288,921
Compensated Absences		(15,903)
Long-term liabilities are not due and payable in the current period, and therefore, are not reported in the funds		(1,332,927)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>2,178,691</u>
Net Assets-total Governmental Activities	\$	<u><u>1,118,782</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 6,706	\$ -	\$ -	\$ -	\$ -
State grant	1,564,956	5,747	-	-	-
Federal grant	-	-	19,689	18,199	-
Miscellaneous income	10,302	-	-	-	-
Property taxes	-	-	-	-	-
<i>Total revenues</i>	<u>1,581,964</u>	<u>5,747</u>	<u>19,689</u>	<u>18,199</u>	<u>-</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	456,082	10,674	-	46,845	44,764
Support Services					
Students	153,785	-	-	-	-
Instruction	-	-	-	-	-
General Administration	19,156	-	-	-	-
School Administration	376,691	-	-	-	-
Central Services	141,071	-	-	-	-
Operation & Maintenance of Plant	300,973	-	-	-	-
Student Transportation	5,131	-	-	-	-
Community Services Operations	1,408	-	-	-	-
Food Services Operations	235	-	27,645	-	-
Capital outlay	2,265,931	-	-	-	-
<i>Total expenditures</i>	<u>3,720,463</u>	<u>10,674</u>	<u>27,645</u>	<u>46,845</u>	<u>44,764</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,138,499)</u>	<u>(4,927)</u>	<u>(7,956)</u>	<u>(28,646)</u>	<u>(44,764)</u>
<i>Other financing sources (uses):</i>					
Operating transfers	(16,661)	-	17,336	-	-
Other Financing Sources	2,207,469	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,190,808</u>	<u>-</u>	<u>17,336</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>52,309</u>	<u>(4,927)</u>	<u>9,380</u>	<u>(28,646)</u>	<u>(44,764)</u>
<i>Fund balances - beginning of year</i>	<u>315,300</u>	<u>5,660</u>	<u>(9,380)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 367,609</u>	<u>\$ 733</u>	<u>\$ -</u>	<u>\$ (28,646)</u>	<u>\$ (44,764)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	2010 Library GO Bonds 27106	Family & Youth Program 27140
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	2,137	-
Federal grant	302	9,779	816	-	-
Miscellaneous income	-	-	-	-	-
Property taxes	-	-	-	-	-
<i>Total revenues</i>	<u>302</u>	<u>9,779</u>	<u>816</u>	<u>2,137</u>	<u>-</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	302	9,779	816	2,137	-
Support Services					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>302</u>	<u>9,779</u>	<u>816</u>	<u>2,137</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	(675)
Other Financing Sources	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(675)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(675)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>675</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACADEMY OF TRADES  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,706
State grant	-	-	124,670	-	9,404	1,706,914
Federal grant	-	-	-	-	-	48,785
Miscellaneous income	-	-	-	-	-	10,302
Property taxes	-	-	-	217,860	-	217,860
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>124,670</u>	<u>217,860</u>	<u>9,404</u>	<u>1,990,567</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	750	-	-	-	572,149
Support Services						
Students	-	-	-	-	-	153,785
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	19,156
School Administration	-	-	-	-	-	376,691
Central Services	-	-	-	-	-	141,071
Operation & Maintenance of Plant	-	-	-	-	-	300,973
Student Transportation	-	-	-	-	-	5,131
Community Services Operations	-	-	-	-	-	1,408
Food Services Operations	-	-	-	-	-	27,880
Capital outlay	-	-	124,670	228,126	9,404	2,628,131
<i>Total expenditures</i>	<u>-</u>	<u>750</u>	<u>124,670</u>	<u>228,126</u>	<u>9,404</u>	<u>4,226,375</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(750)</u>	<u>-</u>	<u>(10,266)</u>	<u>-</u>	<u>(2,235,808)</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	-	-	-	-
Other Financing Sources	-	-	-	-	-	2,207,469
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,207,469</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(750)</u>	<u>-</u>	<u>(10,266)</u>	<u>-</u>	<u>(28,339)</u>
<i>Fund balances - beginning of year</i>	<u>4,255</u>	<u>750</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>317,260</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 4,255</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,266)</u>	<u>\$ -</u>	<u>\$ 288,921</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, 2012**

Exhibit B-2  
(Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (28,339)
Change in Compensated Absences	2,263
<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 Capital Outlay exceeds depreciation for the period.</p>	
Depreciation/amortization expense	(92,893)
Capital Outlays	300,403
Deletions	(10,250)
Gain on disposal of assets	280
	197,540
<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>	
Net change of capital lease obligation	(275,615)
Principal payments of capital lease	337,073
	61,458
Change in Net Assets-total Governmental Activities	\$ 232,922

The accompanying notes are an integral part of these financial statements.

**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 6,704	\$ 6,704
State grants	1,559,347	1,564,957	1,564,956	(1)
Federal grants	-	-	-	-
Miscellaneous	-	10,250	10,302	52
<i>Total revenues</i>	<u>1,559,347</u>	<u>1,575,207</u>	<u>1,581,962</u>	<u>6,755</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	580,720	580,720	456,082	124,638
Support Services				
Students	210,181	210,181	153,785	56,396
Instruction	-	-	-	-
General Administration	50,500	46,500	19,156	27,344
School Administration	389,008	398,618	376,691	21,927
Central Services	164,926	164,926	141,071	23,855
Operation & Maintenance of Plant	325,512	381,096	300,973	80,123
Student Transportation	15,500	15,500	5,129	10,371
Food Services Operations	8,000	2,000	235	1,765
Community Services Operations	-	6,000	1,408	4,592
Capital outlay	35,000	58,465	58,462	3
<i>Total expenditures</i>	<u>1,779,347</u>	<u>1,864,006</u>	<u>1,512,992</u>	<u>351,014</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(220,000)</u>	<u>(288,799)</u>	<u>68,970</u>	<u>357,769</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(16,661)	(16,661)
Designated Cash	220,000	288,799	-	(288,799)
<i>Total other financing sources (uses)</i>	<u>220,000</u>	<u>288,799</u>	<u>(16,661)</u>	<u>(305,460)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>52,309</u>	<u>52,309</u>
<i>Cash or fund balance, beginning of year, per prior year schedule III</i>	<u>-</u>	<u>-</u>	<u>183,745</u>	<u>183,745</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 236,054</u>	<u>\$ 236,054</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,207,469	
Adjustments to expenditures			<u>(2,207,469)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 52,309</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	3,961	3,961	4,266	305
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	3,961	3,961	4,266	305
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	10,461	11,707	10,674	1,033
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>	10,461	11,707	10,674	1,033
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(6,500)	(7,746)	(6,408)	1,338
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	6,500	7,746	-	(7,746)
<i>Total other financing sources (uses)</i>	6,500	7,746	-	(7,746)
<i>Net changes in fund balances</i>	-	-	(6,408)	(6,408)
<i>Cash or fund balance, beginning of year</i>	-	-	7,746	7,746
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 1,338	\$ 1,338
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,481	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (4,927)</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**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, 2012**

	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	20,265	(12,235)
Interest	-	-	-	-
<i>Total revenues</i>	<u>32,500</u>	<u>32,500</u>	<u>20,265</u>	<u>(12,235)</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	-	-	27,645	(27,645)
Community Services Operations	32,500	32,500	-	32,500
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>32,500</u>	<u>32,500</u>	<u>27,645</u>	<u>4,855</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	-	-	17,336	17,336
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>17,336</u>	<u>17,336</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,956</u>	<u>9,956</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,956)</u>	<u>(9,956)</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			(576)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 9,380</u>	

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**

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	71,359	17,650	17,247	(403)
Interest	-	-	-	-
<i>Total revenues</i>	<u>71,359</u>	<u>17,650</u>	<u>17,247</u>	<u>(403)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	71,359	46,845	46,845	-
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>71,359</u>	<u>46,845</u>	<u>46,845</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(29,195)</u>	<u>(29,598)</u>	<u>(403)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	29,195	-	(29,195)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>29,195</u>	<u>-</u>	<u>(29,195)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(29,598)</u>	<u>(29,598)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(5,176)</u>	<u>(5,176)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (34,774)</u>	<u>\$ (34,774)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			952	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (28,646)</u>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	44,764	6,331	(38,433)
Interest	-	-	-	-
<i>Total revenues</i>	-	44,764	6,331	(38,433)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	44,764	44,764	-
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>	-	44,764	44,764	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(38,433)	(38,433)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(38,433)	(38,433)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(6,331)	(6,331)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (44,764)	\$ (44,764)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,331)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (44,764)</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	302	-	(302)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>302</u>	<u>-</u>	<u>(302)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	302	302	-
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>302</u>	<u>302</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(302)</u>	<u>(302)</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>(302)</u>	<u>(302)</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>\$ (302)</u>	<u>\$ (302)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			302	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	9,001	20,052	1,749	(18,303)
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,001</u>	<u>20,052</u>	<u>1,749</u>	<u>(18,303)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,001	18,001	9,779	8,222
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	2,051	-	2,051
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>9,001</u>	<u>20,052</u>	<u>9,779</u>	<u>10,273</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,030)</u>	<u>(8,030)</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>(8,030)</u>	<u>(8,030)</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>\$ (8,030)</u>	<u>\$ (8,030)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			8,030	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	816	8,280	7,464
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>816</u>	<u>8,280</u>	<u>7,464</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	816	816	-
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>816</u>	<u>816</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,464</u>	<u>7,464</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>7,464</u>	<u>7,464</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,464)</u>	<u>(7,464)</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			(7,464)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**2010 LIBRARY GO BOND**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,137	2,137	-	(2,137)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	2,137	2,137	-	(2,137)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,137	2,137	2,137	-
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>	2,137	2,137	2,137	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,137)	(2,137)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(2,137)	(2,137)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,137)	\$ (2,137)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,137	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

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, 2012**

	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>	-	-	-	-
<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	-	-	(675)	(675)
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(675)	(675)
<i>Net changes in fund balances</i>	-	-	(675)	(675)
<i>Cash or fund balance, beginning of year</i>	-	-	675	675
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (675)</b>	

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, 2012**

Exhibit C-11

	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>5,857</u>	<u>5,857</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	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>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	750	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>	750	750	750	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(750)	(750)	(750)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	750	750	-	(750)
<i>Total other financing sources (uses)</i>	750	750	-	(750)
<i>Net changes in fund balances</i>	-	-	(750)	(750)
<i>Cash or fund balance, beginning of year</i>	-	-	750	750
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (750)</b>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	124,670	161,753	37,083
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>124,670</u>	<u>161,753</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	-	124,670	124,670	-
<i>Total expenditures</i>	<u>-</u>	<u>124,670</u>	<u>124,670</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(37,083)</u>	<u>(37,083)</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			(37,083)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 92,835	\$ 92,835	\$ 91,364	\$ (1,471)
Local and county grants	-	-	-	-
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>92,835</u>	<u>92,835</u>	<u>91,364</u>	<u>(1,471)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	2,304	2,304	-	2,304
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	228,126	228,126	228,126	-
<i>Total expenditures</i>	<u>230,430</u>	<u>230,430</u>	<u>228,126</u>	<u>2,304</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(137,595)</u>	<u>(137,595)</u>	<u>(136,762)</u>	<u>833</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	137,595	137,595	-	-
<i>Total other financing sources (uses)</i>	<u>137,595</u>	<u>137,595</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(136,762)</u>	<u>(136,762)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>124,507</u>	<u>124,507</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,255)</u>	<u>\$ (12,255)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			126,496	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (10,266)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACADEMY OF TRADES & TECHNOLOGY**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local and county grants	-	-	-	-
State grants	9,404	9,404	-	(9,404)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,404</u>	<u>9,404</u>	<u>-</u>	<u>(9,404)</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	9,404	9,404	9,404	-
<i>Total expenditures</i>	<u>9,404</u>	<u>9,404</u>	<u>9,404</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,404)</u>	<u>(9,404)</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>(9,404)</u>	<u>(9,404)</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>\$ (9,404)</u>	<u>\$ (9,404)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,404	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 9,122</u>
<i>Total assets</i>	<u><u>9,122</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>9,122</u>
<i>Total liabilities</i>	<u><u>\$ 9,122</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 9,688	1,834	2,400	\$ 9,122
<b>Total assets</b>	<u>\$ 9,688</u>	<u>\$ 1,834</u>	<u>\$ 2,400</u>	<u>\$ 9,122</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 9,688	1,834	2,400	\$ 9,122
<b>Total liabilities</b>	<u>\$ 9,688</u>	<u>\$ 1,834</u>	<u>\$ 2,400</u>	<u>\$ 9,122</u>

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**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 295,100</u>
Total On Deposit	295,100
Reconciling Items	<u>(26,967)</u>
Reconciled Balance June 30, 2012	<u><u>268,133</u></u>
Less Agency Funds:	<u>(9,122)</u>
Per Exhibit A-1	<u><u>\$ 259,011</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, 2012**

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, 2011	\$ 88,679	\$ 7,746	\$ -	\$ 9,688	\$ -
Add:					
2011-12 revenues	1,581,963	4,266	20,264	1,834	25,325
Loans from other funds	(107,213)	-	-	-	83,416
<b>Total cash available</b>	<b>1,563,429</b>	<b>12,012</b>	<b>20,264</b>	<b>11,522</b>	<b>108,741</b>
Less:					
2011-12 expenditures	(1,512,991)	(10,674)	(27,645)	(2,400)	(101,690)
Permanent Cash Transfer	(16,661)	-	17,336	-	-
Prior year outstanding loans	95,064	-	(9,955)	-	(11,149)
Receivables/Payables	122,973	-	-	-	4,098
<b>Cash, June 30, 2012</b>	<b>251,814</b>	<b>1,338</b>	<b>-</b>	<b>9,122</b>	<b>-</b>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	2.00	-	-	-	-
<b>Cash per Books</b>	<b>251,816</b>	<b>1,338</b>	<b>-</b>	<b>9,122</b>	<b>-</b>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	115,795	(605)	-	-	-
<b>Fund Balance, Modified Accrual Basis (deficit)</b>	<b>367,609</b>	<b>733</b>	<b>-</b>	<b>9,122</b>	<b>-</b>

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, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Fund 25000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total
\$ -	\$ 6,532	\$ 750	\$ -	\$ 124,507	\$ -	\$ 237,902
38,020	-	-	161,753	91,363	-	1,924,788
-	2,137	-	-	-	-	(21,660)
38,020	8,669	750	161,753	215,870	-	2,141,030
(816)	(2,137)	(750)	(124,670)	(228,126)	(9,404)	(2,011,899)
-	(675)	-	-	-	-	-
(36,877)	-	-	(37,083)	12,256	9,404	12,256
(327)	-	-	-	-	-	126,744
-	5,857	-	-	-	-	268,131
-	-	-	-	-	-	2
-	5,857	-	-	-	-	\$ 268,133
					Less Activity Fund	9,122
					Exhibit B-1	\$ 259,011
-	(1,602)	-	-	(10,266)	-	103,322
-	4,255	-	-	(10,266)	-	\$ 371,453
					Less Activity Fund	9,122
					Exhibit B-1	\$ 362,331

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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	622,780
Receivables	
Due from other governments	36,808
Prepays	6,250
Total current assets	<u>665,838</u>
Capital assets	
Furniture, fixtures and equipment	14,874
Less: accumulated depreciation	<u>(9,090)</u>
Total noncurrent assets	<u>5,784</u>
Total assets	<u><u>\$ 671,622</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued expenses	14,685
Deferred revenues	1,673
Total current liabilities	<u>16,358</u>
Total liabilities	<u>16,358</u>
Invested in capital assets	5,784
Restricted	322,288
Unrestricted	327,192
Total net assets	<u>655,264</u>
Total liabilities and net assets	<u><u>\$ 671,622</u></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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

<b>Functions/Programs</b>	<b>Program Revenues</b>				<b>Net (Expenses) Revenues and Changes in Net Assets</b>
	<b>Expenses</b>	<b>Charges for Service</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
Governmental activities:					
Instruction	\$ 1,094,252	\$ -	\$ 617,993	\$ -	\$ (476,259)
Support services:					
Students	409,244	-	-	-	(409,244)
Instruction	181,005	-	-	-	(181,005)
General Administration	108,212	-	-	-	(108,212)
School Administration	182,477	-	-	-	(182,477)
Central Services	228,915	-	-	-	(228,915)
Operation & Maintenance of Plant	188,455	-	-	-	(188,455)
Food Services Operation	59,450	2,105	65,688	-	8,343
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	77,708	-	-	64,083	(13,625)
Total governmental activities	<u>\$ 2,529,718</u>	<u>\$ 2,105</u>	<u>\$ 683,681</u>	<u>\$ 64,083</u>	<u>(1,779,849)</u>
			<b>General Revenues:</b>		
			State Equalization Guarantee		2,275,572
			Miscellaneous		11,058
			Total general revenues		2,286,630
			Change in net assets		506,781
			Net assets - beginning		148,483
			Net assets - ending		\$ 655,264



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACE LEADERSHIP HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 312,549	\$ 1,673	\$ 4,426	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	7,480	29,328	-
Due from other funds	29,328	-	-	-	-
Prepaid Expenses	-	-	-	-	-
<i>Total assets</i>	<u>341,877</u>	<u>1,673</u>	<u>11,906</u>	<u>29,328</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	14,685	-	-	-	-
Due to other funds	-	-	-	29,328	-
Deferred revenue - other	-	1,673	-	-	-
<i>Total liabilities</i>	<u>14,685</u>	<u>1,673</u>	<u>-</u>	<u>29,328</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	11,906	-	-
Assigned	327,192	-	-	-	-
<i>Total fund balance</i>	<u>327,192</u>	<u>-</u>	<u>11,906</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 341,877</u>	<u>\$ 1,673</u>	<u>\$ 11,906</u>	<u>\$ 29,328</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ACE LEADERSHIP HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	Kellog Fund 26121	Daniel's Fund 26141
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 200,000	\$ -
Accounts receivable					
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Prepaid Expenses	6,250	-	-	-	-
<i>Total assets</i>	<u>6,250</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	6,250	-	-	-	-
Restricted	-	-	-	200,000	-
Assigned	-	-	-	-	-
<i>Total fund balance</i>	<u>6,250</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 6,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ -</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, 2012

Exhibit B-1  
(Page 3 of 4)

	Partners for Developing Futures 26208	Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 66,484	\$ 2,648	\$ 35,000	\$ -	\$ 622,780
Accounts receivable					
Due from other governments	-	-	-	-	36,808
Due from other funds	-	-	-	-	29,328
Prepaid Expenses	-	-	-	-	6,250
<i>Total assets</i>	<u>66,484</u>	<u>2,648</u>	<u>35,000</u>	<u>-</u>	<u>695,166</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	14,685
Due to other funds	-	-	-	-	29,328
Deferred revenue - other	-	-	-	-	1,673
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,686</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	6,250
Restricted	66,484	2,648	35,000	-	316,038
Assigned	-	-	-	-	327,192
<i>Total fund balance</i>	<u>66,484</u>	<u>2,648</u>	<u>35,000</u>	<u>-</u>	<u>649,480</u>
<i>Total liabilities and fund balance</i>	<u>\$ 66,484</u>	<u>\$ 2,648</u>	<u>\$ 35,000</u>	<u>\$ -</u>	<u>\$ 695,166</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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 649,480
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>5,784</u>
Net Assets-total Governmental Activities	<u><u>\$ 655,264</u></u>

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, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 11,058	\$ -	\$ 2,105	\$ -	\$ -
State grant	2,275,572	6,862	-	-	-
Federal grant	-	-	65,688	51,212	22,554
<i>Total revenues</i>	<u>2,286,630</u>	<u>6,862</u>	<u>67,793</u>	<u>51,212</u>	<u>22,554</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	837,927	6,862	-	51,212	22,554
Support Services					
Students	359,329	-	-	-	-
Instruction	123,790	-	-	-	-
General Administration	102,627	-	-	-	-
School Administration	174,167	-	-	-	-
Central Services	218,245	-	-	-	-
Operation & Maintenance of Plant	145,746	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	59,450	-	-
Capital outlay	9,625	-	-	-	-
<i>Total expenditures</i>	<u>1,971,456</u>	<u>6,862</u>	<u>59,450</u>	<u>51,212</u>	<u>22,554</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>315,174</u>	<u>-</u>	<u>8,343</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	(11,221)	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>(11,221)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>303,953</u>	<u>-</u>	<u>8,343</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>23,239</u>	<u>-</u>	<u>3,563</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 327,192</u>	<u>\$ -</u>	<u>\$ 11,906</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2012**

Exhibit B-2  
(Page 2 of 4)

	Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	Kellog Fund 26121	Daniels Fund 26141
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ 200,000	\$ -
State grant	-	-	-	-	-
Federal grant	5,533	4,374	458	-	-
<i>Total revenues</i>	<u>5,533</u>	<u>4,374</u>	<u>458</u>	<u>200,000</u>	<u>-</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	35,530	-	458	-	-
Support Services					
Students	-	4,374	-	-	-
Instruction	5,562	-	-	-	47,207
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	549	-	-	-	-
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>41,641</u>	<u>4,374</u>	<u>458</u>	<u>-</u>	<u>47,207</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(36,108)</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>(47,207)</u>
<i>Other financing sources (uses):</i>					
Operating transfers	11,221	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>11,221</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(24,887)</u>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>(47,207)</u>
<i>Fund balances - beginning of year</i>	<u>31,137</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,207</u>
<i>Fund balances - end of year</i>	<u>\$ 6,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ -</u>

**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, 2012**

Exhibit B-2  
(Page 3 of 4)

	Partners for Developing Futures 26208	Private Dir Grants (Categorical) 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ 290,000	\$ 2,000	\$ 35,000	\$ -	\$ 540,163
State grant	-	-	-	64,083	2,346,517
Federal grant	-	-	-	-	149,819
<i>Total revenues</i>	<u>290,000</u>	<u>2,000</u>	<u>35,000</u>	<u>64,083</u>	<u>3,036,499</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	138,870	837	-	-	1,094,250
Support Services					
Students	36,064	2,925	6,552	-	409,244
Instruction	-	1,155	3,291	-	181,005
General Administration	5,350	235	-	-	108,212
School Administration	-	1,749	6,561	-	182,477
Central Services	3,232	300	1,634	-	223,960
Operation & Maintenance of Plant	40,000	746	1,962	-	188,454
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	59,450
Capital outlay	-	4,000	-	64,083	77,708
<i>Total expenditures</i>	<u>223,516</u>	<u>11,947</u>	<u>20,000</u>	<u>64,083</u>	<u>2,524,760</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>66,484</u>	<u>(9,947)</u>	<u>15,000</u>	<u>-</u>	<u>511,739</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>66,484</u>	<u>(9,947)</u>	<u>15,000</u>	<u>-</u>	<u>511,739</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>12,595</u>	<u>20,000</u>	<u>-</u>	<u>137,741</u>
<i>Fund balances - end of year</i>	<u>\$ 66,484</u>	<u>\$ 2,648</u>	<u>\$ 35,000</u>	<u>\$ -</u>	<u>\$ 649,480</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, 2012

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	\$ 511,739
<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	<u>(4,958)</u>
Change in Net Assets-total Governmental Activities	<u>\$ 506,781</u>



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACE LEADERSHIP HIGH 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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 11,058	\$ 11,058
State grants	2,322,069	2,275,572	2,275,572	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,322,069</u>	<u>2,275,572</u>	<u>2,286,630</u>	<u>11,058</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	896,945	908,945	837,927	71,018
Support Services				
Students	1,285,722	391,846	359,329	32,517
Instruction	-	221,485	123,790	97,695
General Administration	-	139,000	102,627	36,373
School Administration	-	201,548	174,167	27,381
Central Services	-	190,665	218,245	(27,580)
Operation & Maintenance of Plant	-	158,762	145,746	13,016
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	11,500	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	148,410	83,829	9,625	74,204
<i>Total expenditures</i>	<u>2,342,577</u>	<u>2,296,080</u>	<u>1,971,456</u>	<u>324,624</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(20,508)</u>	<u>(20,508)</u>	<u>315,174</u>	<u>335,682</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	20,508	20,508	-	(20,508)
<i>Total other financing sources (uses)</i>	<u>20,508</u>	<u>20,508</u>	<u>-</u>	<u>(20,508)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>315,174</u>	<u>315,174</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>23,244</u>	<u>23,244</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,418</u>	<u>\$ 338,418</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(11,221)</u>	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ 303,953</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, 2012**

	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	8,423	8,423	6,863	1,560
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>8,423</u>	<u>8,423</u>	<u>6,863</u>	<u>1,560</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,423)</u>	<u>(8,423)</u>	<u>(6,863)</u>	<u>1,560</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	8,423	8,423	-	(8,423)
<i>Total other financing sources (uses)</i>	<u>8,423</u>	<u>8,423</u>	<u>-</u>	<u>(8,423)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,863)</u>	<u>(6,863)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>8,536</u>	<u>8,536</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,673</u>	<u>\$ 1,673</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			6,863	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 2,105	\$ 2,105
State grants	-	-	-	-
Federal grants	-	65,000	58,208	(6,792)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>65,000</u>	<u>60,313</u>	<u>(4,687)</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	-	65,000	59,450	5,550
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>65,000</u>	<u>59,450</u>	<u>5,550</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>863</u>	<u>863</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>863</u>	<u>863</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,563</u>	<u>3,563</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,426</u>	<u>\$ 4,426</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,480	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ 8,343</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	33,496	51,212	24,458	(26,754)
Interest	-	-	-	-
<i>Total revenues</i>	<u>33,496</u>	<u>51,212</u>	<u>24,458</u>	<u>(26,754)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	33,496	51,212	51,212	-
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>33,496</u>	<u>51,212</u>	<u>51,212</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(26,754)</u>	<u>(26,754)</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>(26,754)</u>	<u>(26,754)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,574)</u>	<u>(2,574)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,328)</u>	<u>\$ (29,328)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			26,754	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE TO FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	22,554	22,554	23,429	875
Interest	-	-	-	-
<i>Total revenues</i>	<u>22,554</u>	<u>22,554</u>	<u>23,429</u>	<u>875</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	22,554	22,554	22,554	-
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>22,554</u>	<u>22,554</u>	<u>22,554</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>875</u>	<u>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>-</u>	<u>-</u>	<u>875</u>	<u>875</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(875)</u>	<u>(875)</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			(875)	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	41,643	50,414	8,771
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>41,643</u>	<u>50,414</u>	<u>8,771</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	35,532	35,532	-
Support Services				
Students	-	-	-	-
Instruction	-	6,111	5,562	549
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	549	(549)
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>41,643</u>	<u>41,643</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,771</u>	<u>8,771</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	11,221	11,221
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>11,221</u>	<u>11,221</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>19,992</u>	<u>19,992</u>
<i>Cash or fund balance, beginning of year (as restated) (deficit)</i>	<u>-</u>	<u>-</u>	<u>(19,992)</u>	<u>(19,992)</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			(44,879)	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ (24,887)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	4,983	9,124	4,141
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,983</u>	<u>9,124</u>	<u>4,141</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	4,983	4,374	609
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>4,983</u>	<u>4,374</u>	<u>609</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,750)</u>	<u>(4,750)</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			(4,750)	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	458	7,458	7,000
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>458</u>	<u>7,458</u>	<u>7,000</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	458	458	-
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>458</u>	<u>458</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,000)</u>	<u>(7,000)</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			(7,000)	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACE LEADERSHIP HIGH SCHOOL**  
**KELLOG FUND**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 200,000	\$ 200,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>200,000</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>200,000</u>	<u>200,000</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>200,000</u>	<u>200,000</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>\$ 200,000</u>	<u>\$ 200,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ 200,000</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, 2012

	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	55,250	55,250	-	55,250
Instruction	-	-	54,272	(54,272)
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>55,250</u>	<u>55,250</u>	<u>54,272</u>	<u>978</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(55,250)</u>	<u>(55,250)</u>	<u>(54,272)</u>	<u>978</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	55,250	55,250	-	(55,250)
<i>Total other financing sources (uses)</i>	<u>55,250</u>	<u>55,250</u>	<u>-</u>	<u>(55,250)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(54,272)</u>	<u>(54,272)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>54,272</u>	<u>54,272</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>7,065</u>	
<b>NET CHANGE TO FUND BALANCE</b>			<u><u>\$ (47,207)</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACE LEADERSHIP HIGH SCHOOL**  
**PARTNERS FOR DEVELOPING LEADERSHIP**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 290,000	\$ 290,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>290,000</u>	<u>290,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	185,000	138,870	46,130
Support Services				
Students	-	50,000	36,064	13,936
Instruction	-	-	-	-
General Administration	-	-	5,350	(5,350)
School Administration	-	-	-	-
Central Services	-	15,000	3,232	11,768
Operation & Maintenance of Plant	-	40,000	40,000	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>290,000</u>	<u>223,516</u>	<u>66,484</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>66,484</u>	<u>66,484</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>66,484</u>	<u>66,484</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>\$ 66,484</u>	<u>\$ 66,484</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ 66,484</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 2,000	\$ 2,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,000	1,200	837	363
Support Services				
Students	7,886	3,200	2,925	275
Instruction	-	1,500	1,155	345
General Administration	-	300	235	65
School Administration	-	1,686	1,749	(63)
Central Services	-	-	300	(300)
Operation & Maintenance of Plant	-	1,000	746	254
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	4,000	4,000	-
<i>Total expenditures</i>	<u>10,886</u>	<u>12,886</u>	<u>11,947</u>	<u>939</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,886)</u>	<u>(10,886)</u>	<u>(9,947)</u>	<u>939</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	10,886	10,886	-	(10,886)
<i>Total other financing sources (uses)</i>	<u>10,886</u>	<u>10,886</u>	<u>-</u>	<u>(10,886)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,947)</u>	<u>(9,947)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,595</u>	<u>12,595</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,648</u>	<u>\$ 2,648</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ (9,947)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 35,000	\$ 35,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>35,000</u>	<u>35,000</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,000	-	-	-
Support Services				
Students	15,000	6,551	6,551	-
Instruction	-	3,291	3,291	-
General Administration	-	-	-	-
School Administration	-	6,562	6,562	-
Central Services	-	1,633	1,633	-
Operation & Maintenance of Plant	-	1,963	1,963	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(20,000)</u>	<u>(20,000)</u>	<u>15,000</u>	<u>35,000</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	20,000	20,000	-	(20,000)
<i>Total other financing sources (uses)</i>	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>(20,000)</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</i>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,000</u>	<u>\$ 35,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE TO FUND BALANCE</b>			<u>\$ 15,000</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	64,083	64,083	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>64,083</u>	<u>64,083</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	-	64,083	64,083	-
<i>Total expenditures</i>	<u>-</u>	<u>64,083</u>	<u>64,083</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			-	
<b>NET CHANGE TO FUND BALANCE</b>			<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**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 1,917</u>
<i>Total assets</i>	<u><u>1,917</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>1,917</u>
<i>Total liabilities</i>	<u><u>\$ 1,917</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ -	2,667	750	\$ 1,917
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 2,667</u>	<u>\$ 750</u>	<u>\$ 1,917</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ -	2,667	750	\$ 1,917
<b>Total liabilities</b>	<u>\$ -</u>	<u>\$ 2,667</u>	<u>\$ 750</u>	<u>\$ 1,917</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACE LEADERSHIP ACADEMY**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
**FOR PUBLIC FUNDS**  
**JUNE 30, 2012**

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2012
New Mexico Bank & Trust	264430KB4	
	Matures September 1, 2018	\$ 527,777
New Mexico Bank & Trust	640575GM2	
	Matures September 1, 2029	\$ 334,080
		<u>\$ 861,857</u>

The accompanying notes are and 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, 2012

Schedule II

Bank Account Type	New Mexico Bank and Trust
Checking - Operational	\$ 693,735
Checking - Food Service	<u>\$ 6,141</u>
Total On Deposit	699,876
Reconciling Items	(83,389)
Unreconciled difference	<u>8,210</u>
Reconciled Balance June 30, 2012	<u><u>\$ 624,697</u></u>
Less Activity Fund	(1,917)
Per Exhibit B-1	<u><u>\$ 622,780</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, 2012**

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, 2011	\$ 23,245	\$ 8,536	\$ 3,563	\$ -	\$ -
Add:					
2011-12 revenues	2,286,630	-	60,313	2,667	83,673
Total cash available	2,309,875	8,536	63,876	2,667	83,673
Less:					
2011-12 expenditures	(1,971,462)	(6,863)	(59,450)	(750)	(119,783) **
Prior year outstanding loans					(8,199)
Receivables/Payables	-	-	-	-	44,309 **
Cash, June 30, 2012	338,413 **	1,673	4,426 **	1,917	- **
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	63,457	-	(1,600)	-	18,341
Unallocated difference	(89,321)	-	1,600	-	(18,341)
Cash per Books	312,549	1,673	4,426	1,917	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	(21,734)	(1,673)	7,480	-	6,250
Fund Balance, Modified Accrual Basis	327,192	-	11,906	1,917	6,250

\*\*Amounts do not agree to the general ledger.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ACE LEADERSHIP**  
**CASH RECONCILIATION**  
June 30, 2012

Schedule III  
(Page 2 of 2)

Federal Direct Account 25000	Local Grants Account 26000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ 54,272	\$ 32,595	\$ -	\$ 122,211
458	490,000	37,000	64,083	3,024,824
458	544,272	69,595	64,083	3,147,035
(458)	(277,788)	(31,947)	(64,083)	(2,532,584)
(7,987)				(16,186)
7,987 **	-	-	-	52,296
-	266,484	37,648 **	-	650,561
(458)	-	(19,250)	-	60,490
458	-	19,250	-	(86,354)
-	266,484	37,648	-	\$ 624,697
			Less Activity Fund	1,917
			Exhibit B-1	\$ 622,780
-	-	-	-	(9,677)
-	266,484	37,648	-	\$ 651,397
			Less Activity Fund	1,917
			Exhibit B-1	\$ 649,480

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, 2012**

Exhibit A-1

	<b>Primary Government</b>
	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 1,049,210
Receivables	
Due from other	175,000
Total current assets	<u>1,224,210</u>
Capital assets	
Furniture, fixtures and equipment	20,820
Less: accumulated depreciation	<u>(3,820)</u>
Total noncurrent assets	<u>17,000</u>
Total assets	<u><u>\$ 1,241,210</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 3,896
Accrued liabilities	53,088
Due to government	648
Deferred revenue	<u>448,042</u>
Total liabilities	<u>505,674</u>
Invested in capital assets	17,000
Restricted	55,886
Unrestricted	<u>662,650</u>
Total net assets	<u>735,536</u>
Total liabilities and net assets	<u><u>\$ 1,241,210</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	1,391,506	-	13,684	-	(1,377,822)
Support services:					
Students	90,660	-	-	-	(90,660)
Instruction	-	-	-	-	-
General Administration	57,951	-	-	-	(57,951)
School Administration	347,883	-	-	-	(347,883)
Central Services	174,199	-	-	-	(174,199)
Operation & Maintenance of Plant	150,285	-	-	-	(150,285)
Operation of Non-Instructional Service	1,064	-	-	-	(1,064)
Student Transportation	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	191,404	-	-	191,404	-
Total governmental activities	2,404,952	-	13,684	191,404	(2,199,864)
			<b>General Revenues:</b>		
			State Equalization Guarantee		2,231,941
			Total general revenues		2,231,941
			Change in net assets		32,077
			Net assets - beginning		703,459
			Net assets - ending		\$ 735,536

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ALBUQUERQUE INSTITUTE FOR MATH SCIENCE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Education Jobs Fund 25255	Daniels Fund 26141
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and cash equivalents	\$ 719,634	\$ 53,880	\$ -	\$ -	\$ -
Accounts receivable					
Due from other	-	-	-	-	175,000
<i>Total assets</i>	\$ 719,634	\$ 53,880	\$ -	\$ -	\$ 175,000
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ 3,896	\$ -	\$ -	\$ -	\$ -
Accrued expenses	53,088	-	-	-	-
Due to government	-	-	-	-	-
Deferred revenue	-	-	-	-	175,000
<i>Total liabilities</i>	56,984	-	-	-	175,000
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	53,880	-	-	-
Assigned	662,650	-	-	-	-
<i>Total fund balance</i>	662,650	53,880	-	-	-
<i>Total liabilities and fund balance</i>	\$ 719,634	\$ 53,880	\$ -	\$ -	\$ 175,000

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, 2012

Exhibit B-1  
(Page 2 of 3)

	Beginning Teacher Mentoring Program 27154	2008 Library Funds 27549	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and cash equivalents	\$ 2,006	\$ 648	\$ -	\$ 273,042	\$ 1,049,210
Accounts receivable					
Due from other	-	-	-	-	175,000
<i>Total assets</i>	<u>\$ 2,006</u>	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ 273,042</u>	<u>\$ 1,224,210</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 3,896
Accrued expenses	-	-	-	-	53,088
Due to government	-	648	-	-	648
Deferred revenue	-	-	-	273,042	448,042
<i>Total liabilities</i>	<u>-</u>	<u>648</u>	<u>-</u>	<u>273,042</u>	<u>505,674</u>
<i>Fund balances</i>					
<b>Fund Balance:</b>					
Restricted	2,006	-	-	-	55,886
Assigned	-	-	-	-	662,650
<i>Total fund balance</i>	<u>2,006</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>718,536</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,006</u>	<u>\$ 648</u>	<u>\$ -</u>	<u>\$ 273,042</u>	<u>\$ 1,224,210</u>

The accompanying notes are an integral part of these financial statements



**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, 2012**

Exhibit B-1  
 (Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 718,536
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	17,000
Net Assets-total Governmental Activities	\$ 735,536

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, 2012

Exhibit B-2  
(Page 1 of 3)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Education Jobs Fund 25255	Daniels Fund 26141
<i>Revenues:</i>					
State sources	\$ 2,231,941	\$ 12,762	\$ -	\$ -	\$ -
Federal sources	-	-	-	922	-
<i>Total revenues</i>	<u>2,231,941</u>	<u>12,762</u>	<u>-</u>	<u>922</u>	<u>-</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,346,108	44,476	-	922	-
Support Services:					
Students	-	-	-	-	-
Instruction	90,660	-	-	-	-
General Administration	56,572	-	-	-	-
School Administration	347,883	-	-	-	-
Central Services	174,199	-	-	-	-
Operation & Maintenance of Plant	155,909	-	-	-	-
Student Transportation	-	-	-	-	-
Operation of Non-Instructional Services	1,064	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,172,395</u>	<u>44,476</u>	<u>-</u>	<u>922</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>59,546</u>	<u>(31,714)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	1,288	-	(1,288)	-	-
<i>Total other financing sources (uses)</i>	<u>1,288</u>	<u>-</u>	<u>(1,288)</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>60,834</u>	<u>(31,714)</u>	<u>(1,288)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>601,816</u>	<u>85,594</u>	<u>1,288</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 662,650</u>	<u>\$ 53,880</u>	<u>\$ -</u>	<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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 3)

	Beginning Teacher Mentoring Program 27154	2008 Library Funds 27549	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<i>Revenues:</i>					
State sources	\$ -	\$ -	\$ 191,404	\$ -	\$ 2,436,107
Federal sources	-	-	-	-	922
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>191,404</u>	<u>-</u>	<u>2,437,029</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	-	-	-	1,391,506
Support Services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	90,660
General Administration	-	-	-	-	56,572
School Administration	-	-	-	-	347,883
Central Services	-	-	-	-	174,199
Operation & Maintenance of Plant	-	-	-	-	155,909
Student Transportation	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	1,064
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	191,404	-	191,404
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>191,404</u>	<u>-</u>	<u>2,409,197</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,832</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,832</u>
<i>Fund balances - beginning of year</i>	<u>2,006</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>690,704</u>
<i>Fund balances - end of year</i>	<u>\$ 2,006</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 718,536</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, 2012**

Exhibit B-2  
 (Page 3 of 3)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 27,832
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 capital outlay exceeds depreciation for the period.	
Depreciation expense	(2,785)
Capital Outlays	<u>7,030</u>
Excess capital outlay over depreciation	4,245
Change in Net Assets of governmental activities:	<u><u>\$ 32,077</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALBUQUERQUE INSTITUTE FOR MATH & SCIENCE**  
**OPERATIONAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-1

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,035,981	2,231,941	2,231,941	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,035,981</u>	<u>2,231,941</u>	<u>2,231,941</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,376,202	1,657,281	1,346,108	311,173
Support Services:				
Students	-	-	-	-
Instruction	169,003	169,003	90,660	78,343
General Administration	93,000	93,000	39,072	53,928
School Administration	416,741	458,026	347,883	110,143
Central Services	188,826	193,826	174,199	19,627
Operation & Maintenance of Plant	309,110	177,706	155,909	21,797
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	2,575	2,575	1,064	1,511
Community Services Operations	-	-	-	-
Food Services Operations	1,288	1,288	-	1,288
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,556,745</u>	<u>2,752,705</u>	<u>2,154,895</u>	<u>597,810</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>(520,764)</u>	<u>(520,764)</u>	<u>77,046</u>	<u>597,810</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	1,288	1,288
Designated cash	520,764	520,764	-	(520,764)
<i>Total other financing sources (uses)</i>	<u>520,764</u>	<u>520,764</u>	<u>1,288</u>	<u>(519,476)</u>
<i>Excess (deficiency) of revenues and</i> <i>other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>78,334</u>	<u>78,334</u>
<i>Cash or fund balance,</i> <i>beginning of the year, (as restated)</i>	<u>-</u>	<u>-</u>	<u>648,499</u>	<u>648,499</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 726,833</u>	<u>\$ 726,833</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(17,500)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 60,834</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 MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

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 sources	\$ -	\$ -	\$ -	\$ -
State sources	9,816	109,041	12,762	(96,279)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,816</u>	<u>109,041</u>	<u>12,762</u>	<u>(96,279)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,816	109,041	44,476	64,565
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>9,816</u>	<u>109,041</u>	<u>44,476</u>	<u>64,565</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(31,714)</u>	<u>(31,714)</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(31,714)</u>	<u>(31,714)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>85,594</u>	<u>85,594</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,880</u>	<u>\$ 53,880</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (31,714)</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**  
**FOOD SERVICES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-3

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u> <u>Positive</u> <u>(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	-	-	-	-
<i>Support Services:</i>				
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>	<u>1,288</u>	<u>1,288</u>	<u>-</u>	<u>1,288</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,288)</u>	<u>(1,288)</u>	<u>-</u>	<u>1,288</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(1,288)	(1,288)
Designated cash	1,288	1,288	-	(1,288)
<i>Total other financing sources (uses)</i>	<u>1,288</u>	<u>1,288</u>	<u>(1,288)</u>	<u>(2,576)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,288)</u>	<u>(1,288)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,288</u>	<u>1,288</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,288)</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, 2012

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	-	-	159,380	159,380
Interest	-	-	-	-
<i>Total revenues</i>	-	-	159,380	159,380
<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>	-	-	159,380	159,380
<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>	-	-	159,380	159,380
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(159,380)	(159,380)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(159,380)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 JOBS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-5

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	63,207	63,207
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>63,207</u>	<u>63,207</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	922	(922)
<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>-</u>	<u>922</u>	<u>(922)</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(62,285)</u>	<u>(62,285)</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			(62,285)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**BEGINNING TEACHER MENTORING PROGRAM**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

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	-	-	-	-
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>648</u>	<u>648</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 648</u>	<u>\$ 648</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**PUBLIC SCHOOL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-8

	<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	-	191,404	191,404	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>191,404</u>	<u>191,404</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	191,404	-	191,404
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	191,404	(191,404)
<i>Total expenditures</i>	<u>-</u>	<u>191,404</u>	<u>191,404</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>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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-9

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Property Taxes	\$ 160,836	\$ 160,836	\$ 151,940	\$ (8,896)
Local and county sources	-	-	-	-
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>160,836</u>	<u>160,836</u>	<u>151,940</u>	<u>(8,896)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,608	1,608	-	1,608
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	159,228	159,228	-	159,228
<i>Total expenditures</i>	<u>160,836</u>	<u>160,836</u>	<u>-</u>	<u>160,836</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>151,940</u>	<u>151,940</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>151,940</u>	<u>151,940</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>121,102</u>	<u>121,102</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 273,042</u>	<u>\$ 273,042</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(151,940)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ASSETS & LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash	17,625
<b>Total Assets</b>	<u>\$ 17,625</u>
<b>LIABILITIES</b>	
Deposits held for others	17,625
<b>Total Liabilities</b>	<u>\$ 17,625</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 10,127	25,443	17,945	\$ 17,625
<b>Total assets</b>	<u>\$ 10,127</u>	<u>\$ 25,443</u>	<u>\$ 17,945</u>	<u>\$ 17,625</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 10,127	25,443	17,945	\$ 17,625
<b>Total liabilities</b>	<u>\$ 10,127</u>	<u>\$ 25,443</u>	<u>\$ 17,945</u>	<u>\$ 17,625</u>

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 DEPOSITS  
 JUNE 30, 2012

Schedule II

Bank Account Type	NM BANK & TRUST
Checking - Operating	\$ 1,062,477
Checking - Activities	\$ 23,128
Total On Deposit	1,085,605
Reconciling Items	(18,770)
Reconciled Balance June 30, 2012	\$ 1,066,835
Less: Agency Funds	(17,625)
Total Cash	\$ 1,049,210

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, 2012

Schedule III

	Operational Account 11000	Instructional Materials 14000	Food Service Account 21000	Federal Direct Account 25000	Local Grants Account 26000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improve. HB 33 31600	Total
Cash, June 30, 2011	\$ 426,834	\$ 85,594	\$ 1,288	\$ -	\$ -	\$ 2,654	\$ -	\$ 121,102	\$ 637,472
Add:									
2011-12 revenues	2,231,941	12,762	-	222,588	175,000	-	191,404	151,940	2,985,635
Loans from other funds	-	-	-	-	-	-	-	-	-
Total cash available	2,658,775	98,356	1,288	222,588	175,000	2,654	191,404	273,042	3,623,107
Less:									
2011-12 expenditures	(2,154,590) **	(44,476)	-	(924)	-	-	(191,404)	-	(2,391,394)
Permanent cash transfer	1,288	-	(1,288)	-	-	-	-	-	-
Prior year outstanding loans	221,664	-	-	(221,664)	-	-	-	-	-
Receivable/Payable	(7,503)	-	-	-	-	-	-	-	(7,503)
Cash, June 30, 2012	<u>719,634</u>	<u>53,880</u>	<u>-</u>	<u>-</u>	<u>175,000</u> **	<u>2,654</u>	<u>-</u>	<u>273,042</u>	<u>1,224,210</u>
Cash Reconciliation to GAAP Basis:									
Unallocated difference	-	-	-	-	(175,000)	-	-	-	(175,000)
Audit reclassifications to cash	-	-	-	-	-	-	-	-	-
Cash per books	<u>719,634</u>	<u>53,880</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,654</u>	<u>-</u>	<u>273,042</u>	<u>\$ 1,049,210</u>
Fund Balance Reconciliation to GAAP Basis:									
Modified Accrual Adjustments	(58,974)	-	-	-	(175,000)	(648)	-	(273,042)	(507,664)
Fund Balance, Modified Accrual Basis	<u>662,650</u>	<u>53,880</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,006</u>	<u>-</u>	<u>-</u>	<u>\$ 718,536</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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 51,723
Receivables	
Due from other governments	48,400
Deposits	48,000
Total current assets	<u>148,123</u>
Capital assets	
Furniture, fixtures and equipment	61,562
Less: accumulated depreciation	<u>(15,063)</u>
Total noncurrent assets	<u>46,499</u>
Total assets	<u><u>\$ 194,622</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 43,958
Accrued salaries	<u>53,377</u>
Total current liabilities	97,335
Total liabilities	97,335
Invested in capital assets	46,499
Restricted	62,413
Unrestricted (deficit)	<u>(11,625)</u>
Total net assets	<u>97,287</u>
Total liabilities and net assets	<u><u>\$ 194,622</u></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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 1,097,959	\$ 1,060	\$ 320,222	\$ -	\$ (776,677)
Support services:					
Students	67,330	-	-	-	(67,330)
Instruction	21,751	-	-	-	(21,751)
General Administration	25,285	-	-	-	(25,285)
School Administration	139,693	-	-	-	(139,693)
Central Services	122,580	-	-	-	(122,580)
Operation & Maintenance of Plant	399,111	-	-	-	(399,111)
Operation of Non-Instructional Service	-	-	-	-	-
Food Services Operation	62,100	8,198	39,030	-	(14,872)
Facilities Materials, Supplies & Other Services	152,903	-	-	152,903	-
Total governmental activities	<u>\$ 2,088,712</u>	<u>\$ 9,258</u>	<u>\$ 359,252</u>	<u>\$ 152,903</u>	<u>(1,567,299)</u>
<b>General Revenues:</b>					
State Equalization Guarantee					1,621,993
Total general revenues					1,621,993
Change in net assets					54,694
Net assets - beginning					42,593
Net assets - ending					\$ 97,287

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ALBUQUERQUE SCHOOL OF EXCELLENCE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 36,874	\$ 14,413	\$ -	\$ -	\$ 436	\$ -
Accounts receivable						
Due from other governments	-	-	-	25,447	-	409
Due from other funds	39,287	-	-	-	-	-
Deposits	48,000	-	-	-	-	-
<i>Total assets</i>	<u>124,161</u>	<u>14,413</u>	<u>-</u>	<u>25,447</u>	<u>436</u>	<u>409</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	52,775	-	-	166	436	-
Accounts payable	22,434	-	5,748	-	-	-
Due to other funds	-	-	5,997	25,281	-	409
<i>Total liabilities</i>	<u>75,209</u>	<u>-</u>	<u>11,745</u>	<u>25,447</u>	<u>436</u>	<u>409</u>
<i>Fund balances</i>						
Nonspendable	48,000	-	-	-	-	-
Restricted	-	14,413	-	-	-	-
Unassigned (deficit)	952	-	(11,745)	-	-	-
<i>Total fund balance (deficit)</i>	<u>48,952</u>	<u>14,413</u>	<u>(11,745)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 124,161</u>	<u>\$ 14,413</u>	<u>\$ -</u>	<u>\$ 25,447</u>	<u>\$ 436</u>	<u>\$ 409</u>

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, 2012

Exhibit B-1  
(Page 2 of 3)

	Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	2010 GO Bonds 27106	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,723
Accounts receivable						
Due from other governments	21,546	998	-	-	-	48,400
Due from other funds	-	-	-	-	-	39,287
Deposits	-	-	-	-	-	48,000
<i>Total assets</i>	<u>21,546</u>	<u>998</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>187,410</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	53,377
Accounts payable	14,944	-	-	832	-	43,958
Due to other funds	6,602	998	-	-	-	39,287
<i>Total liabilities</i>	<u>21,546</u>	<u>998</u>	<u>-</u>	<u>832</u>	<u>-</u>	<u>136,622</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	48,000
Restricted	-	-	-	-	-	14,413
Unassigned (deficit)	-	-	-	(832)	-	(11,625)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(832)</u>	<u>-</u>	<u>50,788</u>
<i>Total liabilities and fund balance</i>	<u>\$ 21,546</u>	<u>\$ 998</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187,410</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, 2012**

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

Fund balances - total governmental funds	\$ 50,788
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>46,499</u>
Net Assets-total Governmental Activities	<u><u>\$ 97,287</u></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, 2012**

Exhibit B-2  
(Page 1 of 3)

	Operational 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 grant	\$ 1,060	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	1,621,993	25,753	-	-	-	-
Federal grant	-	-	39,030	60,174	35,053	409
Fees	-	-	8,198	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>1,623,053</u>	<u>25,753</u>	<u>47,228</u>	<u>60,174</u>	<u>35,053</u>	<u>409</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	879,914	5	-	60,174	35,053	-
Support Services						
Students	65,878	-	-	-	-	409
Instruction	8,037	-	-	-	-	-
General Administration	17,941	-	-	-	-	-
School Administration	132,053	-	-	-	-	-
Central Services	116,094	-	-	-	-	-
Operation & Maintenance of Plant	383,752	-	-	-	-	-
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	6,352	-	55,748	-	-	-
Capital outlay	-	-	-	-	-	-
<i>Total expenditures</i>	<u>1,610,021</u>	<u>5</u>	<u>55,748</u>	<u>60,174</u>	<u>35,053</u>	<u>409</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>13,032</u>	<u>25,748</u>	<u>(8,520)</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>13,032</u>	<u>25,748</u>	<u>(8,520)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>35,920</u>	<u>(11,335)</u>	<u>(3,225)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 48,952</u>	<u>\$ 14,413</u>	<u>\$ (11,745)</u>	<u>\$ -</u>	<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  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 3)

Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	2010 GO Bonds 27106	Public Schools Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,060
-	-	-	-	152,903	1,800,649
186,097	12,261	475	-	-	333,499
-	-	-	-	-	8,198
-	-	-	-	-	-
<u>186,097</u>	<u>12,261</u>	<u>475</u>	<u>-</u>	<u>152,903</u>	<u>2,143,406</u>
147,693	5,954	475	-	-	1,129,268
1,043	-	-	-	-	67,330
12,882	-	-	832	-	21,751
7,344	-	-	-	-	25,285
-	6,307	-	-	-	138,360
6,486	-	-	-	-	122,580
10,649	-	-	-	-	394,401
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	62,100
-	-	-	-	152,903	152,903
<u>186,097</u>	<u>12,261</u>	<u>475</u>	<u>832</u>	<u>152,903</u>	<u>2,113,978</u>
-	-	-	(832)	-	29,428
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(832)	-	29,428
-	-	-	-	-	21,360
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (832)</u>	<u>\$ -</u>	<u>\$ 50,788</u>

The accompanying notes are an integral part of these financial statements



**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, 2012

Exhibit B-2  
 (Page 3 of 3)

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

Net change in fund balances - total governmental funds	\$	29,428
--	----	--------

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 capital outlay exceeds depreciation for the period.

Depreciation expense		(8,730)
Capital Outlays		33,996

		25,266
--	--	--------

Change in Net Assets-total Governmental Activities	\$	54,694
--	----	--------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALBUQUERQUE SCHOOL OF EXCELLENCE**  
**OPERATING FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 1,060	\$ 1,060
State grants	1,704,117	1,621,993	1,621,993	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,704,117</u>	<u>1,621,993</u>	<u>1,623,053</u>	<u>1,060</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	971,991	878,636	880,069	(1,433)
Support Services				
Students	31,740	68,919	65,878	3,041
Instruction	-	8,037	8,037	-
General Administration	41,200	18,200	17,941	259
School Administration	152,020	133,331	132,053	1,278
Central Services	148,711	121,336	111,927	9,409
Operation & Maintenance of Plant	368,455	420,025	413,480	6,545
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	10,000	10,000	6,352	3,648
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,724,117</u>	<u>1,658,484</u>	<u>1,635,737</u>	<u>22,747</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(20,000)</u>	<u>(36,491)</u>	<u>(12,684)</u>	<u>23,807</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	20,000	36,491	-	(36,491)
<i>Total other financing sources (uses)</i>	<u>20,000</u>	<u>36,491</u>	<u>-</u>	<u>(36,491)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(12,684)</u>	<u>(12,684)</u>
<i>Cash or fund balance, beginning of year, per prior year schedule III</i>	<u>-</u>	<u>-</u>	<u>36,492</u>	<u>36,492</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,808</u>	<u>\$ 23,808</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>25,716</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 13,032</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALBUQUERQUE SCHOOL OF EXCELLENCE**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	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	-	14,418	5	14,413
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>14,418</u>	<u>5</u>	<u>14,413</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(14,418)</u>	<u>(5)</u>	<u>14,413</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	14,418	-	(14,418)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>14,418</u>	<u>-</u>	<u>(14,418)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5)</u>	<u>(5)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,418</u>	<u>14,418</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,413</u>	<u>\$ 14,413</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			25,753	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 25,748</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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 12,260	\$ 12,260
State grants	-	-	-	-
Federal grants	-	50,000	38,415	(11,585)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>50,000</u>	<u>50,675</u>	<u>675</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	-	50,000	50,000	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>675</u>	<u>675</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>675</u>	<u>675</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(6,672)</u>	<u>(6,672)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,997)</u>	<u>\$ (5,997)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(3,447)	
Adjustments to expenditures			(5,748)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (8,520)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	73,682	55,201	(18,481)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>73,682</u>	<u>55,201</u>	<u>(18,481)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	73,682	60,174	13,508
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>73,682</u>	<u>60,174</u>	<u>13,508</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,973)</u>	<u>(4,973)</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>(4,973)</u>	<u>(4,973)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(20,474)</u>	<u>(20,474)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,447)</u>	<u>\$ (25,447)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			4,973	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	37,329	43,539	6,210
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>37,329</u>	<u>43,539</u>	<u>6,210</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	37,329	35,053	2,276
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>37,329</u>	<u>35,053</u>	<u>2,276</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(8,486)</u>	<u>(8,486)</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			(8,486)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	409	-	(409)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>409</u>	<u>-</u>	<u>(409)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	409	409	-
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>409</u>	<u>409</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(409)</u>	<u>(409)</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>(409)</u>	<u>(409)</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>\$ (409)</u>	<u>\$ (409)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			409	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	151,253	151,253	129,707	(21,546)
Interest	-	-	-	-
<i>Total revenues</i>	151,253	151,253	129,707	(21,546)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	120,034	120,034	145,631	(25,597)
Support Services				
Students	-	-	1,043	(1,043)
Instruction	12,380	9,557	-	9,557
General Administration	13,739	10,582	7,344	3,238
School Administration	-	-	-	-
Central Services	-	6,231	6,486	(255)
Operation & Maintenance of Plant	5,100	4,849	4,849	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	151,253	151,253	165,353	(14,100)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(35,646)	(35,646)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(35,646)	(35,646)
<i>Cash or fund balance, beginning of year</i>	-	-	29,044	29,044
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (6,602)	\$ (6,602)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			56,390	
Adjustments to expenditures			(20,744)	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	12,153	12,261	12,162	(99)
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,153</u>	<u>12,261</u>	<u>12,162</u>	<u>(99)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	12,153	6,062	5,954	108
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	6,199	6,307	(108)
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>12,153</u>	<u>12,261</u>	<u>12,261</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(99)</u>	<u>(99)</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>(99)</u>	<u>(99)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(899)</u>	<u>(899)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (998)</u>	<u>\$ (998)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			99	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	<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	-	-	-	-
Federal grants	-	475	8,745	8,270
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>475</u>	<u>8,745</u>	<u>8,270</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	475	475	-
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>475</u>	<u>475</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,270</u>	<u>8,270</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>8,270</u>	<u>8,270</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(8,270)</u>	<u>(8,270)</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			(8,270)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALBUQUERQUE SCHOOL OF EXCELLENCE**  
**2010 GO BONDS**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,187	2,187	-	(2,187)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,187</u>	<u>2,187</u>	<u>-</u>	<u>(2,187)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,187	2,187	-	2,187
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>2,187</u>	<u>2,187</u>	<u>-</u>	<u>2,187</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			<u>(832)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (832)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	152,903	152,903	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>152,903</u>	<u>152,903</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	-	152,903	152,903	-
<i>Total expenditures</i>	<u>-</u>	<u>152,903</u>	<u>152,903</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>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 15,343</u>
<i>Total assets</i>	<u><u>15,343</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>15,343</u>
<i>Total liabilities</i>	<u><u>\$ 15,343</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 9,848	30,689	25,194	\$ 15,343
<b>Total assets</b>	<u>\$ 9,848</u>	<u>\$ 30,689</u>	<u>\$ 25,194</u>	<u>\$ 15,343</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 9,848	30,689	25,194	\$ 15,343
<b>Total liabilities</b>	<u>\$ 9,848</u>	<u>\$ 30,689</u>	<u>\$ 25,194</u>	<u>\$ 15,343</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 ALBUQUERQUE SCHOOL OF EXCELLENCE  
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
 JUNE 30, 2012

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 85,472
Total On Deposit	85,472
Reconciling Items	<u>(18,406)</u>
Reconciled Balance June 30, 2012	<u>\$ 67,066</u>
Less Agency Funds	15,343
Total Cash	<u>\$ 51,723</u>

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, 2012**

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, 2011	\$ 36,492	\$ 14,418	\$ -	\$ 9,848	\$ 29,044	\$ -
Add:						
2011-12 revenues	1,623,053	-	50,675	30,687	220,133	8,745
<b>Total cash available</b>	<b>1,659,545</b>	<b>14,418</b>	<b>50,675</b>	<b>40,535</b>	<b>249,177</b>	<b>8,745</b>
Less:						
2011-12 expenditures	(1,642,042)	(14,418)	(50,000)	(25,192)	(252,534)	(475)
Loans to other funds	(18,435) *	-	5,997	-	12,141 *	297
Receivables/Payables	16,176 *	-	(6,672)	-	(8,784) *	(8,567)
<b>Cash, June 30, 2012</b>	<b>15,244</b>	<b>-</b>	<b>-</b>	<b>15,343</b>	<b>-</b>	<b>-</b>
<b>Fund Balance Reconciliation to GAAP Basis:</b>						
Audit reclassifications to cash	21,630	14,413	-	-	436	-
<b>Cash per Books</b>	<b>36,874</b>	<b>14,413</b>	<b>-</b>	<b>15,343</b>	<b>436</b>	<b>-</b>
<b>Fund Balance Reconciliation to GAAP Basis:</b>						
Modified Accrual Adjustments	33,708	14,413	(11,745)	(15,343)	(436)	-
<b>Fund Balance, Modified Accrual Basis</b>	<b>48,952</b>	<b>14,413</b>	<b>(11,745)</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Does not agree to GL



Schedule III  
(Page 2 of 2)

State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ 89,802
-	152,903	2,086,196
-	152,903	2,175,998
-	(152,903)	(2,137,564)
-	-	-
-	-	(7,847)
-	-	30,587
-	-	36,479
-	-	67,066
Less Student Activity Funds		15,343
Per Exhibit B-1		\$ 51,723
(832)	-	19,765
(832)	-	50,788
Less Student Activity Funds		-
Per Exhibit B-1		\$ 50,788

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	269,362
Receivables	
Due from other governments	15,230
Other	28,646
Prepaid expenses	98
Total current assets	<u>313,336</u>
Capital assets	
Furniture, fixtures and equipment	87,826
Vehicles	9,700
Less: accumulated depreciation	<u>(27,410)</u>
Total noncurrent assets	<u>70,116</u>
Total assets	<u><u>\$ 383,452</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	4,356
Accrued salaries	128,156
Current portion of compensated absences	17,913
Total current liabilities	<u>150,425</u>
Total liabilities	150,425
Invested in capital assets	70,116
Restricted	15,591
Unrestricted	<u>147,320</u>
Total net assets	<u>233,027</u>
Total liabilities and net assets	<u><u>\$ 383,452</u></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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expenses) Revenues and Changes in Net Assets</u>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 643,962	27,542	124,431	-	\$ (491,989)
Support services:					
Students	220,486	-	-	-	(220,486)
Instruction	2,699	-	-	-	(2,699)
General Administration	15,225	-	-	-	(15,225)
School Administration	212,074	-	-	-	(212,074)
Central Services	59,250	-	-	-	(59,250)
Operation & Maintenance of Plant	66,451	-	-	-	(66,451)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	6,298	-	-	-	(6,298)
Facilities Materials, Supplies & Other Services	81,212	-	-	67,904	(13,308)
<b>Total governmental activities</b>	<b>\$ 1,307,657</b>	<b>\$ 27,542</b>	<b>\$ 124,431</b>	<b>\$ 67,904</b>	<b>(1,087,780)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	1,148,233	
			Gain on disposal of asset	1,997	
			Interest	143	
			<b>Total general revenues</b>	<b>1,150,373</b>	
			Change in net assets	62,593	
			Net assets - beginning	170,434	
			Net assets - ending	<b>\$ 233,027</b>	

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, 2012**

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 253,869	\$ 15,493	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	11,704	-
Other	-	-	-	-
Prepaid expenses	98	-	-	-
Due from other funds	54,018	-	-	-
	<u>307,985</u>	<u>15,493</u>	<u>11,704</u>	<u>-</u>
<i>Total assets</i>				
	<u>307,985</u>	<u>15,493</u>	<u>11,704</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	4,356	-	-	-
Accrued expenses	128,156	-	-	-
Due to other funds	-	-	11,704	10,142
	<u>132,512</u>	<u>-</u>	<u>11,704</u>	<u>10,142</u>
<i>Total liabilities</i>				
	<u>132,512</u>	<u>-</u>	<u>11,704</u>	<u>10,142</u>
<i>Fund balances</i>				
Fund Balance:				
Non-Spendable	98	-	-	-
Restricted	-	15,493	-	-
Assigned	169,530	-	-	-
Unassigned (deficit)	5,845	-	-	(10,142)
	<u>175,473</u>	<u>15,493</u>	<u>-</u>	<u>(10,142)</u>
<i>Total fund balance (deficit)</i>				
	<u>175,473</u>	<u>15,493</u>	<u>-</u>	<u>(10,142)</u>
<i>Total liabilities and fund balance</i>				
	<u>\$ 307,985</u>	<u>\$ 15,493</u>	<u>\$ 11,704</u>	<u>\$ -</u>

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, 2012**

Exhibit B-1  
(Page 2 of 4)

	Teacher/Principal Training 24154	Education Job Fund 25255	2009 Dual Credit 27103	2010 Library GO Bond 27106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	1,636	-	1,890	-
Other	-	-	-	-
Prepaid expenses	-	-	-	-
Due from other funds	-	-	-	-
	1,636	-	1,890	-
<i>Total assets</i>	1,636	-	1,890	-
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	-	-	-	-
Due to other funds	1,636	-	1,890	-
<i>Total liabilities</i>	1,636	-	1,890	-
<i>Fund balances</i>				
Fund Balance:				
Non-Spendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned (deficit)	-	-	-	-
	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 1,636	\$ -	\$ 1,890	\$ -

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, 2012**

Exhibit B-1  
(Page 3 of 4)

	Youth Conservation Corp 28133	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 269,362
Accounts receivable				
Due from other governments	-	-	-	15,230
Other	28,646	-	-	28,646
Prepaid expenses	-	-	-	98
Due from other funds	-	-	-	54,018
<i>Total assets</i>	<u>28,646</u>	<u>-</u>	<u>-</u>	<u>367,354</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	4,356
Accrued expenses	-	-	-	128,156
Due to other funds	28,646	-	-	54,018
<i>Total liabilities</i>	<u>28,646</u>	<u>-</u>	<u>-</u>	<u>186,530</u>
<i>Fund balances</i>				
Fund Balance:				
Non-Spendable	-	-	-	98
Restricted	-	-	-	15,493
Assigned	-	-	-	169,530
Unassigned (deficit)	-	-	-	(4,297)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,824</u>
<i>Total liabilities and fund balance</i>	<u>\$ 28,646</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 367,354</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 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 180,824
Compensated Absences	(17,913)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>70,116</u>
Net Assets-total Governmental Activities	<u><u>\$ 233,027</u></u>

**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, 2012**

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county grant	\$ 27,542	\$ -	\$ -	\$ -
State grant	1,148,233	4,902	-	-
Federal grant	-	-	11,704	19,715
Interest	143	-	-	-
<i>Total revenues</i>	<u>1,175,918</u>	<u>4,902</u>	<u>11,704</u>	<u>19,715</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	615,421	5,442	9,053	16,105
Support Services				
Students	127,986	-	2,651	13,752
Instruction	386	226	-	-
General Administration	15,225	-	-	-
School Administration	212,074	-	-	-
Central Services	59,167	-	-	-
Operation & Maintenance of Plant	66,534	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	1,000	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	11,170	-	-	-
<i>Total expenditures</i>	<u>1,108,963</u>	<u>5,668</u>	<u>11,704</u>	<u>29,857</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>66,955</u>	<u>(766)</u>	<u>-</u>	<u>(10,142)</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>66,955</u>	<u>(766)</u>	<u>-</u>	<u>(10,142)</u>
<i>Fund balances - beginning of year</i>	<u>108,518</u>	<u>16,259</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 175,473</u>	<u>\$ 15,493</u>	<u>\$ -</u>	<u>\$ (10,142)</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, 2012**

Exhibit B-2  
(Page 2 of 4)

	Teacher/Principal Training 24154	Education Job Fund 25255	2009 Dual Credit 27103	2010 Library GO Bonds 27106
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
State grant	-	-	2,553	2,087
Federal grant	1,636	439	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,636</u>	<u>439</u>	<u>2,553</u>	<u>2,087</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,636	439	2,553	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	2,087
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>1,636</u>	<u>439</u>	<u>2,553</u>	<u>2,087</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	-	-	-	-
<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 (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2012**

Exhibit B-2  
(Page 3 of 4)

	Youth Conservation Corp 28133	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ 81,395	\$ -	\$ -	\$ 108,937
State grant	-	65,793	2,111	1,223,568
Federal grant	-	-	-	33,494
Interest	-	-	-	143
<i>Total revenues</i>	<u>81,395</u>	<u>65,793</u>	<u>2,111</u>	<u>1,368,253</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	650,649
Support Services				
Students	76,097	-	-	220,486
Instruction	-	-	-	2,699
General Administration	-	-	-	15,225
School Administration	-	-	-	212,074
Central Services	-	-	-	59,167
Operation & Maintenance of Plant	-	-	-	66,534
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	5,298	-	-	6,298
Food Services Operations	-	-	-	-
Capital outlay	-	65,793	2,111	76,963
<i>Total expenditures</i>	<u>81,395</u>	<u>65,793</u>	<u>2,111</u>	<u>1,312,206</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,047</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>-</u>	<u>56,047</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>124,777</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 180,824</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, 2012

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	\$ 56,047
Change in Compensated Absences	6,687
<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	(9,228)
Capital Outlay	<u>7,090</u>
Excess of depreciation over capital outlay	(2,138)
Gain on disposal of asset	<u>1,997</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ 62,593</u></u>

**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, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,000	\$ 31,732	\$ 30,732
State grants	1,043,149	1,148,233	1,148,233	-
Federal grants	-	-	-	-
Interest	-	-	143	143
<i>Total revenues</i>	1,043,149	1,149,233	1,180,108	30,875
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	615,044	688,228	622,619	65,609
Support Services				
Students	125,788	149,413	127,986	21,427
Instruction	-	-	386	(386)
General Administration	21,519	24,419	15,225	9,194
School Administration	205,294	206,719	212,074	(5,355)
Central Services	60,326	64,276	62,217	2,059
Operation & Maintenance of Plant	118,437	110,437	62,189	48,248
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	1,000	1,000	-
Capital outlay	5,327	13,327	11,170	2,157
<i>Total expenditures</i>	1,151,735	1,257,819	1,114,866	142,953
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(108,586)	(108,586)	65,242	173,828
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	108,586	108,586	-	(108,586)
<i>Total other financing sources (uses)</i>	108,586	108,586	-	(108,586)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	65,242	65,242
<i>Cash or fund balance, beginning of year (as restated)</i>	-	-	184,271	184,271
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 249,513	\$ 249,513
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(4,190)	
Adjustments to expenditures			5,903	
NET CHANGE IN FUND BALANCE			\$ 66,955	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD 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, 2012**

	<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	3,609	4,902	4,902	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,609</u>	<u>4,902</u>	<u>4,902</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,709	20,261	5,442	14,819
Support Services				
Students	-	-	-	-
Instruction	900	900	226	674
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>20,609</u>	<u>21,161</u>	<u>5,668</u>	<u>15,493</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(17,000)</u>	<u>(16,259)</u>	<u>(766)</u>	<u>15,493</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	17,000	16,259	-	(16,259)
<i>Total other financing sources (uses)</i>	<u>17,000</u>	<u>16,259</u>	<u>-</u>	<u>(16,259)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(766)</u>	<u>(766)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>16,259</u>	<u>16,259</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,493</u>	<u>\$ 15,493</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (766)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**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, 2012

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	12,713	-	(12,713)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,713</u>	<u>-</u>	<u>(12,713)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,739	9,053	1,686
Support Services				
Students	-	1,974	2,651	(677)
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>12,713</u>	<u>11,704</u>	<u>1,009</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,704)</u>	<u>(11,704)</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>(11,704)</u>	<u>(11,704)</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>\$ (11,704)</u>	<u>\$ (11,704)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			11,704	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	<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	20,955	31,097	19,715	(11,382)
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,955</u>	<u>31,097</u>	<u>19,715</u>	<u>(11,382)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,368	17,345	16,105	1,240
Support Services				
Students	4,587	13,752	13,752	-
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>20,955</u>	<u>31,097</u>	<u>29,857</u>	<u>1,240</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,142)</u>	<u>(10,142)</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>(10,142)</u>	<u>(10,142)</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>\$ (10,142)</u>	<u>\$ (10,142)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (10,142)</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, 2012**

	<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	3,998	3,998	4,197	199
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,998</u>	<u>3,998</u>	<u>4,197</u>	<u>199</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,998	3,998	1,636	2,362
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>3,998</u>	<u>3,998</u>	<u>1,636</u>	<u>2,362</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,561</u>	<u>2,561</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>2,561</u>	<u>2,561</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,197)</u>	<u>(4,197)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,636)</u>	<u>\$ (1,636)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(2,561)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	439	439	-
Interest	-	-	-	-
<i>Total revenues</i>	-	439	439	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	439	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>	-	439	439	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**2009 DUAL CREDIT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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	-	2,851	663	(2,188)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,851</u>	<u>663</u>	<u>(2,188)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,851	2,553	298
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>2,851</u>	<u>2,553</u>	<u>298</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,890)</u>	<u>(1,890)</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>(1,890)</u>	<u>(1,890)</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>\$ (1,890)</u>	<u>\$ (1,890)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,890	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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	2,087	2,087	2,087	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,087</u>	<u>2,087</u>	<u>2,087</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	2,087	2,087	2,087	-
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>2,087</u>	<u>2,087</u>	<u>2,087</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	<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	-	103,853	102,333	(1,520)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>103,853</u>	<u>102,333</u>	<u>(1,520)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	92,102	76,097	16,005
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	11,751	5,298	6,453
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>103,853</u>	<u>81,395</u>	<u>22,458</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>20,938</u>	<u>20,938</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>20,938</u>	<u>20,938</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(49,584)</u>	<u>(49,584)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,646)</u>	<u>\$ (28,646)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(20,938)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	65,793	65,793	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>65,793</u>	<u>65,793</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	-	65,793	65,793	-
<i>Total expenditures</i>	<u>-</u>	<u>65,793</u>	<u>65,793</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER 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, 2012**

	<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	-	2,111	2,111	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,111</u>	<u>2,111</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	-	2,111	2,111	-
<i>Total expenditures</i>	<u>-</u>	<u>2,111</u>	<u>2,111</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 6,794</u>
<i>Total assets</i>	<u><u>6,794</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>6,794</u>
<i>Total liabilities</i>	<u><u>\$ 6,794</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, 2012**

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 5,386	7,229	5,821	\$ 6,794
<b>Total assets</b>	<u>\$ 5,386</u>	<u>\$ 7,229</u>	<u>\$ 5,821</u>	<u>\$ 6,794</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 5,386	7,229	5,821	\$ 6,794
<b>Total liabilities</b>	<u>\$ 5,386</u>	<u>\$ 7,229</u>	<u>\$ 5,821</u>	<u>\$ 6,794</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
**FOR PUBLIC FUNDS**  
**June 30, 2012**

<u>Name of Depository</u>	<u>Description of Pledged Collateral</u>	<u>Fair / Par Market Value June 30, 2012</u>
AM Bank	Belen NM SD No 2, 077581NQ5 Matures August 1, 2017	\$ 65,692
		<u>\$ 65,692</u>

The accompanying notes are and integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 ALDO LEOPOLD CHARTER SCHOOL  
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
 June 30, 2012

Schedule II

Bank Account Type	Am Bank
Checking - Federal Funds	\$ 291,623
Checking - State Funds	<u>\$ 151</u>
Total On Deposit	291,774
Reconciling Items	<u>(15,618)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 276,156</u></u>
Less Agency Funds	<u>6,794</u>
Total Cash per exhibit A-1	<u><u>\$ 269,362</u></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, 2012**

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, 2011	\$ 53,185 **	\$ 16,259	\$ 57 **	\$ -	\$ -	\$ -
Add:						
2011-12 revenues	1,175,918	4,902	-	23,912	439	2,750
Total cash available	1,229,103	21,161	57	23,912	439	2,750
Less:						
2011-12 expenditures	(1,120,592)	(5,668)	-	(43,197)	(439)	(4,640)
Loans to other funds	(237)	-	-	19,285	-	1,890
Cash, June 30, 2012	108,274 *	15,493	57 *	-	-	-
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference	10,199	-	6,737	-	-	-
Audit reclassifications to cash	135,396	-	-	-	-	-
Cash per Books	253,869	15,493	6,794	-	-	-
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference	10,199	-	(57)	-	-	-
Modified Accrual Adjustments	57,000	-	-	(10,142)	-	-
Fund Balance, Modified Accrual Basis	175,473	15,493	-	(10,142)	-	-

\*Does not agree to ending GL balance.

\*\*Does not agree to prior year audited cash

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ALDO LEOPOLD CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

State Direct Fund 28000	Public School Capital Outlay 31200	Capital Imrov. SB9 31700	Deferred Sick Level Fund 42000	Total
\$ -	\$ -	\$ -	\$ 4,190	\$ 73,691
<u>102,333</u>	<u>65,793</u>	<u>2,111</u>	<u>7,998</u>	<u>1,386,156</u>
102,333	65,793	2,111	12,188	1,459,847
(81,395)	(65,793)	(2,111)	(4,948)	(1,328,783)
<u>(20,938)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>7,240</u>	<u>131,064</u>
-	-	-	-	16,936
<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,240)</u>	<u>128,156</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>276,156</u>
			Less Activity Fund	6,794
			Exhibit B-1	<u>\$ 269,362</u>
-	-	-	-	10,142
<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,240)</u>	<u>39,618</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>180,824</u>
			Less Activity Fund	-
			Exhibit B-1	<u>\$ 180,824</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**  
**STATE OF NEW MEXICO**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 80,423
Receivables	
Due from other governments	91,160
Total current assets	<u>171,583</u>
Capital assets	
Furniture, fixtures and equipment	150,497
Less: accumulated depreciation	<u>(127,219)</u>
Total noncurrent assets	<u>23,278</u>
Total assets	<u>\$ 194,861</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	\$ 34,512
Total current liabilities	<u>34,512</u>
Total liabilities	<u>34,512</u>
Invested in capital assets	23,278
Restricted	12,765
Unassigned	<u>124,306</u>
Total net assets	<u>160,349</u>
Total liabilities and net assets	<u>\$ 194,861</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, 2012

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expenses) Revenues and Changes in Net Assets</u>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 1,081,781	\$ 3,313	\$ 99,321	\$ -	\$ (979,147)
Support services:					
Students	20,759	-	-	-	(20,759)
Instruction	-	-	-	-	-
General Administration	36,259	-	-	-	(36,259)
School Administration	235,521	-	-	-	(235,521)
Central Services	140,348	-	-	-	(140,348)
Operation & Maintenance of Plant	199,755	-	-	-	(199,755)
Food Services Operation	81,810	26,809	45,916	-	(9,085)
Facilities Materials, Supplies & Other Services	134,877	-	-	132,723	(2,154)
<b>Total governmental activities</b>	<b>\$ 1,931,110</b>	<b>\$ 30,122</b>	<b>\$ 145,237</b>	<b>\$ 132,723</b>	<b>(1,623,028)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,645,623
			Total general revenues		1,645,623
			Change in net assets		22,595
			Net assets - beginning		137,754
			Net assets - ending		<b>\$ 160,349</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ALMA D'ARTE CHARTER HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 68,648	\$ 4,982	\$ 6,793	\$ -
Accounts receivable				
Due from other governments	-	-	-	38,809
Due from other funds	91,160	-	990	-
<i>Total assets</i>	159,808	4,982	7,783	38,809
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	34,512	-	-	-
Due to other funds	990	-	-	38,809
<i>Total liabilities</i>	35,502	-	-	38,809
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	4,982	7,783	-
Assigned	34,136	-	-	-
Unassigned	90,170	-	-	-
<i>Total fund balance</i>	124,306	4,982	7,783	-
<i>Total liabilities and fund balance</i>	\$ 159,808	\$ 4,982	\$ 7,783	\$ 38,809

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, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	Spaceport Fund 26204	2010 GO Bond 27106
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable						
Due from other governments	38,302	349	2,564	-	-	2,154
Due from other funds	-	-	-	-	-	-
<i>Total assets</i>	<u>38,302</u>	<u>349</u>	<u>2,564</u>	<u>-</u>	<u>-</u>	<u>2,154</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	-
Due to other funds	38,302	349	2,564	-	-	2,154
<i>Total liabilities</i>	<u>38,302</u>	<u>349</u>	<u>2,564</u>	<u>-</u>	<u>-</u>	<u>2,154</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 38,302</u>	<u>\$ 349</u>	<u>\$ 2,564</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,154</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, 2012

Exhibit B-1  
(Page 3 of 4)

	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ 80,423
Accounts receivable					
Due from other governments	-	-	-	8,982	91,160
Due from other funds	-	-	-	-	92,150
<i>Total assets</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,982</u>	<u>263,733</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	34,512
Due to other funds	-	-	-	8,982	92,150
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,982</u>	<u>126,662</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	12,765
Assigned	-	-	-	-	34,136
Unassigned	-	-	-	-	90,170
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>137,071</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,982</u>	<u>\$ 263,733</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  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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	\$ 137,071
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>23,278</u>
Net Assets-total Governmental Activities	<u>\$ 160,349</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, 2012**

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	\$ 3,313	\$ -	\$ 26,809	\$ -
State grant	1,645,623	7,987	-	-
Federal grant	-	-	45,916	38,809
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,648,936</u>	<u>7,987</u>	<u>72,725</u>	<u>38,809</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,005,260	6,351	-	38,809
Support Services				
Students	8,913	-	-	-
Instruction	-	-	-	-
General Administration	36,259	-	-	-
School Administration	235,521	-	-	-
Central Services	140,348	-	-	-
Operation & Maintenance of Plant	199,755	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	9,357	-	72,453	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,635,413</u>	<u>6,351</u>	<u>72,453</u>	<u>38,809</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>13,523</u>	<u>1,636</u>	<u>272</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>13,523</u>	<u>1,636</u>	<u>272</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>110,783</u>	<u>3,346</u>	<u>7,511</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 124,306</u>	<u>\$ 4,982</u>	<u>\$ 7,783</u>	<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  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	Spaceport Fund 26204	2010 GO Bond 27106
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 8,490	\$ -
State grant	-	-	-	-	-	2,154
Federal grant	38,302	349	2,564	665	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>38,302</u>	<u>349</u>	<u>2,564</u>	<u>665</u>	<u>8,490</u>	<u>2,154</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	26,456	349	2,564	665	8,490	-
Support Services						
Students	11,846	-	-	-	-	-
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	-	-	-	-	-	2,154
<i>Total expenditures</i>	<u>38,302</u>	<u>349</u>	<u>2,564</u>	<u>665</u>	<u>8,490</u>	<u>2,154</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 3 of 4)

	Beginning Teacher Mentoring 27154	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 38,612
State grant	-	-	123,741	8,982	1,788,487
Federal grant	-	-	-	-	126,605
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>123,741</u>	<u>8,982</u>	<u>1,953,704</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,003	3,148	-	-	1,093,095
Support Services					
Students	-	-	-	-	20,759
Instruction	-	-	-	-	-
General Administration	-	-	-	-	36,259
School Administration	-	-	-	-	235,521
Central Services	-	-	-	-	140,348
Operation & Maintenance of Plant	-	-	-	-	199,755
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	81,810
Capital outlay	-	-	123,741	8,982	134,877
<i>Total expenditures</i>	<u>1,003</u>	<u>3,148</u>	<u>123,741</u>	<u>8,982</u>	<u>1,942,424</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,003)</u>	<u>(3,148)</u>	<u>-</u>	<u>-</u>	<u>11,280</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>(1,003)</u>	<u>(3,148)</u>	<u>-</u>	<u>-</u>	<u>11,280</u>
<i>Fund balances - beginning of year</i>	<u>1,003</u>	<u>3,148</u>	<u>-</u>	<u>-</u>	<u>125,791</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,071</u>

**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, 2012

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	\$ 11,280
<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 capital outlay exceeds depreciation for the period.</p>	
Depreciation expense	(4,460)
Capital Outlays	<u>15,775</u>
Change in Net Assets-total Governmental Activities	<u>\$ 22,595</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 6,000	\$ 6,000	\$ 3,313	\$ (2,687)
State grants	1,530,056	1,645,623	1,645,623	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,536,056</u>	<u>1,651,623</u>	<u>1,648,936</u>	<u>(2,687)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	974,289	1,078,247	1,005,260	72,987
Support Services				
Students	44,000	44,000	8,913	35,087
Instruction	-	-	-	-
General Administration	-	-	36,259	(36,259)
School Administration	240,013	240,013	235,521	4,492
Central Services	156,128	156,128	140,348	15,780
Operation & Maintenance of Plant	235,555	215,555	199,755	15,800
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	12,758	12,758	9,357	3,401
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,662,743</u>	<u>1,746,701</u>	<u>1,635,413</u>	<u>111,288</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(126,687)</u>	<u>(95,078)</u>	<u>13,523</u>	<u>108,601</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	126,687	95,078	-	(95,078)
<i>Total other financing sources (uses)</i>	<u>126,687</u>	<u>95,078</u>	<u>-</u>	<u>(95,078)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>13,523</u>	<u>13,523</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>147,345</u>	<u>147,345</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 160,868</u>	<u>\$ 160,868</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 13,523</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**  
**INSTRUCTIONAL SUPPORT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	6,532	6,532	7,987	1,455
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,532</u>	<u>6,532</u>	<u>7,987</u>	<u>1,455</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,532	9,878	6,351	3,527
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>6,532</u>	<u>9,878</u>	<u>6,351</u>	<u>3,527</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,346)</u>	<u>1,636</u>	<u>4,982</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	3,346	-	(3,346)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,346</u>	<u>-</u>	<u>(3,346)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>1,636</u>	<u>1,636</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,346</u>	<u>3,346</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,982</u>	<u>\$ 4,982</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,636</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**  
**FOOD SERVICES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 24,000	\$ 27,000	\$ 26,809	\$ (191)
State grants	-	-	-	-
Federal grants	40,000	46,000	45,916	(84)
Interest	-	-	-	-
<i>Total revenues</i>	64,000	73,000	72,725	(275)
<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	68,993	74,125	72,453	1,672
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	68,993	74,125	72,453	1,672
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(4,993)	(1,125)	272	1,397
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	4,993	1,125	-	(1,125)
<i>Total other financing sources (uses)</i>	4,993	1,125	-	(1,125)
<i>Net changes in fund balances</i>	-	-	272	272
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	7,511	7,511
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 7,783	\$ 7,783
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 272</b>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	40,182	38,809	-	(38,809)
Interest	-	-	-	-
<i>Total revenues</i>	<u>40,182</u>	<u>38,809</u>	<u>-</u>	<u>(38,809)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	40,182	38,809	38,809	-
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>38,809</u>	<u>38,809</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(38,809)</u>	<u>(38,809)</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>(38,809)</u>	<u>(38,809)</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>\$ (38,809)</u>	<u>\$ (38,809)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			38,809	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	36,496	38,302	-	(38,302)
Interest	-	-	-	-
<i>Total revenues</i>	<u>36,496</u>	<u>38,302</u>	<u>-</u>	<u>(38,302)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	20,000	21,806	26,456	(4,650)
Support Services				
Students	16,496	16,496	11,846	4,650
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>36,496</u>	<u>38,302</u>	<u>38,302</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(38,302)</u>	<u>(38,302)</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>(38,302)</u>	<u>(38,302)</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>\$ (38,302)</u>	<u>\$ (38,302)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			38,302	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	349	-	(349)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>349</u>	<u>-</u>	<u>(349)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	349	349	-
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>349</u>	<u>349</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(349)</u>	<u>(349)</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>(349)</u>	<u>(349)</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>\$ (349)</u>	<u>\$ (349)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			349	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	8,372	13,000	-	(13,000)
Interest	-	-	-	-
<i>Total revenues</i>	<u>8,372</u>	<u>13,000</u>	<u>-</u>	<u>(13,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	8,372	13,000	2,564	10,436
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>8,372</u>	<u>13,000</u>	<u>2,564</u>	<u>10,436</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,564)</u>	<u>(2,564)</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>(2,564)</u>	<u>(2,564)</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>\$ (2,564)</u>	<u>\$ (2,564)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,564	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	665	665	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>665</u>	<u>665</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	665	665	-
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>665</u>	<u>665</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**SPACEPORT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 8,490	\$ 8,490	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,490</u>	<u>8,490</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	8,490	8,490	-
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>8,490</u>	<u>8,490</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,154	2,154	-	(2,154)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,154</u>	<u>2,154</u>	<u>-</u>	<u>(2,154)</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	2,154	2,154	2,154	-
<i>Total expenditures</i>	<u>2,154</u>	<u>2,154</u>	<u>2,154</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,154)</u>	<u>(2,154)</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>(2,154)</u>	<u>(2,154)</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>\$ (2,154)</u>	<u>\$ (2,154)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,154	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	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, 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>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(1,003)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,003)</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**  
**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, 2012**

	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	3,000	3,148	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>3,000</u>	<u>3,148</u>	<u>3,148</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,000)</u>	<u>(3,148)</u>	<u>(3,148)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	3,000	3,148	-	(3,148)
<i>Total other financing sources (uses)</i>	<u>3,000</u>	<u>3,148</u>	<u>-</u>	<u>(3,148)</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>3,148</u>	<u>3,148</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	123,741	123,741	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>123,741</u>	<u>123,741</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	-	123,741	123,741	-
<i>Total expenditures</i>	<u>-</u>	<u>123,741</u>	<u>123,741</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	8,982	12,268	3,286
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>8,982</u>	<u>12,268</u>	<u>3,286</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	8,982	-	8,982
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	-	-	8,982	(8,982)
<i>Total expenditures</i>	<u>-</u>	<u>8,982</u>	<u>8,982</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,286</u>	<u>3,286</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>3,286</u>	<u>3,286</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(12,268)</u>	<u>(12,268)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,982)</u>	<u>\$ (8,982)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(3,286)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 1,446</u>
<i>Total assets</i>	<u><u>1,446</u></u>
<b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>1,446</u>
<i>Total liabilities</i>	<u><u>\$ 1,446</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, 2012

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 1,063	13,186	12,803	\$ 1,446
<b>Total assets</b>	<u>\$ 1,063</u>	<u>\$ 13,186</u>	<u>\$ 12,803</u>	<u>\$ 1,446</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 1,063	13,186	12,803	\$ 1,446
<b>Total liabilities</b>	<u>\$ 1,063</u>	<u>\$ 13,186</u>	<u>\$ 12,803</u>	<u>\$ 1,446</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**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	US Bank	Century Bank	Total
Checking - Operational	\$ -	\$ 102,248	\$ 102,248
Checking - Food Service	\$ 1,821	\$ -	\$ 1,821
Student Activities Account	<u>\$ 9,252</u>	<u>\$ -</u>	<u>\$ 9,252</u>
Total On Deposit	\$ 11,073	\$ 102,248	113,321
Reconciling Items			<u>(31,452)</u>
Reconciled Balance June 30, 2012			<u>\$ 81,869</u>
Less Agency Funds			1,446
Total Cash			<u>\$ 80,423</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, 2012**

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, 2011	\$ 95,077	\$ 3,346	\$ 1,125	\$ 1,063	\$ -	\$ 318	\$ -	\$ 2,071
Add:								
2011-12 revenues	1,648,936	7,987	72,725	13,186	-	15,665	28,489	-
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	1,744,013	11,333	73,850	14,249	-	15,983	28,489	2,071
Less:								
2011-12 expenditures	(1,616,467)	(6,351)	(66,066)	(12,803)	(80,023)	(665)	(8,489)	(2,154)
Permanent cash transfer	-	-	-	-	-	-	-	(2,071)
Loans to other funds	(93,411)	-	(991)	-	80,023	(15,318)	(20,000)	2,154
Receivables/Payables	-	-	-	-	-	-	-	-
Cash, June 30, 2012	<u>34,135</u>	<u>4,982</u>	<u>6,793</u>	<u>1,446</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	34,513	-	-	-	-	-	-	-
Cash per Books	<u>68,648</u>	<u>4,982</u>	<u>6,793</u>	<u>1,446</u>	<u>-</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	55,658	-	990	-	-	-	-	-
Fund Balance, Modified Accrual Basis	<u>124,306</u>	<u>4,982</u>	<u>7,783</u>	<u>1,446</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ALMA D'ARTE CHARTER HIGH SCHOOL  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 2 of 2)

Local/State 29000	Public School Capital Outlay 31200	Capital Improvements SB9 31700	Total
\$ 3,148	\$ -	\$ -	\$ 106,148
-	123,741	12,268	1,922,997
-	-	-	-
3,148	123,741	12,268	2,029,145
(3,148)	(123,741)	(8,982)	(1,928,889)
-	-	-	(2,071)
-	-	(3,286)	(50,829)
-	-	-	-
-	-	-	47,356
-	-	-	34,513
-	-	-	\$ 81,869
		Less Activity Fund	\$ 1,446
		Exhibit B-1	\$ 80,423
-	-	-	-
-	-	-	56,648
-	-	-	138,517
		Less Activity Fund	1,446
		Exhibit B-1	\$ 137,071

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**AMY BIEHL CHARTER HIGH SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 653,279	\$ 162,243
Receivables		
Due from government	39,068	-
Due from other	-	20,709
Total current assets	692,347	182,952
Noncurrent assets:		
Capital assets		
Land Improvements	33,950	-
Building improvements	3,942,339	-
Furniture, fixtures and equipment	154,785	-
Less: accumulated depreciation	(843,767)	-
Total noncurrent assets	3,287,307	-
Total assets	\$ 3,979,654	\$ 182,952
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$ 9,066	\$ 232
Deferred revenue	185,987	-
Due to government	153	-
Total current liabilities	195,206	232
Total liabilities	195,206	232
Invested in capital assets	3,287,307	-
Restricted	12,634	-
Unrestricted	484,507	182,720
Total net assets	3,784,448	182,720
Total liabilities and net assets	\$ 3,979,654	\$ 182,952

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, 2012

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	\$ 1,386,888	\$ 23,460	\$ 215,401	\$ -	\$ (1,148,027)	
Support services:						
Students	451,214	-	-	-	(451,214)	
Instruction	64,865	-	-	-	(64,865)	
General Administration	118,447	-	-	-	(118,447)	
School Administration	155,971	-	-	-	(155,971)	
Central Services	150,779	-	-	-	(150,779)	
Operation & Maintenance of Plant	272,255	-	-	-	(272,255)	
Student Transportation	3,600	-	-	-	(3,600)	
Food Services Operations	52,321	7,686	23,951	-	(20,684)	
Facilities, Materials, Supplies & Other Services	176,180	-	-	7,498	(168,682)	
Total governmental activities	<u>\$ 2,832,520</u>	<u>\$ 31,146</u>	<u>\$ 239,352</u>	<u>\$ 7,498</u>	<u>(2,554,524)</u>	
COMPONENT UNIT						
Foundation	\$ 105,181	\$ -	\$ -	\$ -	-	\$ (105,181)
			<b>General Revenues:</b>			
					94,193	-
					2,503,596	-
					17,533	145,536
					<u>2,615,322</u>	<u>145,536</u>
					60,798	40,355
					<u>3,723,650</u>	<u>142,365</u>
					<u>\$ 3,784,448</u>	<u>\$ 182,720</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, 2012

Exhibit B-1  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 439,620	\$ 7,140	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	14,524	15,686
Due from other funds	39,068	-	-	-	-
<i>Total assets</i>	<u>\$ 478,688</u>	<u>\$ 7,140</u>	<u>\$ -</u>	<u>\$ 14,524</u>	<u>\$ 15,686</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts Payable	-	-	-	-	-
Due to other funds	-	-	-	14,524	15,686
Due to government	-	-	-	-	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,524</u>	<u>15,686</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	7,140	-	-	-
Unassigned	478,688	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>478,688</u>	<u>7,140</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 478,688</u>	<u>\$ 7,140</u>	<u>\$ -</u>	<u>\$ 14,524</u>	<u>\$ 15,686</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, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123	ABHS Foundation 26187
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ 14,885
Accounts receivable					
Due from other governments	97	200	-	-	-
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>\$ 97</u>	<u>\$ 200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,885</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts Payable	-	-	-	-	9,066
Due to other funds	97	200	-	-	-
Due to government	-	-	-	-	-
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>97</u>	<u>200</u>	<u>-</u>	<u>-</u>	<u>9,066</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	-
Unassigned	-	-	-	-	5,819
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,819</u>
<i>Total liabilities and fund balance</i>	<u>\$ 97</u>	<u>\$ 200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,885</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
AMY BIEHL CHARTER HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Dual Credit 27103	Beg. Teacher Mentoring 27154	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 153	\$ 5,494	\$ -	\$ 185,987	\$ -	\$ 653,279
Accounts receivable						
Due from other governments	8,561	-	-	-	-	39,068
Due from other funds	-	-	-	-	-	39,068
<i>Total assets</i>	<u>\$ 8,714</u>	<u>\$ 5,494</u>	<u>\$ -</u>	<u>\$ 185,987</u>	<u>\$ -</u>	<u>\$ 731,415</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts Payable	-	-	-	-	-	9,066
Due to other funds	8,561	-	-	-	-	39,068
Due to government	153	-	-	-	-	153
Deferred revenue - other	-	-	-	185,987	-	185,987
<i>Total liabilities</i>	<u>8,714</u>	<u>-</u>	<u>-</u>	<u>185,987</u>	<u>-</u>	<u>234,274</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	5,494	-	-	-	12,634
Unassigned	-	-	-	-	-	484,507
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>5,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>497,141</u>
<i>Total liabilities and fund balance</i>	<u>\$ 8,714</u>	<u>\$ 5,494</u>	<u>\$ -</u>	<u>\$ 185,987</u>	<u>\$ -</u>	<u>\$ 731,415</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
AMY BIEHL CHARTER HIGH SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 497,141
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>3,287,307</u>
Net Assets-total Governmental Activities	<u><u>\$ 3,784,448</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXIC  
PUBLIC EDUCATION DEPARTMENT  
AMY BIEHL HIGH SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 28,633	\$ 258	\$ 7,686	\$ -	\$ -
State sources	2,503,596	12,424	-	-	-
Federal sources	-	-	23,951	53,828	60,130
Property taxes	-	-	-	-	-
<i>Total revenues</i>	<u>2,532,229</u>	<u>12,682</u>	<u>31,637</u>	<u>53,828</u>	<u>60,130</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,277,300	15,149	-	36,741	-
Support Services:					
Students	387,735	-	-	2,103	60,130
Instruction	45,986	-	-	14,984	-
General Administration	112,202	-	-	-	-
School Administration	153,111	-	-	-	-
Central Services	136,781	-	-	-	-
Operation & Maintenance of Plant	272,124	-	-	-	-
Student Transportation	3,600	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	19,223	-	31,637	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,408,062</u>	<u>15,149</u>	<u>31,637</u>	<u>53,828</u>	<u>60,130</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>124,167</u>	<u>(2,467)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	2,602	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>2,602</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>126,769</u>	<u>(2,467)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>351,920</u>	<u>9,607</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year.</i>	<u>\$ 478,688</u>	<u>\$ 7,140</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



STATE OF NEW MEXIC  
PUBLIC EDUCATION DEPARTMENT  
AMY BIEHL HIGH SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123	ABHS Foundation 26187
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ 77,884
State sources	-	-	-	-	-
Federal sources	532	10,684	1,060	-	-
Property taxes	-	-	-	-	-
<i>Total revenues</i>	<u>532</u>	<u>10,684</u>	<u>1,060</u>	<u>-</u>	<u>77,884</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	10,386	1,060	-	37,451
<i>Support Services:</i>					
Students	532	298	-	-	416
Instruction	-	-	-	-	3,895
General Administration	-	-	-	-	4,811
School Administration	-	-	-	-	2,860
Central Services	-	-	-	-	13,998
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	1,461
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>532</u>	<u>10,684</u>	<u>1,060</u>	<u>-</u>	<u>64,892</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,992</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	(202)	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(202)</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(202)</u>	<u>12,992</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>202</u>	<u>(7,173)</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,819</u>

STATE OF NEW MEXIC  
PUBLIC EDUCATION DEPARTMENT  
AMY BIEHL HIGH SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Dual Credit 27103	Beg. Teach Mentoring 27154	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,461
State sources	8,561	-	1,178	-	6,320	2,532,079
Federal sources	-	-	-	-	-	150,185
Property taxes	-	-	-	94,193	-	94,193
<i>Total revenues</i>	<u>8,561</u>	<u>-</u>	<u>1,178</u>	<u>94,193</u>	<u>6,320</u>	<u>2,890,918</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	8,561	-	-	-	-	1,386,648
Support Services:						
Students	-	-	-	-	-	451,214
Instruction	-	-	-	-	-	64,865
General Administration	-	-	-	1,434	-	118,447
School Administration	-	-	-	-	-	155,971
Central Services	-	-	-	-	-	150,779
Operation & Maintenance of Plant	-	-	-	-	-	272,124
Student Transportation	-	-	-	-	-	3,600
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	52,321
Capital outlay	-	-	1,178	92,759	6,320	100,257
<i>Total expenditures</i>	<u>8,561</u>	<u>-</u>	<u>1,178</u>	<u>94,193</u>	<u>6,320</u>	<u>2,756,226</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>134,692</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	-	-	-	2,400
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,400</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>137,092</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>5,494</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>360,050</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 5,494</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 497,141</u>

**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, 2012

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	\$ 137,092
<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	(112,395)
Capital outlays	36,101
Excess of depreciation over capital outlay	<u>(76,294)</u>
Change in Net Assets of governmental activities:	<u><u>\$ 60,798</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**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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	\$ 3,100	\$ 21,403	\$ 28,633	\$ 7,230
State sources	2,438,816	2,503,596	2,503,596	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,441,916</u>	<u>2,524,999</u>	<u>2,532,229</u>	<u>7,230</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,429,740	1,454,763	1,277,300	177,463
<i>Support Services:</i>				
Students	471,352	485,792	387,735	98,057
Instruction	97,882	102,632	45,986	56,646
General Administration	125,823	131,713	112,202	19,511
School Administration	166,426	169,656	153,111	16,545
Central Services	164,470	175,095	136,781	38,314
Operation & Maintenance of Plant	316,784	332,479	272,124	60,355
Student Transportation	3,600	3,600	3,600	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	17,504	21,189	19,223	1,966
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,793,581</u>	<u>2,876,919</u>	<u>2,408,062</u>	<u>468,857</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(351,665)</u>	<u>(351,920)</u>	<u>124,167</u>	<u>476,087</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	2,602	2,602
Designated cash	351,665	351,920	-	(351,920)
<i>Total other financing sources (uses)</i>	<u>351,665</u>	<u>351,920</u>	<u>2,602</u>	<u>(349,318)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>126,769</u>	<u>126,769</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>352,283</u>	<u>352,283</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 478,687</u>	<u>\$ 478,687</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<u>\$ 126,769</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 258	\$ 258
State sources	9,991	12,424	12,424	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	9,991	12,424	12,682	258
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	19,493	22,031	15,149	6,882
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>	19,493	22,031	15,149	6,882
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(9,502)	(9,607)	(2,467)	7,140
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	9,502	9,607	-	(9,607)
<i>Total other financing sources (uses)</i>	9,502	9,607	-	(9,607)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(2,467)	(2,467)
<i>Cash or fund balance, beginning of year</i>	-	-	9,607	9,607
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 7,140	\$ 7,140
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ (2,467)</b>	

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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 8,401	\$ 8,401	7,686	\$ (715)
State sources	-	-	-	-
Federal sources	18,236	23,236	23,951	715
Interest	-	-	-	-
<i>Total revenues</i>	26,637	31,637	31,637	-
<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	26,637	31,637	31,637	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	26,637	31,637	31,637	-
<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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	48,196	61,483	38,589	(22,894)
Interest	-	-	-	-
<i>Total revenues</i>	<u>48,196</u>	<u>61,483</u>	<u>38,589</u>	<u>(22,894)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	30,262	42,247	36,741	5,506
Support Services:				
Students	2,825	4,127	2,103	2,024
Instruction	-	15,109	14,984	125
General Administration	15,109	-	-	-
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>48,196</u>	<u>61,483</u>	<u>53,828</u>	<u>7,655</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,239)</u>	<u>(15,239)</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>(15,239)</u>	<u>(15,239)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>715</u>	<u>715</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,524)</u>	<u>\$ (14,524)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			14,524	
Adjustment to expenditures			<u>-</u>	
<b>NET CHANGES IN FUND BALANCE</b>			<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, 2012**

	<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	47,263	60,130	44,444	(15,686)
Interest	-	-	-	-
<i>Total revenues</i>	<u>47,263</u>	<u>60,130</u>	<u>44,444</u>	<u>(15,686)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	47,263	60,130	60,130	-
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>47,263</u>	<u>60,130</u>	<u>60,130</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,686)</u>	<u>(15,686)</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>(15,686)</u>	<u>(15,686)</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>\$ (15,686)</u>	<u>\$ (15,686)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			15,686	
Adjustment to expenditures			<u>-</u>	
<b>NET CHANGES IN FUND BALANCE</b>			<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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	532	435	(97)
Interest	-	-	-	-
<i>Total revenues</i>	-	532	435	(97)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	532	532	-
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>	-	532	532	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(97)	(97)
<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>	-	-	(97)	(97)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (97)	\$ (97)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			97	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<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**  
**TEACHER PRINCIPAL TRAINING**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	12,772	10,484	(2,288)
Interest	-	-	-	-
<i>Total revenues</i>	-	12,772	10,484	(2,288)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,442	10,386	2,056
<i>Support Services:</i>				
Students	-	330	298	32
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>	-	12,772	10,684	2,088
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(200)	(200)
<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>	-	-	(200)	(200)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (200)	\$ (200)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			200	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	1,060	1,060	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,060	1,060	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,060	1,060	-
<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>	-	1,060	1,060	-
<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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

	<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	-	-	(202)	(202)
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(202)</u>	<u>(202)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(202)</u>	<u>(202)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>202</u>	<u>202</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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<u>\$ (202)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 38,633	\$ 81,829	\$ 77,884	\$ (3,945)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	38,633	81,829	77,884	(3,945)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	26,275	44,615	37,451	7,164
Support Services:				
Students	9,358	465	416	49
Instruction	-	10,496	3,895	6,601
General Administration	-	5,395	4,811	584
School Administration	-	3,000	2,860	140
Central Services	-	14,858	13,998	860
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	3,000	3,000	1,461	1,539
Capital outlay	-	-	-	-
<i>Total expenditures</i>	38,633	81,829	64,892	16,937
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	12,992	12,992
<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>	-	-	12,992	12,992
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(7,173)	(7,173)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 5,819	\$ 5,819
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			-	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ 12,992</b>	

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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 153	\$ 153
State sources	-	8,805	-	(8,805)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	8,805	153	(8,652)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	8,805	8,561	244
<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>	-	8,805	8,561	244
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(8,408)	(8,408)
<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>	-	-	(8,408)	(8,408)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (8,408)	\$ (8,408)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			8,408	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

Exhibit C-13

	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 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>	-	-	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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,178	1,178	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,178</u>	<u>1,178</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	-	1,178	1,178	-
<i>Total expenditures</i>	<u>-</u>	<u>1,178</u>	<u>1,178</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i> <i>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</i> <i>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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
Property taxes	164,384	164,384	159,345	(5,039)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>164,384</u>	<u>164,384</u>	<u>159,345</u>	<u>(5,039)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	3,100	3,100	1,434	1,666
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	304,757	282,119	92,759	189,360
<i>Total expenditures</i>	<u>307,857</u>	<u>285,219</u>	<u>94,193</u>	<u>191,026</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(143,473)</u>	<u>(120,835)</u>	<u>65,152</u>	<u>185,987</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	143,473	120,835	-	(120,835)
<i>Total other financing sources (uses)</i>	<u>143,473</u>	<u>120,835</u>	<u>-</u>	<u>(120,835)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>65,152</u>	<u>65,152</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>120,835</u>	<u>120,835</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 185,987</u>	<u>\$ 185,987</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustment to revenues			(65,152)	
Adjustment to expenditures			-	
<b>NET CHANGES IN FUND BALANCE</b>			<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**  
**SB 9 CAPITAL IMPROVEMENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	11,343	18,866	6,320	(12,546)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,343</u>	<u>18,866</u>	<u>6,320</u>	<u>(12,546)</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	11,343	18,866	6,320	12,546
<i>Total expenditures</i>	<u>11,343</u>	<u>18,866</u>	<u>6,320</u>	<u>12,546</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			-	
<b>NET CHANGES IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>10,917</u>
<b>Total Assets</b>	<u><u>\$ 10,917</u></u>
LIABILITIES	
Deposits held for others	<u>10,917</u>
<b>Total Liabilities</b>	<u><u>\$ 10,917</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**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 12,965	\$ 5,252	\$ 7,300	\$ 10,917
<b>Total assets</b>	<u>\$ 12,965</u>	<u>\$ 5,252</u>	<u>\$ 7,300</u>	<u>\$ 10,917</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 12,965	\$ 5,252	\$ 7,300	\$ 10,917
<b>Total liabilities</b>	<u>\$ 12,965</u>	<u>\$ 5,252</u>	<u>\$ 7,300</u>	<u>\$ 10,917</u>

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, 2012**

Schedule II

Bank Account Type	US Bank	Bank of Albuquerque	Total
Checking - Operational Account	\$ 614,585	\$ 111,978	\$ 726,563
Total On Deposit	614,585	111,978	726,563
Reconciling Items	(73,284)	-	(73,284)
Reconciled Balance June 30, 2012	<u>\$ 541,301</u>	<u>\$ 111,978</u>	<u>\$ 653,279</u>
Agency Funds:			
Checking- Student Activities	<u>\$ 10,959</u>		
Total On Deposit	10,959		
Reconciling Items	<u>(42)</u>		
Reconciled Balance June 30, 2012	<u>\$ 10,917</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, 2012**

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, 2011	\$ 351,920 *	\$ 9,607	\$ -	\$ 12,965	\$ -	\$ -
Add:						
2011-12 revenues	2,532,229	12,682	31,637	7,652	94,667	1,060
Total cash available	2,884,149	22,289	31,637	20,617	94,667	1,060
Less:						
Receivables/Payables	-	-	-	-	-	-
2011-12 expenditures	(2,405,461)	(15,149)	(31,637)	(7,300)	(125,174)	(1,060)
Loans to other funds	(38,915)	-	-	-	30,507	-
Cash, June 30, 2012	439,773	7,140	-	13,317	-	-
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	(153)	-	-	(2,400)	-	-
Cash per books	439,620	7,140	-	10,917	\$ -	-
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	38,915	-	-	(2,400)	30,507	-
Fund Balance, Modified Accrual Basis	478,688	7,140	-	10,917	-	-

\* Agrees to prior year audited cash after adjustments.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**AMY BIEHL CHARTER HIGH SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Local Grants Account 26000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improvements HB 33 31600	Capital SB 9 31700	Total
\$ (6,971)	\$ 5,494	\$ -	\$ -	\$ -	\$ 373,015
<u>77,885</u>	<u>153</u>	<u>1,178</u>	<u>159,345</u>	<u>6,320</u>	<u>2,924,808</u>
70,914	5,647	1,178	159,345	6,320	3,297,823
(65,096)	-	-	-	-	-
<u>-</u>	<u>(8,561)</u>	<u>(1,178)</u>	<u>(94,193)</u>	<u>(6,320)</u>	<u>(2,761,129)</u>
	8,408	-	-	-	-
<u>5,818</u>	<u>5,494</u>	<u>-</u>	<u>65,152</u>	<u>-</u>	<u>536,694</u>
9,067	153	-	120,835	-	127,502
<u>14,885</u>	<u>5,647</u>	<u>-</u>	<u>185,987</u>	<u>-</u>	<u>\$ 664,196</u>
				Less Activity Fund	<u>\$ 10,917</u>
				Exhibit B-1	<u>\$ 653,279</u>
-	-	-	185,987	-	253,009
<u>5,819</u>	<u>5,647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>508,211</u>
				Less Activity Fund	<u>10,917</u>
				Exhibit B-1	<u>497,294</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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Primary Government</b>	
	<u><b>Governmental Activities</b></u>	<u><b>Component Unit</b></u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 303,098	\$ 36,516
Prepaid Expenses	13,000	-
Receivables		
Due from other governments	44,903	-
Total current assets	<u>361,001</u>	<u>36,516</u>
Noncurrent assets:		
Capital assets		
Furniture, fixtures and equipment	81,681	-
Building and improvements	23,270	2,377,167
Less: accumulated depreciation	<u>(91,485)</u>	<u>(121,906)</u>
Total noncurrent assets	<u>13,466</u>	<u>2,255,261</u>
Total assets	<u>\$ 374,467</u>	<u>\$ 2,291,777</u>
<b>LIABILITIES AND NET ASSETS</b>		
Accrued liabilities	\$ 18,767	\$ -
Due to government	516	-
Due to agency funds	88	-
Current portion of capital lease obligation	<u>-</u>	<u>248,675</u>
Total current liabilities	<u>19,371</u>	<u>248,675</u>
Noncurrent portion of capital lease obligation	<u>-</u>	<u>1,688,132</u>
Total liabilities	<u>19,371</u>	<u>1,936,807</u>
Invested in capital assets, net of related debt	13,466	318,454
Restricted	21,337	-
Unrestricted	<u>320,293</u>	<u>36,516</u>
Total net assets	<u>355,096</u>	<u>354,970</u>
Total liabilities and net assets	<u>\$ 374,467</u>	<u>\$ 2,291,777</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Assets	Component Unit
	Expenses	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions		
Governmental activities:						
Instruction	989,655	\$ -	\$ 144,406	\$ -	\$ (845,249)	-
Support services:						
Students	261,858	-	-	-	(261,858)	-
Instruction	-	-	-	-	-	-
General Administration	17,538	-	-	-	(17,538)	-
School Administration	154,398	-	-	-	(154,398)	-
Central Services	61,932	-	-	-	(61,932)	-
Operation & Maintenance of Plant	374,947	-	-	-	(374,947)	-
Food Services Operation	27,969	-	27,397	-	(572)	-
Facilities, Materials, Supplies & Other Services	141,658	-	-	140,463	(1,195)	-
Total governmental activities	<u>\$ 2,029,955</u>	<u>\$ -</u>	<u>\$ 171,803</u>	<u>\$ 140,463</u>	<u>(1,717,689)</u>	<u>-</u>
COMPONENT UNIT						
Foundation	193,671	-	-	-	-	(193,671)
			<b>General Revenues:</b>			
			State Equalization Guarantee		1,677,965	-
			Miscellaneous		4,153	377,143
			Total general revenues		<u>1,682,118</u>	<u>377,143</u>
			Change in net assets		<u>(35,571)</u>	<u>183,472</u>
			Net assets - beginning		<u>390,667</u>	<u>171,498</u>
			Net assets - ending		<u>\$ 355,096</u>	<u>\$ 354,970</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 294,677	\$ 5,405	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	2,555	28,788	3,735
Due from other funds	43,918	432	-	-	-
Deposits	13,000	-	-	-	-
<i>Total assets</i>	<u>\$ 351,595</u>	<u>\$ 5,837</u>	<u>\$ 2,555</u>	<u>\$ 28,788</u>	<u>\$ 3,735</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	18,047	-	-	720	-
Due to other funds	-	-	2,722	28,068	3,735
Due to government	-	-	-	-	-
Due to agency funds	88	-	-	-	-
<i>Total liabilities</i>	<u>18,135</u>	<u>-</u>	<u>2,722</u>	<u>28,788</u>	<u>3,735</u>
<i>Fund balances</i>					
Nonspendable	13,000	-	-	-	-
Restricted	-	5,837	-	-	-
Assigned	168,206	-	-	-	-
Unassigned (deficit)	152,254	-	(167)	-	-
<i>Total fund balance (deficit)</i>	<u>333,460</u>	<u>5,837</u>	<u>(167)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 351,595</u>	<u>\$ 5,837</u>	<u>\$ 2,555</u>	<u>\$ 28,788</u>	<u>\$ 3,735</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	Dual Credit 27103	2010 Library GO Bonds 27106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	352	-	-	142	1,971
Due from other funds	-	-	-	-	-
Deposits	-	-	-	-	-
	<u>\$ 352</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 1,971</u>
<i>Total assets</i>	<u>\$ 352</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 1,971</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	-
Due to other funds	352	-	-	142	1,971
Due to government	-	-	-	-	-
Due to agency funds	-	-	-	-	-
	<u>352</u>	<u>-</u>	<u>-</u>	<u>142</u>	<u>1,971</u>
<i>Total liabilities</i>	<u>352</u>	<u>-</u>	<u>-</u>	<u>142</u>	<u>1,971</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 352</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 142</u>	<u>\$ 1,971</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Technology for Education 27117	Library GO Bond 27170	GRADS 28190	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 63	\$ 453	\$ 2,500	\$ -	\$ -	\$ 303,098
Accounts receivable						
Due from other governments	-	-	-	-	7,360	44,903
Due from other funds	-	-	-	-	-	44,350
Deposits	-	-	-	-	-	13,000
<i>Total assets</i>	<u>\$ 63</u>	<u>\$ 453</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 7,360</u>	<u>\$ 405,351</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	18,767
Due to other funds	-	-	-	-	7,360	44,350
Due to government	63	453	-	-	-	516
Due to agency funds	-	-	-	-	-	88
<i>Total liabilities</i>	<u>63</u>	<u>453</u>	<u>-</u>	<u>-</u>	<u>7,360</u>	<u>63,721</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	13,000
Restricted	-	-	2,500	-	-	8,337
Assigned	-	-	-	-	-	168,206
Unassigned (deficit)	-	-	-	-	-	152,087
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>341,630</u>
<i>Total liabilities and fund balance</i>	<u>\$ 63</u>	<u>\$ 453</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 7,360</u>	<u>\$ 405,351</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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 341,630
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>13,466</u>
Net Assets-total Governmental Activities	<u><u>\$ 355,096</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 802	\$ -	\$ -	\$ -	\$ -
State sources	1,677,966	7,987	-	-	-
Federal sources	-	-	27,397	72,774	36,915
Miscellaneous	3,351	-	-	-	-
<i>Total revenues</i>	<u>1,682,119</u>	<u>7,987</u>	<u>27,397</u>	<u>72,774</u>	<u>36,915</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	860,877	6,436	-	72,493	36,915
Support Services:					
Students	247,606	-	-	281	-
Instruction	-	-	-	-	-
General Administration	17,538	-	-	-	-
School Administration	154,398	-	-	-	-
Central Services	61,932	-	-	-	-
Operation & Maintenance of Plant	370,979	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	27,969	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,713,330</u>	<u>6,436</u>	<u>27,969</u>	<u>72,774</u>	<u>36,915</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(31,211)</u>	<u>1,551</u>	<u>(572)</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>(31,211)</u>	<u>1,551</u>	<u>(572)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>364,671</u>	<u>4,286</u>	<u>405</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 333,460</u>	<u>\$ 5,837</u>	<u>\$ (167)</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	Dual Credit 27103	2010 Library GO Bond 27106
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	477	1,971
Federal sources	352	8,622	808	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>352</u>	<u>8,622</u>	<u>808</u>	<u>477</u>	<u>1,971</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	352	8,622	808	477	-
Support Services:					
Students	-	-	-	-	1,971
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>352</u>	<u>8,622</u>	<u>808</u>	<u>477</u>	<u>1,971</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Technology for Education 27117	Library GO Bond 27170	GRADS 28190	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 802
State sources	-	-	14,500	133,103	7,360	1,843,364
Federal sources	-	-	-	-	-	146,868
Miscellaneous	-	-	-	-	-	3,351
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>14,500</u>	<u>133,103</u>	<u>7,360</u>	<u>1,994,385</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	-	-	-	-	986,980
Support Services:						
Students	-	-	12,000	-	-	261,858
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	17,538
School Administration	-	-	-	-	-	154,398
Central Services	-	-	-	-	-	61,932
Operation & Maintenance of Plant	-	-	-	-	-	370,979
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	27,969
Capital outlay	-	-	-	133,103	7,360	140,463
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>133,103</u>	<u>7,360</u>	<u>2,022,117</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>(27,732)</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>-</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>(27,732)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>369,362</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 341,630</u>



**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, 2012

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	\$ (27,732)
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 exceed capital outlays for the period.	
Depreciation expense	<u>(7,839)</u>
Excess of capital outlay over depreciation expense	<u>(7,839)</u>
Change in Net Assets of governmental activities:	<u><u>\$ (35,571)</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CESAR CHAVEZ COMMUNITY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 802	\$ 802
State sources	1,644,047	1,677,966	1,677,966	-
Federal sources	-	-	-	-
Miscellaneous	-	-	3,351	3,351
<i>Total revenues</i>	<u>1,644,047</u>	<u>1,677,966</u>	<u>1,682,119</u>	<u>4,153</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	896,760	916,806	865,950	50,856
Support Services:				
Students	282,535	282,535	247,606	34,929
Instruction	-	-	-	-
General Administration	20,700	22,530	17,538	4,992
School Administration	155,386	158,726	154,398	4,328
Central Services	63,374	63,374	61,932	1,442
Operation & Maintenance of Plant	393,498	402,201	370,979	31,222
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,812,253</u>	<u>1,846,172</u>	<u>1,718,403</u>	<u>127,769</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(168,206)</u>	<u>(168,206)</u>	<u>(36,284)</u>	<u>131,922</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	168,206	168,206	-	(168,206)
<i>Total other financing sources (uses)</i>	<u>168,206</u>	<u>168,206</u>	<u>-</u>	<u>(168,206)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(36,284)</u>	<u>(36,284)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>369,743</u>	<u>369,743</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 333,459</u>	<u>\$ 333,459</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,073	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (31,211)</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, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	6,604	7,987	7,987	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,604</u>	<u>7,987</u>	<u>7,987</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	6,604	7,987	6,436	1,551
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>6,604</u>	<u>7,987</u>	<u>6,436</u>	<u>1,551</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,551</u>	<u>1,551</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>1,551</u>	<u>1,551</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>4,286</u>	<u>4,286</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,837</u>	<u>\$ 5,837</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,551</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 27,450	\$ 27,450	\$ -	\$ (27,450)
State sources	-	-	-	-
Federal sources	-	644	24,842	24,198
Interest	-	-	-	-
<i>Total revenues</i>	<u>27,450</u>	<u>28,094</u>	<u>24,842</u>	<u>(3,252)</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	28,094	27,969	125
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>27,450</u>	<u>28,094</u>	<u>27,969</u>	<u>125</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,127)</u>	<u>(3,127)</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>(3,127)</u>	<u>(3,127)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>405</u>	<u>405</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,722)</u>	<u>\$ (2,722)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,555	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (572)</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 - IASA**

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	71,955	73,892	57,534	(16,358)
Interest	-	-	-	-
<i>Total revenues</i>	<u>71,955</u>	<u>73,892</u>	<u>57,534</u>	<u>(16,358)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	70,955	72,892	72,493	399
Support Services:				
Students	1,000	1,000	281	719
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>71,955</u>	<u>73,892</u>	<u>72,774</u>	<u>1,118</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,240)</u>	<u>(15,240)</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>(15,240)</u>	<u>(15,240)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(13,548)</u>	<u>(13,548)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (28,788)</u>	<u>\$ (28,788)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			15,240	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	38,999	33,180	(5,819)
Interest	-	-	-	-
<i>Total revenues</i>	-	38,999	33,180	(5,819)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	38,999	36,915	2,084
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>	-	38,999	36,915	2,084
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(3,735)	(3,735)
<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>	-	-	(3,735)	(3,735)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,735)	\$ (3,735)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,735	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	352	18	(334)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>352</u>	<u>18</u>	<u>(334)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	352	352	-
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>352</u>	<u>352</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(334)</u>	<u>(334)</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>(334)</u>	<u>(334)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(18)</u>	<u>(18)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (352)</u>	<u>\$ (352)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			334	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	7,374	8,622	11,167	2,545
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,374</u>	<u>8,622</u>	<u>11,167</u>	<u>2,545</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,374	8,622	8,622	-
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>7,374</u>	<u>8,622</u>	<u>8,622</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,545</u>	<u>2,545</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>2,545</u>	<u>2,545</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,545)</u>	<u>(2,545)</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			(2,545)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	808	808	-
Interest	-	-	-	-
<i>Total revenues</i>	-	808	808	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	808	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>	-	808	808	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CESAR CHAVEZ COMMUNITY SCHOOL**  
**DUAL CREDIT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	477	335	(142)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	477	335	(142)
<i>Expenditures:</i>				
Current:				
Instruction	-	477	477	-
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>	-	477	477	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(142)	(142)
<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>	-	-	(142)	(142)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (142)	\$ (142)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			142	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CESAR CHAVEZ COMMUNITY SCHOOL**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,160	2,160	-	(2,160)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,160</u>	<u>2,160</u>	<u>-</u>	<u>(2,160)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	2,160	2,160	1,971	189
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>2,160</u>	<u>2,160</u>	<u>1,971</u>	<u>189</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,971)</u>	<u>(1,971)</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>(1,971)</u>	<u>(1,971)</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>\$ (1,971)</u>	<u>\$ (1,971)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,971	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	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	-	-	-	-
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>	-	-	63	63
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 63	\$ 63
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures				
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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**

Exhibit C-12

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	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>453</u>	<u>453</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 453</u>	<u>\$ 453</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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-13

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	20,000	14,500	(5,500)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	20,000	14,500	(5,500)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	8,000	-	8,000
Support Services:				
Students	-	12,000	12,000	-
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>	-	20,000	12,000	8,000
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	2,500	2,500
<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>	-	-	2,500	2,500
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 2,500	\$ 2,500
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 2,500</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, 2012**

Exhibit C-14

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	133,103	133,103	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	133,103	133,103	-
<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 Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	133,103	133,103	-
<i>Total expenditures</i>	-	133,103	133,103	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CESAR CHAVEZ COMMUNITY SCHOOL**  
**SB 9 CAPITAL IMPROVEMENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,326	7,360	-	(7,360)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,326</u>	<u>7,360</u>	<u>-</u>	<u>(7,360)</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	3,326	7,360	7,360	-
<i>Total expenditures</i>	<u>3,326</u>	<u>7,360</u>	<u>7,360</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,360)</u>	<u>(7,360)</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>(7,360)</u>	<u>(7,360)</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>\$ (7,360)</u>	<u>\$ (7,360)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,360	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	



**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
CESAR CHAVEZ COMMUNITY SCHOOL  
STATEMENT OF FIDUCIARY NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	6,734
Due from other funds	<u>88</u>
<b>Total Assets</b>	<u><u>\$ 6,822</u></u>
<b>LIABILITIES</b>	
Deposits held for others	<u>6,822</u>
<b>Total Liabilities</b>	<u><u>\$ 6,822</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, 2012**

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in bank	\$ 6,366	4,098	3,730	\$ 6,734
Due from other funds	\$ 336	88	336	\$ 88
<b>Total assets</b>	<u>\$ 6,702</u>	<u>4,186</u>	<u>\$ 4,066</u>	<u>\$ 6,822</u>
<b>LIABILITIES</b>				
Deposits held for others	\$ 6,702	\$ 4,186	\$ 4,066	\$ 6,822
<b>Total liabilities</b>	<u>\$ 6,702</u>	<u>\$ 4,186</u>	<u>\$ 4,066</u>	<u>\$ 6,822</u>

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, 2012

Schedule II

Bank Account Type	
Checking - Operational Account	\$ 335,416
Petty Cash	<u>\$ 50</u>
Total On Deposit	335,466
Reconciling Items	<u>(32,368)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 303,098</u></u>
Checking - Agency Funds	\$ 7,192
Total On Deposit	<u>7,192</u>
Reconciling Items	<u>(458)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 6,734</u></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, 2012**

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, 2011	\$ 364,671	\$ 4,286	\$ 405	\$ 6,702	\$ -	\$ -
Add:						
2011-12 revenues	1,682,119	7,987	24,842	4,098	118,663	808
Loans from other funds	-	-	-	-	-	-
Total cash available	2,046,790	12,273	25,247	10,800	118,663	808
Less:						
Receivables/Payables	5,051	-	-	-	(32,156)	-
2011-12 expenditures	(1,713,332)	(6,436)	(27,969)	(3,978)	(118,663)	(808)
Loans to other funds	(43,832)	(432)	2,722	(88)	32,156	-
Cash, June 30, 2012	<u>294,677</u>	<u>5,405</u>	<u>-</u>	<u>6,734</u>	<u>-</u>	<u>-</u>
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per books	<u>294,677</u>	<u>5,405</u>	<u>-</u>	<u>6,734</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit adjustments to income statement that closed to fund balance						
Modified Accrual Adjustments	38,783	432				-
Fund Balance, Modified Accrual Basis	<u>333,460</u>	<u>5,837</u>	<u>(167)</u>	<u>6,822</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CESAR CHAVEZ COMMUNITY SCHOOL**  
**CASH RECONCILIATION**

Schedule III  
 (Page 2 of 2)

State Flow-through Fund 27000	State Direct Fund 28000	Public School Capital Outlay 31200	SB 9 Improvements 31700	Total
\$ 516	\$ -	\$ -	\$ -	\$ 376,580
2,448	14,500	133,103	7,360	1,995,928
-	-	-	-	-
2,964	14,500	133,103	7,360	2,372,508
(1,597)	-	-	(7,360)	(36,062)
(2,448)	(12,000)	(133,103)	(7,360)	(2,026,097)
2,113	-	-	7,360	-
516	2,500	-	-	309,832
-	-	-	-	-
516	2,500	-	-	309,832
			Less Activity Fund	6,734
			Per Exhibit B-1	\$ 303,098
(516)	2,500	-	-	38,699
-	2,500	-	-	348,452
			Less Activity Fund	6,822
			Per Exhibit B-1	\$ 341,630

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME V**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 232,006
Receivables	
Due from government	68,725
Total current assets	<u>300,731</u>
Capital assets	
Furniture, fixtures and equipment	63,579
Less: accumulated depreciation	<u>(27,724)</u>
Total noncurrent assets	<u>35,855</u>
Total assets	<u>\$ 336,586</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	\$ 87,800
Due to government	23,208
Deferred revenue	134,552
Total current liabilities	<u>245,560</u>
Total liabilities	<u>245,560</u>
Invested in capital assets	35,855
Restricted for:	
Other	24,823
Unrestricted	<u>30,348</u>
Total net assets	<u>91,026</u>
Total liabilities and net assets	<u>\$ 336,586</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 1,299,632	\$ 3,392	\$ 42,426	\$ -	\$ (1,253,814)
Support services:					
Students	135,809	-	-	-	(135,809)
Instruction	53,644	-	-	-	(53,644)
General Administration	27,661	-	-	-	(27,661)
School Administration	190,080	-	-	-	(190,080)
Central Services	57,242	-	-	-	(57,242)
Operation & Maintenance of Plant	152,274	-	-	-	(152,274)
Student Transportation	34,813	-	52,077	-	17,264
Food Services Operation	36,079	12,922	23,131	-	(26)
Facilities Materials, Supplies & Other Services	146,693	-	-	127,709	(18,984)
<b>Total governmental activities</b>	<b>\$ 2,133,927</b>	<b>\$ 16,314</b>	<b>\$ 117,634</b>	<b>\$ 127,709</b>	<b>(1,872,270)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,699,804
			Miscellaneous		6,312
			Property Taxes		19,937
			<b>Total general revenues</b>		<b>1,726,053</b>
			<b>Change in net assets</b>		<b>(146,217)</b>
			Net assets - beginning		237,243
			Net assets - ending		<b>\$ 91,026</b>

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, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 49,423	\$ 34,529	\$ 7,533	\$ 26	\$ -
Accounts receivable					
Due from other governments	-	-	-	-	21,325
Due from other funds	106,470	-	-	-	-
<i>Total assets</i>	<u>155,893</u>	<u>34,529</u>	<u>7,533</u>	<u>26</u>	<u>21,325</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	87,800	-	-	-	-
Due to government	-	17,265	-	-	-
Due to other funds	-	-	-	-	21,325
Deferred revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>87,800</u>	<u>17,265</u>	<u>-</u>	<u>-</u>	<u>21,325</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	17,264	7,533	26	-
Assigned	68,093	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>68,093</u>	<u>17,264</u>	<u>7,533</u>	<u>26</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 155,893</u>	<u>\$ 34,529</u>	<u>\$ 7,533</u>	<u>\$ 26</u>	<u>\$ 21,325</u>

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, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255	Walton Foundation 26148
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ 5,943	\$ -	\$ -	\$ -
Accounts receivable						
Due from other governments	-	316	-	7,677	-	-
Due from other funds	-	-	-	-	-	-
<i>Total assets</i>	<u>-</u>	<u>316</u>	<u>5,943</u>	<u>7,677</u>	<u>-</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	-
Due to government	-	-	5,943	-	-	-
Due to other funds	37,745	316	-	7,677	-	-
Deferred revenue	-	-	-	-	-	-
<i>Total liabilities</i>	<u>37,745</u>	<u>316</u>	<u>5,943</u>	<u>7,677</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned (deficit)	<u>(37,745)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>(37,745)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 316</u>	<u>\$ 5,943</u>	<u>\$ 7,677</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CIEN AGUAS INTERNATIONAL SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Library GO Bonds 27105	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	SB9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ 134,552	\$ -	\$ 232,006
Accounts receivable					
Due from other governments	3,000	30,434	-	5,973	68,725
Due from other funds	-	-	-	-	106,470
<i>Total assets</i>	<u>3,000</u>	<u>30,434</u>	<u>134,552</u>	<u>5,973</u>	<u>407,201</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	87,800
Due to government	-	-	-	-	23,208
Due to other funds	3,000	30,434	-	5,973	106,470
Deferred revenue	-	-	134,552	-	134,552
<i>Total liabilities</i>	<u>3,000</u>	<u>30,434</u>	<u>134,552</u>	<u>5,973</u>	<u>352,030</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	24,823
Assigned	-	-	-	-	68,093
Unassigned (deficit)	-	-	-	-	(37,745)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,171</u>
<i>Total liabilities and fund balance</i>	<u>\$ 3,000</u>	<u>\$ 30,434</u>	<u>\$ 134,552</u>	<u>\$ 5,973</u>	<u>\$ 407,201</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CIEN AGUAS INTERNATIONAL SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$	55,171
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>35,855</u>
Net Assets-total Governmental Activities	\$	<u><u>91,026</u></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, 2012**

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>					
Local and county grant	\$ 8,516	\$ -	\$ -	\$ 12,922	\$ -
State grant	1,699,804	52,077	9,508	-	-
Federal grant	-	-	-	23,131	21,325
Miscellaneous income	1,188	-	-	-	-
Taxes	-	-	-	-	-
<i>Total revenues</i>	<u>1,709,508</u>	<u>52,077</u>	<u>9,508</u>	<u>36,053</u>	<u>21,325</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,232,800	-	12,575	-	21,325
Support Services					
Students	134,192	-	-	-	-
Instruction	50,644	-	-	-	-
General Administration	26,300	-	-	-	-
School Administration	181,793	-	-	-	-
Central Services	57,242	-	-	-	-
Operation & Maintenance of Plant	150,718	-	-	-	-
Student Transportation	-	34,813	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	52	-	-	36,027	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,833,741</u>	<u>34,813</u>	<u>12,575</u>	<u>36,027</u>	<u>21,325</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(124,233)</u>	<u>17,264</u>	<u>(3,067)</u>	<u>26</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>(124,233)</u>	<u>17,264</u>	<u>(3,067)</u>	<u>26</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>192,326</u>	<u>-</u>	<u>10,600</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 68,093</u>	<u>\$ 17,264</u>	<u>\$ 7,533</u>	<u>\$ 26</u>	<u>\$ -</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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255	Walton Foundation 26148
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	-	-	-
Federal grant	-	316	-	7,677	600	-
Miscellaneous income	-	-	-	-	-	-
Taxes	-	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>316</u>	<u>-</u>	<u>7,677</u>	<u>600</u>	<u>-</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	36,444	-	-	7,677	600	32,422
Support Services						
Students	1,301	316	-	-	-	-
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	408
School Administration	-	-	-	-	-	200
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>37,745</u>	<u>316</u>	<u>-</u>	<u>7,677</u>	<u>600</u>	<u>33,030</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(37,745)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,030)</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>(37,745)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,030)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,030</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (37,745)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2012**

Exhibit B-2  
(Page 3 of 4)

	Library GO Bonds 27105	Public Schools Capital Outlay 31200	HB 33 Capital Improvements 31600	SB9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 21,438
State grant	3,000	121,736	-	5,973	1,892,098
Federal grant	-	-	-	-	53,049
Miscellaneous income	-	-	-	-	1,188
Taxes	-	-	19,937	-	19,937
<i>Total revenues</i>	<u>3,000</u>	<u>121,736</u>	<u>19,937</u>	<u>5,973</u>	<u>1,987,710</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	-	-	-	1,343,843
Support Services					
Students	-	-	-	-	135,809
Instruction	3,000	-	-	-	53,644
General Administration	-	-	953	-	27,661
School Administration	-	-	-	-	181,993
Central Services	-	-	-	-	57,242
Operation & Maintenance of Plant	-	-	-	-	150,718
Student Transportation	-	-	-	-	34,813
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	36,079
Capital outlay	-	121,736	18,984	5,973	146,693
<i>Total expenditures</i>	<u>3,000</u>	<u>121,736</u>	<u>19,937</u>	<u>5,973</u>	<u>2,168,495</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(180,785)</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(180,785)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>235,956</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 55,171</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 CIEN 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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (180,785)
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	(9,643)
Capital Outlays	-
	(9,643)
Change in Net Assets-total Governmental Activities	\$ (146,217)



**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 8,516	\$ 8,516
State grants	1,805,668	1,699,804	1,699,804	-
Federal grants	-	-	-	-
Miscellaneous	-	-	1,188	1,188
<i>Total revenues</i>	<u>1,805,668</u>	<u>1,699,804</u>	<u>1,709,508</u>	<u>9,704</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,273,212	1,263,173	1,232,800	30,373
Support Services				
Students	106,149	134,040	134,192	(152)
Instruction	35,000	50,567	50,644	(77)
General Administration	36,000	30,696	26,300	4,396
School Administration	184,074	181,055	181,793	(738)
Central Services	58,440	57,544	57,242	302
Operation & Maintenance of Plant	301,623	173,057	150,718	22,339
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	2,000	2,000	52	1,948
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,996,498</u>	<u>1,892,132</u>	<u>1,833,741</u>	<u>58,391</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(190,830)</u>	<u>(192,328)</u>	<u>(124,233)</u>	<u>68,095</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	190,830	192,328	-	(192,328)
<i>Total other financing sources (uses)</i>	<u>190,830</u>	<u>192,328</u>	<u>-</u>	<u>(192,328)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(124,233)</u>	<u>(124,233)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>192,326</u>	<u>192,326</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 68,093</u>	<u>\$ 68,093</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (124,233)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL SCHOOL**  
**PUPIL TRANSPORTATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	69,342	69,342	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>69,342</u>	<u>69,342</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	-	69,342	34,813	34,529
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>69,342</u>	<u>34,813</u>	<u>34,529</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>34,529</u>	<u>34,529</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>34,529</u>	<u>34,529</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>\$ 34,529</u>	<u>\$ 34,529</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(17,265)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 17,264</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	5,955	9,508	9,508	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,955</u>	<u>9,508</u>	<u>9,508</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,955	20,108	12,575	7,533
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>5,955</u>	<u>20,108</u>	<u>12,575</u>	<u>7,533</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,600)</u>	<u>(3,067)</u>	<u>7,533</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	10,600	-	(10,600)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,600</u>	<u>-</u>	<u>(10,600)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,067)</u>	<u>(3,067)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,600</u>	<u>10,600</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,533</u>	<u>\$ 7,533</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,067)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL SCHOOL**  
**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 40,000	\$ 12,922	\$ (27,078)
State grants	-	-	-	-
Federal grants	-	-	23,131	23,131
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>40,000</u>	<u>36,053</u>	<u>(3,947)</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	-	40,000	36,027	3,973
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>40,000</u>	<u>36,027</u>	<u>3,973</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>26</u>	<u>26</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</u>	<u>26</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</u>	<u>\$ 26</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 26</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**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	17,253	21,325	6,515	(14,810)
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,253</u>	<u>21,325</u>	<u>6,515</u>	<u>(14,810)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	17,253	21,325	21,325	-
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>17,253</u>	<u>21,325</u>	<u>21,325</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(14,810)</u>	<u>(14,810)</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>(14,810)</u>	<u>(14,810)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(6,515)</u>	<u>(6,515)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,325)</u>	<u>\$ (21,325)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			14,810	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	24,613	37,745	6,625	(31,120)
Interest	-	-	-	-
<i>Total revenues</i>	<u>24,613</u>	<u>37,745</u>	<u>6,625</u>	<u>(31,120)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	24,613	36,444	36,444	-
Support Services				
Students	-	1,301	1,301	-
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>24,613</u>	<u>37,745</u>	<u>37,745</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(31,120)</u>	<u>(31,120)</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>(31,120)</u>	<u>(31,120)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(6,625)</u>	<u>(6,625)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,745)</u>	<u>\$ (37,745)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,625)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (37,745)</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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	316	222	(94)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>316</u>	<u>222</u>	<u>(94)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	316	316	-
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>316</u>	<u>316</u>	<u>(94)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(94)	94
<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>(94)</u>	<u>(94)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(222)</u>	<u>(222)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (316)</u>	<u>\$ (316)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			94	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	4,065	7,677	566	(7,111)
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,065</u>	<u>7,677</u>	<u>566</u>	<u>(7,111)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,065	7,677	7,677	-
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>4,065</u>	<u>7,677</u>	<u>7,677</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(7,111)	7,111
<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>(7,111)</u>	<u>(7,111)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(566)</u>	<u>(566)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,677)</u>	<u>\$ (7,677)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,111	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	600	10,340	9,740
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>600</u>	<u>10,340</u>	<u>9,740</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	600	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>-</u>	<u>600</u>	<u>600</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,740)</u>	<u>(9,740)</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			(9,740)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	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	20,000	32,422	32,422	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	408	408	-
School Administration	-	200	200	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	20,000	33,030	33,030	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(20,000)	(33,030)	(33,030)	-
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	20,000	33,030	-	(33,030)
<i>Total other financing sources (uses)</i>	20,000	33,030	-	(33,030)
<i>Net changes in fund balances</i>	-	-	(33,030)	(33,030)
<i>Cash or fund balance, beginning of year</i>	-	-	33,030	33,030
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (33,030)</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL SCHOOL**  
**LIBRARY GO BOND**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	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>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,000	3,000	-
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>3,000</u>	<u>3,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>(3,000)</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>(3,000)</u>	<u>(3,000)</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>\$ (3,000)</u>	<u>\$ (3,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,000	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	121,736	91,302	(30,434)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>121,736</u>	<u>91,302</u>	<u>(30,434)</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	-	121,736	121,736	-
<i>Total expenditures</i>	<u>-</u>	<u>121,736</u>	<u>121,736</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(30,434)</u>	<u>(30,434)</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>(30,434)</u>	<u>(30,434)</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>\$ (30,434)</u>	<u>\$ (30,434)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			30,434	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 97,566	\$ 97,566	\$ 95,330	\$ (2,236)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	97,566	97,566	95,330	(2,236)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	953	(953)
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	976	976	-	976
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	161,631	155,749	18,984	136,765
<i>Total expenditures</i>	162,607	156,725	19,937	136,788
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(65,041)	(59,159)	75,393	134,552
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	65,041	59,159	-	(59,159)
<i>Total other financing sources (uses)</i>	65,041	59,159	-	(59,159)
<i>Net changes in fund balances</i>	-	-	75,393	75,393
<i>Cash or fund balance, beginning of year</i>	-	-	59,159	59,159
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 134,552	\$ 134,552
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(75,393)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL 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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,335	5,973	-	(5,973)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,335</u>	<u>5,973</u>	<u>-</u>	<u>(5,973)</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	2,335	5,973	5,973	-
<i>Total expenditures</i>	<u>2,335</u>	<u>5,973</u>	<u>5,973</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,973)</u>	<u>(5,973)</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>(5,973)</u>	<u>(5,973)</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>\$ (5,973)</u>	<u>\$ (5,973)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,973	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	
Checking - Operational	<u>\$ 301,402</u>
Reconciling Items	<u>(69,396)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 232,006</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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Food Services Materials 21000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2011	\$ 192,327	\$ -	\$ 10,600	\$ -	\$ 5,943	\$ -
Add:						
2011-12 revenues	1,709,508	69,342	9,508	36,053	-	600
Loans from other funds	-	-	-	-	-	-
Total cash available	1,901,835	69,342	20,108	36,053	5,943	600
Less:						
2011-12 expenditures	(1,833,742)	(34,813)	(12,575)	(36,027)	(67,063)	(600)
Receivables/Payables	-	-	-	-	67,063	-
Permanent cash transfers	-	-	-	-	(5,943)	-
Cash, June 30, 2012	<u>68,093</u>	<u>34,529</u>	<u>7,533</u>	<u>26</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	(18,670)	-	-	-	5,943	-
Cash per Books	<u>49,423</u>	<u>34,529</u>	<u>7,533</u>	<u>26</u>	<u>5,943</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	-	(17,265)	-	-	(43,688)	-
Fund Balance, Modified Accrual Basis (deficit)	<u>68,093</u>	<u>17,264</u>	<u>7,533</u>	<u>26</u>	<u>(37,745)</u>	<u>-</u>



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CIEN AGUAS INTERNATIONAL SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
 (Page 2 of 2)

Local Grants Account 26000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improv HB 33 31600	Capital Improv SB9 31700	Total
\$ 33,030	\$ -	\$ -	\$ 59,159	\$ -	\$ 301,059
-	-	91,302	95,330	-	2,011,643
-	-	-	-	-	-
33,030	-	91,302	154,489	-	2,312,702
(33,030)	(3,000)	(121,736)	(19,937)	(5,973)	#####
-	3,000	30,434	-	5,973	106,470
-	-	-	-	-	(5,943)
-	-	-	134,552	-	244,733
-	-	-	-	-	(12,727)
-	-	-	134,552	-	232,006
-	-	-	(134,552)	-	(195,505)
-	-	-	-	-	55,171

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**COTTONWOOD CLASSICAL PREPARATORY SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Component Unit</b>
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 42,308	\$ 59,408
Receivables		
Other	57,802	-
Due from other governments	16,323	-
Deposits	6,677	-
Prepays	6,621	-
Total current assets	<u>129,731</u>	<u>59,408</u>
Equipment	-	1,968
Total assets	<u>\$ 129,731</u>	<u>\$ 61,376</u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$ 26,712	\$ 9,976
Accrued expenses	167,700	-
Total current liabilities	<u>194,412</u>	<u>9,976</u>
Total liabilities	194,412	9,976
Restricted	27,156	
Unrestricted (deficit)	<u>(91,837)</u>	<u>51,400</u>
Total net assets (deficit)	<u>(64,681)</u>	<u>51,400</u>
Total liabilities and net assets	<u>\$ 129,731</u>	<u>\$ 61,376</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 2,029,814	\$ 2,586	\$ 186,847	\$ -	\$ (1,840,381)	
Support services:						
Students	139,248	-	-	-	(139,248)	
Instruction	-	-	-	-	-	
General Administration	63,757	-	-	-	(63,757)	
School Administration	176,879	-	-	-	(176,879)	
Central Services	150,432	-	-	-	(150,432)	
Operation & Maintenance of Plant	430,415	-	-	-	(430,415)	
Operation of Non-Instructional Services	-	-	-	-	-	
Student Transportation	-	-	-	-	-	
Food Services Operation	-	-	-	-	-	
Community Services Operations	-	-	-	-	-	
Facilities Materials, Supplies & Other Services	254,839	-	-	254,839	-	
Total governmental activities	<u>\$ 3,245,384</u>	<u>\$ 2,586</u>	<u>\$ 186,847</u>	<u>\$ 254,839</u>	<u>(2,801,112)</u>	
COMPONENT UNIT						
Cottonwood Classical Foundation	\$ 99,414	-	-	-	-	(99,414)
			<b>General Revenues:</b>			
			State Equalization Guarantee		2,714,603	-
			Miscellaneous		-	77,493
			Total general revenues		<u>2,714,603</u>	<u>77,493</u>
			Change in net assets		<u>(86,509)</u>	<u>(21,921)</u>
			Net assets - beginning		21,828	-
			Transfer in-Foundation		-	73,321
			Net assets - ending (deficit)		<u>\$ (64,681)</u>	<u>\$ 51,400</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COTTONWOOD CLASSICAL PREPARATORY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	General 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Teacher Principal Training 24154
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 28,450	\$ 13,577	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	12,408	3,915
Other	57,802	-	-	-
Due from other funds	12,769	-	-	-
Prepays	6,621	-	-	-
Deposits	6,677	-	-	-
	<u>\$ 112,319</u>	<u>\$ 13,577</u>	<u>\$ 12,408</u>	<u>\$ 3,915</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	\$ 26,712	\$ -	\$ -	\$ -
Accrued expenses	164,146	-	3,554	-
Due to other funds	-	-	8,854	3,915
<i>Total liabilities</i>	<u>190,858</u>	<u>-</u>	<u>12,408</u>	<u>3,915</u>
<i>Fund balances</i>				
Nonspendable	13,298	-	-	-
Restricted	-	13,577	-	-
Unassigned (deficit)	<u>(91,837)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>(78,539)</u>	<u>13,577</u>	<u>-</u>	<u>-</u>
 <i>Total liabilities and fund balance</i>	<u>\$ 112,319</u>	<u>\$ 13,577</u>	<u>\$ 12,408</u>	<u>\$ 3,915</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
COTTONWOOD CLASSICAL PREPARATORY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 3)

	Education Job Fund 25255	2009 Dual Credit 27103	Technology for Education 27117	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ 281	\$ -	\$ 42,308
Accounts receivable					
Due from other governments	-	-	-	-	16,323
Other	-	-	-	-	57,802
Due from other funds	-	-	-	-	12,769
Prepays	-	-	-	-	6,621
Deposits	-	-	-	-	6,677
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ 142,500</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 26,712
Accrued expenses	-	-	-	-	167,700
Due to other funds	-	-	-	-	12,769
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>207,181</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	13,298
Restricted	-	-	281	-	13,858
Unassigned (deficit)	-	-	-	-	(91,837)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>281</u>	<u>-</u>	<u>(64,681)</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ 142,500</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, 2012**

Exhibit B-1  
(Page 3 of 3)

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

Fund balances - total governmental funds (deficit)	\$ (64,681)
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 (deficit)	<u><u>\$ (64,681)</u></u>

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, 2012

Exhibit B-2  
(Page 1 of 3)

	General 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Teacher Principal Training 24154
<i>Revenues:</i>				
Local and county sources	\$ 112,006	\$ 608	\$ -	\$ -
State sources	2,714,603	19,017	-	-
Federal sources	-	-	44,480	11,763
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,826,609</u>	<u>19,625</u>	<u>44,480</u>	<u>11,763</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,968,313	9,061	40,618	10,263
Support Services:				
Students	135,386	-	3,862	-
Instruction	-	-	-	-
General Administration	63,757	-	-	-
School Administration	175,379	-	-	1,500
Central Services	150,432	-	-	-
Operation & Maintenance of Plant	430,415	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,923,682</u>	<u>9,061</u>	<u>44,480</u>	<u>11,763</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(97,073)</u>	<u>10,564</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>(97,073)</u>	<u>10,564</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>18,534</u>	<u>3,013</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (78,539)</u>	<u>\$ 13,577</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 2 of 3)

	Education Job Fund 25255	2009 Dual Credit 27103	Technology for Education 27117	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ 112,614
State sources	-	409	-	254,839	2,988,868
Federal sources	1,150	-	-	-	57,393
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,150</u>	<u>409</u>	<u>-</u>	<u>254,839</u>	<u>3,158,875</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,150	409	-	-	2,029,814
Support Services:					
Students	-	-	-	-	139,248
Instruction	-	-	-	-	-
General Administration	-	-	-	-	63,757
School Administration	-	-	-	-	176,879
Central Services	-	-	-	-	150,432
Operation & Maintenance of Plant	-	-	-	-	430,415
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	254,839	254,839
<i>Total expenditures</i>	<u>1,150</u>	<u>409</u>	<u>-</u>	<u>254,839</u>	<u>3,245,384</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(86,509)</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(86,509)</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>281</u>	<u>-</u>	<u>21,828</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 281</u>	<u>\$ -</u>	<u>\$ (64,681)</u>



**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, 2012

Exhibit B-2  
(Page 3 of 3)

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

Net change in fund balances - total governmental funds \$ (86,509)

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: \$ (86,509)

**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 7,000	\$ 83,457	\$ 80,916	\$ (2,541)
State sources	2,710,144	2,719,894	2,714,603	(5,291)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,717,144</u>	<u>2,803,351</u>	<u>2,795,519</u>	<u>(7,832)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,971,645	1,920,536	1,968,313	(47,777)
Support Services:				
Students	107,634	133,739	135,386	(1,647)
Instruction	-	-	-	-
General Administration	32,250	63,301	63,757	(456)
School Administration	212,826	178,632	175,379	3,253
Central Services	151,741	146,134	150,432	(4,298)
Operation & Maintenance of Plant	289,048	449,889	430,138	19,751
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,765,144</u>	<u>2,892,231</u>	<u>2,923,405</u>	<u>(31,174)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(48,000)</u>	<u>(88,880)</u>	<u>(127,886)</u>	<u>(39,006)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	48,000	88,880	-	(88,880)
<i>Total other financing sources (uses)</i>	<u>48,000</u>	<u>88,880</u>	<u>-</u>	<u>(88,880)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(127,886)</u>	<u>(127,886)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>144,823</u>	<u>144,823</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,937</u>	<u>\$ 16,937</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			31,090	
Adjustments to expenditures			<u>(277)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (97,073)</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 608	\$ 608
State sources	12,884	12,884	19,017	6,133
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,884</u>	<u>12,884</u>	<u>19,625</u>	<u>6,741</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	36,470	37,079	9,061	28,018
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>36,470</u>	<u>37,079</u>	<u>9,061</u>	<u>28,018</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(23,586)</u>	<u>(24,195)</u>	<u>10,564</u>	<u>34,759</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	23,586	24,195	-	(24,195)
<i>Total other financing sources (uses)</i>	<u>23,586</u>	<u>24,195</u>	<u>-</u>	<u>(24,195)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>10,564</u>	<u>10,564</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,013</u>	<u>3,013</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,577</u>	<u>\$ 13,577</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 10,564</u>	

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, 2012**

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	51,954	84,544	39,561	(44,983)
Interest	-	-	-	-
<i>Total revenues</i>	51,954	84,544	39,561	(44,983)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	51,954	51,954	40,618	11,336
Support Services:				
Students	-	32,590	3,862	28,728
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>	51,954	84,544	44,480	40,064
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(4,919)	(4,919)
<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>	-	-	(4,919)	(4,919)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(7,489)	(7,489)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (12,408)	\$ (12,408)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,919	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

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	7,848	11,763	7,848	(3,915)
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,848</u>	<u>11,763</u>	<u>7,848</u>	<u>(3,915)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,848	10,263	10,263	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,500	1,500	-
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>7,848</u>	<u>11,763</u>	<u>11,763</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,915)</u>	<u>(3,915)</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,915)</u>	<u>(3,915)</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>\$ (3,915)</u>	<u>\$ (3,915)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,915	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,150	20,106	18,956
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,150	20,106	18,956
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,150	1,150	-
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>	-	1,150	1,150	-
<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 (deficit)</i>	-	-	(18,956)	(18,956)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(18,956)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**COTTONWOOD CLASSICAL PREPARATORY SCHOOL**  
**2009 DUAL CREDIT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	717	409	(308)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	717	409	(308)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	717	409	308
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>	-	717	409	308
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012

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	-	-	-	-
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>	-	-	281	281
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 281	\$ 281
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

Exhibit C-8

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	254,839	254,839	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	254,839	254,839	-
<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	-	254,839	254,839	-
<i>Total expenditures</i>	-	254,839	254,839	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>836</u>
<i>Total assets</i>	<u><u>836</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>836</u>
<i>Total liabilities</i>	<u><u>\$ 836</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, 2012

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 16,932	54,021	70,117	\$ 836
<b>Total assets</b>	<u>\$ 16,932</u>	<u>\$ 54,021</u>	<u>\$ 70,117</u>	<u>\$ 836</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 16,932	54,021	70,117	\$ 836
<b>Total liabilities</b>	<u>\$ 16,932</u>	<u>\$ 54,021</u>	<u>\$ 70,117</u>	<u>\$ 836</u>

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 ACCOUNTS  
 JUNE 30, 2012

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 169,193
Total On Deposit	169,193
Reconciling Items	(126,049)
Reconciled Balance June 30, 2012	\$ 43,144
Less Agency Funds	836
Total Cash	\$ 42,308

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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Activity Account 23000
Cash, June 30, 2011	\$ 144,823	\$ 3,013	\$ 16,932
Add:			
2011-12 revenues	2,795,519	19,626	54,021
Loans from other funds	-	-	-
Total cash available	2,940,342	22,639	70,953
Less:			
2011-12 expenditures	(2,901,387)	(9,062)	(70,117)
Loans to other funds	(13,129) *	-	-
Receivables/Payables	(3,025) *	-	-
Cash, June 30, 2012	22,801 *	13,577	836 *
Fund Balance Reconciliation to GAAP Basis:			
Unreconciled difference	(8,014)	-	(16,096)
Audit reclassifications to cash	13,663	-	16,096
Cash per Books	28,450	13,577	836
Fund Balance Reconciliation to GAAP Basis:			
Unreconciled difference	(8,014)	-	(16,096)
Modified Accrual Adjustments	(93,326)	-	15,260
Fund Balance, Modified Accrual Basis (deficit)	(78,539)	13,577	-

\* Does not agree to general ledger

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**COTTONWOOD CLASSICAL PREPARATORY SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Flowthrough 24000	Federal Direct Fund 25000	State Flowthrough 27000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ 281	\$ -	\$ 165,049
48,017 *	20,106 *	409	254,839	3,192,537
13,127	-	-	-	13,127
61,144	20,106	690	254,839	3,370,713
(61,329)	(1,150)	(409)	(254,839)	(3,298,293)
-	-	-	-	(13,129)
185 *	(18,956) *	5,648	-	(16,148)
- *	- *	5,929 *	-	43,143
(4,671)	(5)	(5,648)	-	(34,434)
4,671	5	-	-	34,435
-	-	281	-	43,144
			Less Activity Funds	836
			Per Exhibit B-1	\$ 42,308
(4,671)	(5)	(5,648)	-	(34,434)
4,671	5	-	-	(73,390)
-	-	281	-	(64,681)
			Less Activity Funds	-
			Per Exhibit B-1	\$ (64,681)

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, 2012**

Exhibit A-1

	<b>Primary Government</b>
	<b><u>Governmental Activities</u></b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 48,763
Receivables	
Due from other governments	59,150
Total assets	<u>\$ 107,913</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 352
Accrued liabilities	87,265
Compensated absences - due within a year	4,441
Total liabilities	<u>92,058</u>
Restricted	9,843
Unrestricted	<u>6,012</u>
Total net assets	<u>15,855</u>
Total liabilities and net assets	<u>\$ 107,913</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

<b>Functions/Programs</b>	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	\$ 1,020,918	\$ 1,898	\$ 41,888	\$ -	\$ (977,132)
Support services:					
Students	336,058	-	-	-	(336,058)
Instruction	-	-	-	-	-
General Administration	18,443	-	-	-	(18,443)
School Administration	114,345	-	-	-	(114,345)
Central Services	106,713	-	-	-	(106,713)
Operation & Maintenance of Plant	204,456	-	-	-	(204,456)
Facilities, Materials, Supplies & Other Services	126,868	-	-	63,624	(63,244)
Total governmental activities	\$ 1,927,801	\$ 1,898	\$ 41,888	\$ 63,624	(1,820,391)
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,652,550
			Miscellaneous		3,127
			Total general revenues		1,655,677
			Change in net assets		(164,714)
			Net assets - beginning		180,569
			Net assets - ending		\$ 15,855

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CREATIVE EDUCATION PREPARATORY #1  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106	Education Job Fund 25255	PNM 26123
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 38,920	\$ 9,352	\$ -	\$ -	\$ -	\$ 491
Accounts receivable						
Due from other governments	-	-	-	32,831	-	-
Due from other funds	131,419	-	-	-	-	-
<i>Total assets</i>	<u>\$ 170,339</u>	<u>\$ 9,352</u>	<u>\$ -</u>	<u>\$ 32,831</u>	<u>\$ -</u>	<u>\$ 491</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	\$ 352	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	87,265	-	-	-	-	-
Due to other funds	-	-	8,043	32,831	-	-
<i>Total liabilities</i>	<u>87,617</u>	<u>-</u>	<u>8,043</u>	<u>32,831</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	9,352	-	-	-	491
Assigned	82,722	-	-	-	-	-
Unassigned (deficit)	-	-	(8,043)	-	-	-
<i>Total fund balance (deficit)</i>	<u>82,722</u>	<u>9,352</u>	<u>(8,043)</u>	<u>-</u>	<u>-</u>	<u>491</u>
<i>Total liabilities and fund balance</i>	<u>\$ 170,339</u>	<u>\$ 9,352</u>	<u>\$ -</u>	<u>\$ 32,831</u>	<u>\$ -</u>	<u>\$ 491</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CREATIVE EDUCATION PREPARATORY #1**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 3)

	TQM 27103	2010 Library GO Bonds 27106	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 48,763
Accounts receivable				
Due from other governments	-	-	26,319	59,150
Due from other funds	-	-	-	131,419
	-	-	-	131,419
<i>Total assets</i>	\$ -	\$ -	\$ 26,319	\$ 239,332
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ 352
Accrued expenses	-	-	-	87,265
Due to other funds	-	982	89,563	131,419
	-	982	89,563	131,419
<i>Total liabilities</i>	-	982	89,563	219,036
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	-	-	9,843
Assigned	-	-	-	82,722
Unassigned (deficit)	-	(982)	(63,244)	(72,269)
	-	(982)	(63,244)	(72,269)
<i>Total fund balance (deficit)</i>	-	(982)	(63,244)	20,296
<i>Total liabilities and fund balance</i>	\$ -	\$ -	\$ 26,319	\$ 239,332

The accompanying notes are an integral part of these financial statements

**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, 2012

Exhibit B-1  
(Page 3 of 3)

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

Fund balances - total governmental funds	\$ 20,296
Compensated Absences	<u>(4,441)</u>
Net Assets-total Governmental Activities	<u>\$ 15,855</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CREATIVE EDUCATION PREPARATORY INSTITUTE #1**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106	Education Job Fund 25255	PNM 26123
<i>Revenues:</i>						
Fees	\$ 5,273	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	1,652,550	7,565	-	-	-	-
Federal sources	-	-	-	32,831	695	-
Interest	2	-	-	-	-	-
<i>Total revenues</i>	<u>1,657,825</u>	<u>7,565</u>	<u>-</u>	<u>32,831</u>	<u>695</u>	<u>-</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	988,335	6,320	5,043	32,831	695	-
Support Services:						
Students	333,058	-	3,000	-	-	-
Instruction	-	-	-	-	-	-
General Administration	18,443	-	-	-	-	-
School Administration	114,345	-	-	-	-	-
Central Services	106,713	-	-	-	-	-
Operation & Maintenance of Plant	204,456	-	-	-	-	-
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<i>Total expenditures</i>	<u>1,765,350</u>	<u>6,320</u>	<u>8,043</u>	<u>32,831</u>	<u>695</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(107,525)</u>	<u>1,245</u>	<u>(8,043)</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>(107,525)</u>	<u>1,245</u>	<u>(8,043)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>190,247</u>	<u>8,107</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>491</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 82,722</u>	<u>\$ 9,352</u>	<u>\$ (8,043)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 491</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, 2012**

Exhibit B-2  
 (Page 2 of 3)

	TQM 27103	2010 Library GO Bonds 27106	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>				
Fees	\$ -	\$ -	\$ -	\$ 5,273
State sources	549	-	63,624	1,724,288
Federal sources	-	-	-	33,526
Interest	-	-	-	2
<i>Total revenues</i>	549	-	63,624	1,763,089
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	549	982	-	1,034,755
Support Services:				
Students	-	-	-	336,058
Instruction	-	-	-	-
General Administration	-	-	-	18,443
School Administration	-	-	-	114,345
Central Services	-	-	-	106,713
Operation & Maintenance of Plant	-	-	-	204,456
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	126,868	126,868
<i>Total expenditures</i>	549	982	126,868	1,941,638
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(982)	(63,244)	(178,549)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	(982)	(63,244)	(178,549)
<i>Fund balances - beginning of year (deficit)</i>	-	-	-	198,845
<i>Fund balances - end of year</i>	\$ -	\$ (982)	\$ (63,244)	\$ 20,296

The accompanying notes are an integral part of these financial statements

**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, 2012

Exhibit B-2  
(Page 3 of 3)

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

Net change in fund balances - total governmental funds	\$ (178,549)
Change in Compensated Absences	<u>13,835</u>
Change in Net Assets of governmental activities:	<u>\$ (164,714)</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, 2012**

Exhibit C-1

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 5,273	\$ 5,273
State sources	1,627,948	1,656,550	1,648,152	(8,398)
Federal sources	-	-	-	-
Interest	-	-	2	2
<i>Total revenues</i>	<u>1,627,948</u>	<u>1,656,550</u>	<u>1,653,427</u>	<u>(3,123)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	986,639	1,015,241	1,018,607	(3,366)
Support Services:				
Students	328,229	328,229	333,058	(4,829)
Instruction	-	-	-	-
General Administration	31,750	31,750	18,443	13,307
School Administration	109,696	109,696	114,345	(4,649)
Central Services	79,584	79,584	106,713	(27,129)
Operation & Maintenance of Plant	317,050	317,050	204,456	112,594
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,852,948</u>	<u>1,881,550</u>	<u>1,795,622</u>	<u>85,928</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(225,000)</u>	<u>(225,000)</u>	<u>(142,195)</u>	<u>82,805</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	225,000	225,000	-	(225,000)
<i>Total other financing sources (uses)</i>	<u>225,000</u>	<u>225,000</u>	<u>-</u>	<u>(225,000)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(142,195)</u>	<u>(142,195)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>281,469</u>	<u>281,469</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 139,274</u>	<u>\$ 139,274</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>34,670</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (107,525)</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**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	6,320	7,565	1,245
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	6,320	7,565	1,245
<i>Expenditures:</i>				
Current:				
Instruction	-	6,320	6,320	-
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>	-	6,320	6,320	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,245	1,245
<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>	-	-	1,245	1,245
<i>Cash or fund balance, beginning of year</i>	-	-	8,107	8,107
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 9,352	\$ 9,352
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,245</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**

Exhibit C-3

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	37,201	37,201
Interest	-	-	-	-
<i>Total revenues</i>	-	-	37,201	37,201
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	5,000	(5,000)
Support Services:				
Students	-	-	3,000	(3,000)
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>	-	-	8,000	(8,000)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	29,201	29,201
<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>	-	-	29,201	29,201
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(37,244)	(37,244)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (8,043)	\$ (8,043)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(37,244)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (8,043)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	32,831	32,831	34,941	2,110
Interest	-	-	-	-
<i>Total revenues</i>	<u>32,831</u>	<u>32,831</u>	<u>34,941</u>	<u>2,110</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	32,831	32,831	32,831	-
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>32,831</u>	<u>32,831</u>	<u>32,831</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,110</u>	<u>2,110</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>2,110</u>	<u>2,110</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(34,941)</u>	<u>(34,941)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,831)</u>	<u>\$ (32,831)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,110)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	695	47,597	46,902
Interest	-	-	-	-
<i>Total revenues</i>	-	695	47,597	46,902
<i>Expenditures:</i>				
Current:				
Instruction	-	695	695	-
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>	-	695	695	-
<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 (deficit)</i>	-	-	(46,902)	(46,902)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(46,902)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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-6

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	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 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>	-	-	491	491
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 491	\$ 491
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CREATIVE EDUCATION PREPARATORY INSTITUTE #1**  
**TQM**

Exhibit C-7

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	4,639	549	(4,090)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	4,639	549	(4,090)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,639	549	4,090
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>	-	4,639	549	4,090
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-8

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,153	2,153	-	(2,153)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,153</u>	<u>2,153</u>	<u>-</u>	<u>(2,153)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,153	2,153	982	1,171
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>2,153</u>	<u>2,153</u>	<u>982</u>	<u>1,171</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(982)</u>	<u>(982)</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>(982)</u>	<u>(982)</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>\$ (982)</u>	<u>\$ (982)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (982)</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, 2012**

Exhibit C-9

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	127,247	63,624	(63,623)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	127,247	63,624	(63,623)
<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	-	127,247	126,868	379
<i>Total expenditures</i>	-	127,247	126,868	379
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(63,244)	(63,244)
<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>	-	-	(63,244)	(63,244)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(26,319)	(26,319)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (89,563)	\$ (89,563)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (63,244)</b>	

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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>7,365</u>
<b>Total Assets</b>	<u><u>\$ 7,365</u></u>
LIABILITIES	
Deposits held for others	<u>7,365</u>
<b>Total Liabilities</b>	<u><u>\$ 7,365</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**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 4,056	5,250	1,941	\$ 7,365
<b>Total assets</b>	<u>\$ 4,056</u>	<u>\$ 5,250</u>	<u>\$ 1,941</u>	<u>\$ 7,365</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 4,056	5,250	1,941	\$ 7,365
<b>Total liabilities</b>	<u>\$ 4,056</u>	<u>\$ 5,250</u>	<u>\$ 1,941</u>	<u>\$ 7,365</u>

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  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>US BANK</u>
Checking - Operational Account	<u>\$ 129,025</u>
Total On Deposit	129,025
Reconciling Items	<u>(72,897)</u>
Reconciled Balance June 30, 2012	<u>\$ 56,128</u>
Less Activity Funds	7,365
Total Cash	<u>\$ 48,763</u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CREATIVE EDUCATION PREPATORY INSTITUTE #1**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Student Activities Account 23000	Federal Projects Account 24000
Cash, June 30, 2011	\$ 189,334 *	\$ 8,107	\$ 4,056	\$ 29 *
Add:				
2011-12 revenues	1,657,300 **	7,564	4,834 **	90,323
Total cash available	1,846,634	15,671	8,890	90,352
Less:				
2011-12 expenditures	(1,780,295) **	(6,319)	(1,941)	(42,725) **
Total Receivables/Payables	32,018 **	189 **	-	-
Cash, June 30, 2012	98,357 **	9,541 **	6,949 **	47,627 **
Cash Reconciliation to GAAP Basis:				
Audit reclassifications to cash	(110,442)	7,231	-	14,246
Unallocated Difference	51,005	(7,420)	416	(61,873)
Cash per books	38,920	9,352	7,365	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(66,640)	7,231	(7,365)	6,203
Unallocated Difference	51,005	(7,420)	416	(61,873)
Fund Balance, Modified Accrual Basis	82,722	9,352	-	(8,043)

\*Does not agree to PY audited cash.

\*\* Does not agree to the General Ledger.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CREATIVE EDUCATION PREPATORY INSTITUTE #1**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Account 25000	Local Grants Account 26000	State Flow-through Fund 27000	Public School Capital Outlay 31200	Total
\$ -	\$ 491	\$ -	\$ (25,435) *	\$ 176,582
<u>695</u>	<u>-</u>	<u>549</u>	<u>63,624</u>	<u>1,824,889</u>
695	491	549	38,189	2,001,471
(695)	- **	(982)	(126,868)	(1,959,825)
<u>-</u>	<u>(491)</u>	<u>-</u>	<u>-</u>	<u>31,716</u>
<u>-</u> **	<u>-</u> **	<u>(433)</u>	<u>(88,679)</u>	<u>73,362</u>
(16,885)	-	433	88,679	(16,738)
<u>16,885</u>	<u>491</u>	<u>-</u>	<u>-</u>	<u>(496)</u>
<u>-</u>	<u>491</u>	<u>-</u>	<u>-</u>	<u>56,128</u>
			Less Agency Fund	<u>7,365</u>
			Per Exhibit B-1	<u>48,763</u>
(16,885)	-	(549)	25,435	(52,570)
<u>16,885</u>	<u>491</u>	<u>-</u>	<u>-</u>	<u>(496)</u>
<u>-</u>	<u>491</u>	<u>(982)</u>	<u>(63,244)</u>	<u>20,296</u>
			Less Agency Fund	<u>-</u>
			Per Exhibit B-1	<u>20,296</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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1  
(Page 1 of 2)

	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 504,336	\$ 547,373
Receivables		
Due from other governments	28,888	-
Due from other	7,812	-
Note receivable	-	186,982
Prepaid expenses	2,480	-
Total current assets	543,516	734,355
Noncurrent assets:		
Capital assets		
Building and building improvements	3,639,929	-
Furniture, fixtures and equipment	844,080	-
Software	28,228	
Land	-	392,715
Construction in Progress	56,000	-
Less: accumulated depreciation	(895,613)	-
Total noncurrent assets	3,672,624	392,715
Note receivable-long term	-	3,629,086
Investment	-	77,679
Total assets	\$ 4,216,140	\$ 4,833,835

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, 2012**

Exhibit A-1  
(Page 2 of 2)

	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$ 11,201	\$ 20,375
Accrued liabilities	94,936	-
Deferred revenue	122,668	-
Funds held for others	-	62,678
Current portion of long-term debt	-	168,515
Current portion of capital lease obligation	207,995	-
Current portion of compensated absences	87,142	-
Total current liabilities	523,942	251,568
Noncurrent liabilities:		
Noncurrent portion of capital lease obligation	3,235,559	-
Noncurrent portion of long-term debt	-	1,502,656
Total noncurrent liabilities	3,235,559	1,502,656
Total liabilities	3,759,501	1,754,224
Invested in capital assets,		
net of related debt	229,070	199,859
Restricted	28,581	-
Unrestricted	198,988	2,879,752
Total net assets	456,639	3,079,611
Total liabilities and net assets	\$ 4,216,140	\$ 4,833,835

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EAST MOUNTAIN HIGH SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 1,788,858	\$ -	\$ 163,175	\$ -	\$ (1,625,683)	
Support services:						
Students	147,449	-	-	-	(147,449)	
Instruction	131,160	-	-	-	(131,160)	
General Administration	239,446	-	-	-	(239,446)	
School Administration	189,927	-	-	-	(189,927)	
Central Services	137,848	-	-	-	(137,848)	
Operation & Maintenance of Plant	212,897	-	-	-	(212,897)	
Student Transportation	19,484	-	-	-	(19,484)	
Facilities, Materials, Supplies & Other Services	408,279	-	-	261,439	(146,840)	
Total governmental activities	\$ 3,275,348	\$ -	\$ 163,175	\$ 261,439	(2,850,734)	
COMPONENT UNIT:						
Foundation	\$ 371,267	-	248,620	-	\$ (122,647)	
			<b>General Revenues:</b>			
			Property taxes	263,760	-	
			State Equalization Guarantee	2,257,366	-	
			Interest & Investment Earnings	-	89,035	
			Rental income	-	196,000	
			Gain on sale of building	-	1,486,337	
			Miscellaneous income	432,459	(56,603)	
			Total general revenues	2,953,585	1,714,769	
			Change in net assets	102,851	1,592,122	
			Net assets - beginning	353,788	1,487,489	
			Net assets - ending	\$ 456,639	\$ 3,079,611	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EAST MOUNTAIN HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106	Teacher Principal Training 24154
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 344,366	\$ 9,395	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	22,925	-	2,262
Due from other	-	-	-	-	-
Due from other funds	72,851	-	-	-	-
Prepaid expenses	-	-	-	-	-
<i>Total assets</i>	<u>\$ 417,217</u>	<u>\$ 9,395</u>	<u>\$ 22,925</u>	<u>\$ -</u>	<u>\$ 2,262</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	91,038	-	1,620	1,493	-
Due to other funds	-	-	21,305	38,556	2,262
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>91,038</u>	<u>-</u>	<u>22,925</u>	<u>40,049</u>	<u>2,262</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	-	9,395	-	-	-
Assigned	277,701	-	-	-	-
Unassigned (deficit)	48,478	-	-	(40,049)	-
<i>Total fund balance, (deficit)</i>	<u>326,179</u>	<u>9,395</u>	<u>-</u>	<u>(40,049)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 417,217</u>	<u>\$ 9,395</u>	<u>\$ 22,925</u>	<u>\$ -</u>	<u>\$ 2,262</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, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Federal Stimulus 24206	Rural Education Achievement 25233	Education Job Fund 25255	McCarthy Dressman Education Foundation 26193	East Mountain HS Foundation 26203	CNM Foundation 26207	Dual Credit 27103
<b>ASSETS</b>							
<i>Current Assets</i>							
Cash	\$ -	\$ -	\$ -	\$ 9,692	\$ -	\$ -	\$ -
Accounts receivable							
Due from other governments	-	1,129	-	-	-	-	2,345
Due from other	-	-	-	-	7,812	-	-
Due from other funds	-	-	-	-	-	-	-
Prepaid expenses	2,480	-	-	-	-	-	-
<i>Total assets</i>	<u>\$ 2,480</u>	<u>\$ 1,129</u>	<u>\$ -</u>	<u>\$ 9,692</u>	<u>\$ 7,812</u>	<u>\$ -</u>	<u>\$ 2,345</u>
<b>LIABILITIES AND FUND BALANCES</b>							
<i>Current Liabilities:</i>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	-	426	-	-	359	-	-
Due to other funds	-	703	-	-	7,453	-	2,345
Deferred revenue - other	-	-	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>1,129</u>	<u>-</u>	<u>-</u>	<u>7,812</u>	<u>-</u>	<u>2,345</u>
<i>Fund balances</i>							
Fund Balance:							
Nonspendable	2,480	-	-	-	-	-	-
Restricted	-	-	-	9,692	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-	-
<i>Total fund balance, (deficit)</i>	<u>2,480</u>	<u>-</u>	<u>-</u>	<u>9,692</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,480</u>	<u>\$ 1,129</u>	<u>\$ -</u>	<u>\$ 9,692</u>	<u>\$ 7,812</u>	<u>\$ -</u>	<u>\$ 2,345</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EAST MOUNTAIN HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Library GO Bonds 27105	Priv. Dir Grant 29102	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ 7,014	\$ -	\$ 133,869	\$ 504,336
Accounts receivable					
Due from other governments	227	-	-	-	28,888
Due from other	-	-	-	-	7,812
Due from other funds	-	-	-	-	72,851
Prepaid expenses	-	-	-	-	2,480
<i>Total assets</i>	<u>\$ 227</u>	<u>\$ 7,014</u>	<u>\$ -</u>	<u>\$ 133,869</u>	<u>\$ 616,367</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ 11,201	\$ 11,201
Accrued expenses	-	-	-	-	94,936
Due to other funds	227	-	-	-	72,851
Deferred revenue - other	-	-	-	122,668	122,668
<i>Total liabilities</i>	<u>227</u>	<u>-</u>	<u>-</u>	<u>133,869</u>	<u>301,656</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	2,480
Restricted	-	7,014	-	-	26,101
Assigned	-	-	-	-	277,701
Unassigned (deficit)	-	-	-	-	8,429
<i>Total fund balance, (deficit)</i>	<u>-</u>	<u>7,014</u>	<u>-</u>	<u>-</u>	<u>314,711</u>
<i>Total liabilities and fund balance</i>	<u>\$ 227</u>	<u>\$ 7,014</u>	<u>\$ -</u>	<u>\$ 133,869</u>	<u>\$ 616,367</u>

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, 2012

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

Fund balances - total governmental funds	\$	314,711
Compensated Absences		(87,142)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		3,672,624
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		<u>(3,443,554)</u>
Net Assets-total Governmental Activities	\$	<u>456,639</u>

The accompanying notes are an integral part of these financials.

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, 2012

Exhibit B-2  
(Page 1 of 4)

	General 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Entitlement 24106	Teacher Principal Training 24154
<i>Revenues:</i>					
Local and county sources	\$ 415,692	\$ 300	\$ -	\$ -	\$ -
Property taxes					
State sources	2,257,366	15,467	-	-	-
Federal sources	-	-	45,447	39,622	2,262
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>2,673,058</u>	<u>15,767</u>	<u>45,447</u>	<u>39,622</u>	<u>2,262</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,583,082	13,950	45,447	57,787	2,262
Support Services:					
Students	125,565	-	-	21,884	-
Instruction	125,933	-	-	-	-
General Administration	239,446	-	-	-	-
School Administration	189,927	-	-	-	-
Central Services	137,848	-	-	-	-
Operation & Maintenance of Plant	196,595	-	-	-	-
Student Transportation	17,698	-	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	3,635,906	-	-	-	-
<i>Total expenditures</i>	<u>6,252,000</u>	<u>13,950</u>	<u>45,447</u>	<u>79,671</u>	<u>2,262</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,578,942)</u>	<u>1,817</u>	<u>-</u>	<u>(40,049)</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Other Financing Sources	3,635,906	-	-	-	-
Operating Transfers	6,184	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>3,642,090</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>63,148</u>	<u>1,817</u>	<u>-</u>	<u>(40,049)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>263,031</u>	<u>7,578</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances- end of year (deficit)</i>	<u>\$ 326,179</u>	<u>\$ 9,395</u>	<u>\$ -</u>	<u>\$ (40,049)</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Federal Stimulus 26206	Rural Education Achievement 25233	Education Job Fund 25255	McCarthy Dressman Education Foundation 26193	East Mountain HS Foundation 26203	CNM Foundation 26207	Dual Credit 27103
<i>Revenues:</i>							
Local and county sources	\$ -	\$ -	\$ -	\$ 1,000	\$ 24,699	\$ 750	\$ -
Property taxes							
State sources	-	-	-	-	-	-	11,569
Federal sources	-	31,571	1,028	-	-	-	-
Interest	-	-	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>31,571</u>	<u>1,028</u>	<u>1,000</u>	<u>24,699</u>	<u>750</u>	<u>11,569</u>
<i>Expenditures:</i>							
<i>Current:</i>							
Instruction	9,920	31,571	1,028	1,212	11,832	750	11,569
Support Services:							
Students	-	-	-	-	-	-	-
Instruction	-	-	-	-	5,000	-	-
General Administration	-	-	-	-	-	-	-
School Administration	-	-	-	-	-	-	-
Central Services	-	-	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	10,003	-	-
Student Transportation	-	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
<i>Total expenditures</i>	<u>9,920</u>	<u>31,571</u>	<u>1,028</u>	<u>1,212</u>	<u>26,835</u>	<u>750</u>	<u>11,569</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(9,920)</u>	<u>-</u>	<u>-</u>	<u>(212)</u>	<u>(2,136)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>							
Other Financing Sources	-	-	-	-	-	-	-
Operating Transfers	-	-	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(9,920)</u>	<u>-</u>	<u>-</u>	<u>(212)</u>	<u>(2,136)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>12,400</u>	<u>-</u>	<u>-</u>	<u>9,904</u>	<u>2,136</u>	<u>-</u>	<u>-</u>
<i>Fund balances- end of year (deficit)</i>	<u>\$ 2,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,692</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 3 of 4)

	Library GO Bonds 27105	Priv. Dir. Grant 29102	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<i>Revenues:</i>					
Local and county sources	\$ -	\$ 6,000	\$ -	\$ -	\$ 448,441
Property taxes	-	-	-	263,760	263,760
State sources	227	-	261,439	-	2,546,068
Federal sources	-	-	-	-	119,930
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>227</u>	<u>6,000</u>	<u>261,439</u>	<u>263,760</u>	<u>3,378,199</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	6,500	-	-	1,776,910
Support Services:					
Students	-	-	-	-	147,449
Instruction	227	-	-	-	131,160
General Administration	-	-	-	-	239,446
School Administration	-	-	-	-	189,927
Central Services	-	-	-	-	137,848
Operation & Maintenance of Plant	-	3,703	-	-	210,301
Student Transportation	-	-	-	-	17,698
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	261,439	263,760	4,161,105
<i>Total expenditures</i>	<u>227</u>	<u>10,203</u>	<u>261,439</u>	<u>263,760</u>	<u>7,011,844</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(4,203)</u>	<u>-</u>	<u>-</u>	<u>(3,633,645)</u>
<i>Other financing sources (uses):</i>					
Other Financing Sources	-	-	-	-	3,635,906
Operating Transfers	-	(6,184)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>(6,184)</u>	<u>-</u>	<u>-</u>	<u>3,635,906</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(10,387)</u>	<u>-</u>	<u>-</u>	<u>2,261</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>17,401</u>	<u>-</u>	<u>-</u>	<u>312,450</u>
<i>Fund balances- end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 7,014</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 314,711</u>

**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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ 2,261
--	----------

Compensated Absences	(10,661)
----------------------	----------

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	(153,404)
Capital Outlays	72,303
Excess of depreciation expense over capital outlay	<u>(81,101)</u>

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

	<u>192,352</u>
--	----------------

Change in Net Assets of governmental activities:	<u><u>\$ 102,851</u></u>
--	--------------------------

**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 370,800	\$ 202,800	\$ 421,870	\$ 219,070
State sources	2,277,178	2,257,366	2,257,366	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,647,978</u>	<u>2,460,166</u>	<u>2,679,236</u>	<u>219,070</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,623,415	1,603,908	1,583,093	20,815
<i>Support Services:</i>				
Students	129,007	134,585	125,565	9,020
Instruction	110,684	128,184	125,933	2,251
General Administration	162,791	250,791	239,446	11,345
School Administration	197,385	199,985	189,927	10,058
Central Services	143,469	145,469	137,848	7,621
Operation & Maintenance of Plant	389,779	260,887	196,595	64,292
Student Transportation	16,177	26,195	17,698	8,497
Other Support Services	28,000	28,000	-	28,000
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
Non-operating revenue	-	-	-	-
<i>Total expenditures</i>	<u>2,800,707</u>	<u>2,778,004</u>	<u>2,616,105</u>	<u>161,899</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(152,729)</u>	<u>(317,838)</u>	<u>63,131</u>	<u>380,969</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	152,729	317,838	-	(317,838)
<i>Total other financing sources (uses)</i>	<u>152,729</u>	<u>317,838</u>	<u>-</u>	<u>(317,838)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>63,131</u>	<u>63,131</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>263,031</u>	<u>263,031</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 326,162</u>	<u>\$ 326,162</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			17	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 63,148</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	<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 sources	\$ -	\$ -	\$ 300	\$ 300
State sources	13,024	15,118	15,467	349
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>13,024</u>	<u>15,118</u>	<u>15,767</u>	<u>649</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	21,172	22,847	13,950	8,897
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>21,172</u>	<u>22,847</u>	<u>13,950</u>	<u>8,897</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,148)</u>	<u>(7,729)</u>	<u>1,817</u>	<u>9,546</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	8,148	7,729	-	(7,729)
<i>Total other financing sources (uses)</i>	<u>8,148</u>	<u>7,729</u>	<u>-</u>	<u>(7,729)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>1,817</u>	<u>1,817</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,578</u>	<u>7,578</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,395</u>	<u>\$ 9,395</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,817</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EAST MOUNTAIN HIGH SCHOOL  
TITLE I IASA

Exhibit C-3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	24,263	48,962	22,522	(26,440)
Interest	-	-	-	-
<i>Total revenues</i>	<u>24,263</u>	<u>48,962</u>	<u>22,522</u>	<u>(26,440)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	24,263	48,962	45,447	3,515
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>24,263</u>	<u>48,962</u>	<u>45,447</u>	<u>3,515</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,925)</u>	<u>(22,925)</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>(22,925)</u>	<u>(22,925)</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>\$ (22,925)</u>	<u>\$ (22,925)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			22,925	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	58,204	95,959	47,334	(48,625)
Interest	-	-	-	-
<i>Total revenues</i>	<u>58,204</u>	<u>95,959</u>	<u>47,334</u>	<u>(48,625)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	44,599	67,052	57,787	9,265
Support Services:				
Students	13,605	28,907	21,884	7,023
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>58,204</u>	<u>95,959</u>	<u>79,671</u>	<u>16,288</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(32,337)</u>	<u>(32,337)</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>(32,337)</u>	<u>(32,337)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,712)</u>	<u>(7,712)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (40,049)</u>	<u>\$ (40,049)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(7,712)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (40,049)</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	10,730	12,138	9,254	(2,884)
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,730</u>	<u>12,138</u>	<u>9,254</u>	<u>(2,884)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	10,730	2,385	2,262	123
<i>Support Services:</i>				
Students	-	-	-	-
Instruction	-	9,753	-	9,753
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>10,730</u>	<u>12,138</u>	<u>2,262</u>	<u>9,876</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,992</u>	<u>6,992</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>6,992</u>	<u>6,992</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,254)</u>	<u>(9,254)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,262)</u>	<u>\$ (2,262)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(6,992)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ENTITLEMENT FEDERAL STIMULUS  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

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	-	-	-	-
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	-	-	-	-
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>-</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			<u>(9,920)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (9,920)</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**EAST MOUNTAIN HIGH SCHOOL**  
**RURAL EDUCATION ACHEIVEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	34,365	30,442	(3,923)
Interest	-	-	-	-
<i>Total revenues</i>	-	34,365	30,442	(3,923)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	34,365	31,571	2,794
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>	-	34,365	31,571	2,794
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,129)	(1,129)
<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>	-	-	(1,129)	(1,129)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,129)	\$ (1,129)
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			1,129	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

Exhibit C-8

	<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	-	1,028	11,579	10,551
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,028</u>	<u>11,579</u>	<u>10,551</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,028	1,028	-
<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>Debt service</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>1,028</u>	<u>1,028</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,551</u>	<u>10,551</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>10,551</u>	<u>10,551</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(10,551)</u>	<u>(10,551)</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>(10,551)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 1,000	\$ 1,000	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,000	1,000	-
<i>Expenditures:</i>				
Current:				
Instruction	-	10,904	1,212	9,692
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>	-	10,904	1,212	9,692
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(9,904)	(212)	9,692
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	9,904	-	(9,904)
<i>Total other financing sources (uses)</i>	-	9,904	-	(9,904)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(212)	(212)
<i>Cash or fund balance, beginning of year</i>	-	-	9,904	9,904
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 9,692	\$ 9,692
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (212)</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, 2012**

Exhibit C-10

	<u>Budgeted Amounts</u>		Actual Amount	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 77,885	\$ 16,887	\$ (60,998)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>77,885</u>	<u>16,887</u>	<u>(60,998)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,336	10,832	1,504
Support Services:				
Students	-	-	-	-
Instruction	-	5,000	5,000	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	61,685	10,003	51,682
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>79,021</u>	<u>25,835</u>	<u>53,186</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(1,136)</u>	<u>(8,948)</u>	<u>(7,812)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	1,136	-	(1,136)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,136</u>	<u>-</u>	<u>(1,136)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,948)</u>	<u>(8,948)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,136</u>	<u>1,136</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,812)</u>	<u>\$ (7,812)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			7,812	
Adjustments to expenditures			<u>(1,000)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (2,136)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**EAST MOUNTAIN HIGH SCHOOL**  
**CNM FOUNDATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 750	\$ 750	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	750	750	-
<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	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	750	750	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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-12

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	12,440	9,224	(3,216)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,440</u>	<u>9,224</u>	<u>(3,216)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	12,440	11,569	871
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>12,440</u>	<u>11,569</u>	<u>871</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,345)</u>	<u>(2,345)</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>(2,345)</u>	<u>(2,345)</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>\$ (2,345)</u>	<u>\$ (2,345)</u>
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			2,345	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,835	-	(2,835)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,835	-	(2,835)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	2,835	227	2,608
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>	-	2,835	227	2,608
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(227)	(227)
<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>	-	-	(227)	(227)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (227)	\$ (227)
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			227	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 6,500	\$ 12,184	\$ 5,684
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	6,500	12,184	5,684
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	6,500	6,500	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	5,575	4,403	1,172
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	718	-	718
<i>Total expenditures</i>	-	12,793	10,903	1,890
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(6,293)	1,281	7,574
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(6,184)	(6,184)
Designated cash	-	6,293	-	(6,293)
<i>Total other financing sources (uses)</i>	-	6,293	(6,184)	(12,477)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(4,903)	(4,903)
<i>Cash or fund balance, beginning of year</i>	-	-	11,917	11,917
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 7,014	\$ 7,014
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			(6,184)	
Adjustments to expenditures			700	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (10,387)</b>	

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, 2012**

Exhibit C-15

	<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	-	261,439	261,439	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>261,439</u>	<u>261,439</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	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	261,439	261,439	-
<i>Total expenditures</i>	<u>-</u>	<u>261,439</u>	<u>261,439</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 GAPP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 212,280	202,342	\$ (9,938)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	212,280	202,342	(9,938)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	4,231	-	4,231
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	-	392,136	252,559	139,577
<i>Total expenditures</i>	-	396,367	252,559	143,808
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(184,087)	(50,217)	133,870
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	184,087	-	(184,087)
<i>Total other financing sources (uses)</i>	-	184,087	-	(184,087)
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	-	-	(50,217)	(50,217)
<i>Cash or fund balance, beginning of year</i>	-	-	184,086	184,086
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 133,869	\$ 133,869
<i>Reconciliation to GAPP Basis:</i>				
Adjustments to revenues			61,418	
Adjustments to expenditures			(11,201)	
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**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	<u>\$ 23,311</u>
<b>Total Assets</b>	<u><u>\$ 23,311</u></u>
<b>LIABILITIES</b>	
Deposits held for others	<u>23,311</u>
<b>Total Liabilities</b>	<u><u>\$ 23,311</u></u>

The accompanying notes are an integral part of these financial statements



**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, 2012**

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 25,719	\$ 25,258	\$ 27,666	\$ 23,311
<b>Total assets</b>	<u>\$ 25,719</u>	<u>\$ 25,258</u>	<u>\$ 27,666</u>	<u>\$ 23,311</u>
<b>LIABILITIES</b>				
Deposits held for others	\$ 25,719	\$ 25,258	\$ 27,666	\$ 23,311
<b>Total liabilities</b>	<u>\$ 25,719</u>	<u>\$ 25,258</u>	<u>\$ 27,666</u>	<u>\$ 23,311</u>

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, 2012**

Schedule II

Bank Account Type	Bank of the West
Checking - Payroll Account	\$ 194,050
Checking-Operational	\$ 387,252
	581,302
Petty Cash	200
Reconciling Items	(77,166)
Reconciled Balance June 30, 2012	\$ 504,336
 Agency Funds	
Checking-Booster Club	1,790
Checking-Student Council	10,775
Checking- SPSO Account	10,746
Total On Deposit	23,311
Reconciling Items	-
Reconciled Balance June 30, 2012	\$ 23,311

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, 2012**

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, 2011	\$ 223,868	\$ 7,578	\$ 25,719	\$ -	\$ -	\$ 11,040
Add:						
2011-12 revenues	2,679,237	15,767	25,259	79,823	42,021	18,637
Loans from other funds	-	-	-	-	-	-
Total cash available	2,903,105	23,345	50,978	79,823	42,021	29,677
Reverse prior year loans	39,164			65,235	1,129	7,810
Less:						
Receivables/Payables	91,054	-	-	3,111	426	358
2011-12 expenditures	(2,616,105)	(13,950)	(27,667)	(127,379)	(32,599)	(27,796)
Loans to other funds	(76,746)	-	-	(17,679)	(10,551)	-
Cash, June 30, 2012	<u>340,472</u>	<u>9,395</u>	<u>23,311</u>	<u>3,111</u>	<u>426</u>	<u>10,049</u>
Fund Balance Reconciliation to GAAP Basis:						
Audited reconciling entry	3,894	-	-	(3,111)	(426)	(357)
Cash per Books	<u>344,366</u>	<u>9,395</u>	<u>23,311</u>	<u>-</u>	<u>-</u>	<u>9,692</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	(14,293)	-	-	(40,680)	(426)	(357)
Fund Balance, Modified Accrual Basis (deficit)	<u>326,179</u>	<u>9,395</u>	<u>23,311</u>	<u>(37,569)</u>	<u>-</u>	<u>9,692</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
EAST MOUNTAIN HIGH SCHOOL  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 2 of 2)

State Flowthrough Account 27000	Local & State Grants 29000	Lease Assist. Capital Outlay 31200	Capital Improvement HB 33 31600	Capital Improvement SB 9 31700	Total
\$ -	\$ 18,101	\$ -	\$ 184,086	\$ -	\$ 470,392
9,224	6,000	261,439	202,341	10,934	3,350,682
9,224	24,101	261,439	386,427	10,934	3,821,074
2,572					
-	(6,183)	-	-	-	88,766
(11,796)	(10,904)	(261,439)	(252,558)	-	(3,382,193)
-	-	-	-	-	-
-	7,014	-	133,869	-	527,647
-	-	-	-	-	-
-	7,014	-	133,869	-	527,647
				Less Activity Funds	23,311
				Per Exhibit B-1	504,336
-	-	-	(133,869)	-	(189,625)
-	7,014	-	-	-	338,022
				Less Activity Funds	23,311
				Per Exhibit B-1	314,711

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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 370,106
Receivables	
Due from other governments	215,164
Total current assets	585,270
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	99,462
Less: accumulated depreciation	(60,414)
Total noncurrent assets	39,048
Total assets	\$ 624,318
<b>LIABILITIES AND NET ASSETS</b>	
Due to government	\$ 325
Accrued liabilities	127,548
Total current liabilities	127,873
Total liabilities	127,873
Invested in capital assets	39,048
Restricted for:	
Other	19,490
Unrestricted	437,907
Total net assets	496,445
Total liabilities and net assets	\$ 624,318

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, 2012

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	\$ 984,962	\$ 520	\$ 97,967	\$ -	\$ (886,475)
Support services:					
Students	342,418	-	-	-	(342,418)
Instruction	-	-	-	-	-
General Administration	11,256	-	-	-	(11,256)
School Administration	213,336	-	-	-	(213,336)
Central Services	99,900	-	-	-	(99,900)
Operation & Maintenance of Plant	184,770	-	-	-	(184,770)
Facilities, Materials, Supplies & Other Services	128,336	-	-	128,336	-
Total governmental activities	\$ 1,964,978	\$ 520	\$ 97,967	\$ 128,336	(1,738,155)
			<b>General Revenues:</b>		
			State Guarantee		1,721,460
			Interest & Investment Earnings		13
			Total general revenues		1,721,473
			Change in net assets		(16,682)
			Net assets - beginning		513,127
			Net assets - ending		\$ 496,445

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
GILBERT S. SENA CHATER HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106	Education Job Fund 25255
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 350,616	\$ 16,703	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	49,560	37,268	-
Due from other funds	218,057	-	-	-	-
<i>Total assets</i>	<u>\$ 568,673</u>	<u>\$ 16,703</u>	<u>\$ 49,560</u>	<u>\$ 37,268</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Due to government	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	127,548	-	-	-	-
Due to other funds	-	-	49,560	40,486	-
<i>Total liabilities</i>	<u>127,548</u>	<u>-</u>	<u>49,560</u>	<u>40,486</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	16,703	-	-	-
Unassigned (deficit)	441,125	-	-	(3,218)	-
<i>Total fund balance (deficit)</i>	<u>441,125</u>	<u>16,703</u>	<u>-</u>	<u>(3,218)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 568,673</u>	<u>\$ 16,703</u>	<u>\$ 49,560</u>	<u>\$ 37,268</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
GILBERT S. SENA CHATER HIGH SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 3)

	TQM in Public Education 27103	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 2,787	\$ -	\$ 370,106
Accounts receivable				
Due from other governments	-	-	128,336	215,164
Due from other funds	-	-	-	218,057
	\$ -	\$ 2,787	\$ 128,336	\$ 803,327
<i>Total assets</i>				
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Due to government	\$ -	\$ -	\$ 325	\$ 325
Accrued expenses	-	-	-	127,548
Due to other funds	-	-	128,011	218,057
	-	-	128,336	345,930
<i>Total liabilities</i>				
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	2,787	-	19,490
Unassigned (deficit)	-	-	-	437,907
	-	2,787	-	457,397
<i>Total fund balance (deficit)</i>				
	\$ -	\$ 2,787	\$ 128,336	\$ 803,327
<i>Total liabilities and fund balance</i>				



**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, 2012**

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

Fund balances - total governmental funds	\$ 457,397
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>39,048</u>
Net Assets-total Governmental Activities	<u>\$ 496,445</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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
 (Page 1 of 3)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106	Education Job Fund 25255
<i>Revenues:</i>					
Local and county sources	\$ 520	\$ -	\$ -	\$ -	\$ -
State sources	1,721,460	7,480	-	-	-
Federal sources	-	-	49,560	37,268	742
Interest	13	-	-	-	-
<i>Total revenues</i>	<u>1,721,993</u>	<u>7,480</u>	<u>49,560</u>	<u>37,268</u>	<u>742</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	921,221	11,376	-	40,486	742
Support Services:					
Students	292,858	-	49,560	-	-
Instruction	-	-	-	-	-
General Administration	11,256	-	-	-	-
School Administration	213,336	-	-	-	-
Central Services	99,900	-	-	-	-
Operation & Maintenance of Plant	184,770	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,723,341</u>	<u>11,376</u>	<u>49,560</u>	<u>40,486</u>	<u>742</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,348)</u>	<u>(3,896)</u>	<u>-</u>	<u>(3,218)</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>(1,348)</u>	<u>(3,896)</u>	<u>-</u>	<u>(3,218)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>442,473</u>	<u>20,599</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 441,125</u>	<u>\$ 16,703</u>	<u>\$ -</u>	<u>\$ (3,218)</u>	<u>\$ -</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, 2012

Exhibit B-2  
(Page 2 of 3)

	TQM in Public Education 27103	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ 520
State sources	2,917	-	128,336	1,860,193
Federal sources	-	-	-	87,570
Interest	-	-	-	13
<i>Total revenues</i>	<u>2,917</u>	<u>-</u>	<u>128,336</u>	<u>1,948,296</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,917	-	-	976,742
Support Services:				
Students	-	-	-	342,418
Instruction	-	-	-	-
General Administration	-	-	-	11,256
School Administration	-	-	-	213,336
Central Services	-	-	-	99,900
Operation & Maintenance of Plant	-	-	-	184,770
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	128,336	128,336
<i>Total expenditures</i>	<u>2,917</u>	<u>-</u>	<u>128,336</u>	<u>1,956,758</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,462)</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>-</u>	<u>-</u>	<u>-</u>	<u>(8,462)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>2,787</u>	<u>-</u>	<u>465,859</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 2,787</u>	<u>\$ -</u>	<u>\$ 457,397</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, 2012

Exhibit B-2  
 (Page 3 of 3)

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

Net change in fund balances - total governmental funds	\$ (8,462)
--	------------

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	(8,220)	
Capital outlays	-	
Excess of capital outlay over depreciation expense	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">(8,220)</td> </tr> </table>	(8,220)
(8,220)		

Change in Net Assets of governmental activities:	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">\$ (16,682)</td> </tr> </table>	\$ (16,682)
\$ (16,682)		

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**GILBERT L. SENA CHARTER HIGH 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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 520	\$ 520
State grants	1,694,203	1,694,203	1,721,460	27,257
Federal grants	-	-	-	-
Miscellaneous	-	-	13	13
<i>Total revenues</i>	<u>1,694,203</u>	<u>1,694,203</u>	<u>1,721,993</u>	<u>27,790</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,040,144	1,040,144	934,670	105,474
Support Services				
Students	285,308	285,308	292,858	(7,550)
Instruction	-	-	-	-
General Administration	29,000	29,000	11,258	17,742
School Administration	218,757	218,757	213,336	5,421
Central Services	100,994	100,994	99,900	1,094
Operation & Maintenance of Plant	220,000	220,000	181,769	38,231
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,894,203</u>	<u>1,894,203</u>	<u>1,733,791</u>	<u>160,412</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(200,000)</u>	<u>(200,000)</u>	<u>(11,798)</u>	<u>188,202</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	200,000	200,000	-	(200,000)
<i>Total other financing sources (uses)</i>	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>(200,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,798)</u>	<u>(11,798)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>452,921</u>	<u>452,921</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 441,123</u>	<u>\$ 441,123</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(4,893)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (16,691)</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 MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	6,368	6,368	7,480	1,112
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	6,368	6,368	7,480	1,112
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	41,368	41,368	11,376	29,992
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>	41,368	41,368	11,376	29,992
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(35,000)	(35,000)	(3,896)	31,104
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	35,000	35,000	-	(35,000)
<i>Total other financing sources (uses)</i>	35,000	35,000	-	(35,000)
<i>Net changes in fund balances</i>	-	-	(3,896)	(3,896)
<i>Cash or fund balance, beginning of year</i>	-	-	20,599	20,599
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 16,703	\$ 16,703
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (3,896)</b>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	53,576	51,882	-	(51,882)
Interest	-	-	-	-
<i>Total revenues</i>	<u>53,576</u>	<u>51,882</u>	<u>-</u>	<u>(51,882)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	53,576	51,882	49,560	2,322
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>53,576</u>	<u>51,882</u>	<u>49,560</u>	<u>2,322</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(49,560)</u>	<u>(49,560)</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>(49,560)</u>	<u>(49,560)</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>\$ (49,560)</u>	<u>\$ (49,560)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			49,560	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,925	40,486	-	(40,486)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,925</u>	<u>40,486</u>	<u>-</u>	<u>(40,486)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,925	40,486	40,486	-
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>5,925</u>	<u>40,486</u>	<u>40,486</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(40,486)</u>	<u>(40,486)</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>(40,486)</u>	<u>(40,486)</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>\$ (40,486)</u>	<u>\$ (40,486)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			37,268	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,218)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	742	742	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>742</u>	<u>742</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	742	742	-
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>742</u>	<u>742</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**TQM IN PUBLIC EDUCATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,917	2,917	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,917</u>	<u>2,917</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,917	2,917	-
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>2,917</u>	<u>2,917</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	14,142	-	(14,142)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>14,142</u>	<u>-</u>	<u>(14,142)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	14,142	-	14,142
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>14,142</u>	<u>-</u>	<u>14,142</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	128,336	-	(128,336)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	128,336	-	(128,336)
<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	-	128,336	128,336	-
<i>Total expenditures</i>	-	128,336	128,336	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(128,336)	(128,336)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(128,336)	(128,336)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (128,336)	\$ (128,336)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			128,336	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>8,131</u>
<b>Total Assets</b>	<u><u>\$ 8,131</u></u>
LIABILITIES	
Deposits held for others	<u>8,131</u>
<b>Total Liabilities</b>	<u><u>\$ 8,131</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 4,532	15,222	11,623	\$ 8,131
<b>Total assets</b>	<u>\$ 4,532</u>	<u>\$ 15,222</u>	<u>\$ 11,623</u>	<u>\$ 8,131</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 4,532	\$ 15,222	\$ 11,623	\$ 8,131
<b>Total liabilities</b>	<u>\$ 4,532</u>	<u>\$ 15,222</u>	<u>\$ 11,623</u>	<u>\$ 8,131</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**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Checking</u>	<u>Bank</u>
Checking - Operating	<u>\$ 375,637</u>
Total On Deposit	375,637
Reconciling Items	<u>2,600</u>
Reconciled Balance June 30, 2012	<u><u>\$ 378,237</u></u>
Less Agency Funds	<u>8,131</u>
Total Cash per Exhibit B-1	<u><u>\$ 370,106</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  
CASH RECONCILIATION  
JUNE 30, 2012

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, 2011	\$ 461,963	\$ 20,599	\$ 4,532	\$ -	\$ -	\$ 2,787	\$ 325	\$ 490,206
Add:								
2011-12 revenues	1,721,992	7,480	14,110	-	742	2,917	-	1,747,241
Loans from other funds	(9,042)	-	-	-	-	-	-	(9,042)
Total cash available	2,174,913	28,079	18,642	-	742	5,704	325	2,228,405
Less:								
Receivables/Payables	65,232	-	-	-	-	-	-	65,232
2011-12 expenditures	(1,725,787) *	(11,376)	(11,623)	(98,046)	(742)	(2,917)	(128,336)	(1,978,827)
Loans to other funds	(226,057)	-	-	98,046	-	-	128,336	325
Cash, June 30, 2012	<u>288,301</u>	<u>16,703</u>	<u>7,019</u>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>325</u>	<u>315,135</u>
Cash Reconciliation to GAAP Basis:								
Audit reclassifications to cash	62,315	-	1,112	-	-	-	(325)	63,102
Cash per books	<u>350,616</u>	<u>16,703</u>	<u>8,131</u>	<u>-</u>	<u>-</u>	<u>2,787</u>	<u>-</u>	<u>378,237</u>
							Less Activity Funds	
							Per Exhibit B-1	<u>8,131</u>
								<u>370,106</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	90,509	-	(8,131)	(3,218)	-	-	-	79,160
Fund Balance, Modified Accrual Basis	<u>\$ 441,125</u>	<u>\$ 16,703</u>	<u>\$ -</u>	<u>\$ (3,218)</u>	<u>\$ -</u>	<u>\$ 2,787</u>	<u>\$ -</u>	<u>457,397</u>
							Less Activity Funds	
							Per Exhibit B-1	<u>\$ 457,397</u>

\*Did not agree to the general ledger.



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Primary Government</b>
	<b><u>Governmental Activities</u></b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 152,144
Receivables	
Taxes Receivable	276,469
Due from other governments	170,342
Deposits	50,000
Total current assets	<u>648,955</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>\$ 648,955</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued liabilities	\$ 312,424
Current portion of compensated absences	13,909
Total current liabilities	<u>326,333</u>
Total liabilities	326,333
Restricted	127,199
Unrestricted	<u>195,423</u>
Total net assets	<u>322,622</u>
Total liabilities and net assets	<u>\$ 648,955</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, 2012

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:					
Direct instruction	\$ 1,843,221	\$ 67,710	\$ 211,408	\$ -	\$ (1,564,103)
Support services:					
Students	304,873		43,947		(260,926)
Instruction	65,292		38,643	-	(26,649)
General Administration	112,303	-	8,611	-	(103,692)
School Administration	270,761	-	53,421	-	(217,340)
					-
Central Services	109,668	-	-	-	(109,668)
Operation/maintenance plant	409,002	-	-	-	(409,002)
Food Services Operations	194,387	25,393	206,463	-	37,469
Community Services Operations					
Facilities, Materials, Supplies & Other Services	383,723	-	-	310,277	(73,446)
Total governmental activities	<u>\$ 3,693,230</u>	<u>\$ 93,103</u>	<u>\$ 562,493</u>	<u>\$ 310,277</u>	<u>(2,727,357)</u>
			<b>General Revenues:</b>		
					2,544,004
					<u>143,715</u>
					2,687,719
					<u>(39,638)</u>
					362,260
					<u>\$ 322,622</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
HORIZON ACADEMY WEST  
BALANCE SHEET  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 5)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 74,945	\$ -	\$ 77,070	\$ -	\$ -
Accounts receivable					
Taxes Receivable	276,469	-	-	-	-
Due from other governments	-	-	-	50,429	-
Deposits	50,000	-	-	-	-
Due from other funds	179,834	-	-	-	-
	<u>\$ 581,248</u>	<u>\$ -</u>	<u>\$ 77,070</u>	<u>\$ 50,429</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	\$ 291,482	\$ -	\$ -	\$ 4,441	\$ 8,740
Due to other funds	-	-	-	45,988	21,694
<i>Total liabilities</i>	<u>291,482</u>	<u>-</u>	<u>-</u>	<u>50,429</u>	<u>30,434</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	50,000	-	-	-	-
Restricted	-	-	77,070	-	-
Assigned	239,766	-	-	-	-
Unassigned (deficit)	-	-	-	-	(30,434)
	<u>289,766</u>	<u>-</u>	<u>77,070</u>	<u>-</u>	<u>(30,434)</u>
<i>Total fund balance (deficit)</i>	<u>289,766</u>	<u>-</u>	<u>77,070</u>	<u>-</u>	<u>(30,434)</u>
 <i>Total liabilities and fund balance</i>	<u>\$ 581,248</u>	<u>\$ -</u>	<u>\$ 77,070</u>	<u>\$ 50,429</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
HORIZON ACADEMY WEST  
BALANCE SHEET  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 5)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123	Golden Apple Foundation 26163
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ -	\$ -	\$ 129	\$ -
Accounts receivable					
Taxes Receivable	-	-	-	-	-
Due from other governments	654	12,434	-	-	-
Deposits	-	-	-	-	-
Due from other funds	-	-	-	-	-
	-	-	-	-	-
<i>Total assets</i>	\$ 654	\$ 12,434	\$ -	\$ 129	\$ -
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	654	12,434	-	-	-
<i>Total liabilities</i>	654	12,434	-	-	-
<i>Fund balances</i>					
<i>Fund Balance:</i>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	129	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
	-	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	129	-
<i>Total liabilities and fund balance</i>	\$ 654	\$ 12,434	\$ -	\$ 129	\$ -

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**BALANCE SHEET**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 5)

	Elem & Mid School Init. 26177	2010 Library GO Bond 27106	Technology fo Educ. PED 27117	PreK Initiative 27149	Priv Dir Funds 29102
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Taxes Receivable	-	-	-	-	-
Due from other governments	1,762	2,346	-	25,624	-
Deposits	-	-	-	-	-
Due from other funds	-	-	-	-	-
	-	-	-	-	-
<i>Total assets</i>	\$ 1,762	\$ 2,346	\$ -	\$ 25,624	\$ -
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	\$ 3	\$ -	\$ -	\$ 7,758	\$ -
Due to other funds	1,759	2,346	-	17,866	-
<i>Total liabilities</i>	1,762	2,346	-	25,624	-
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
	-	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 1,762	\$ 2,346	\$ -	\$ 25,624	\$ -

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**BALANCE SHEET**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 4 of 5)

	Public School Capital Outlay 31200	Capital Impr. SB-9 31700	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash	\$ -	\$ -	\$ 152,144
Accounts receivable			
Taxes Receivable	-	-	276,469
Due from other governments	77,093	-	170,342
Deposits	-	-	50,000
Due from other funds	-	-	179,834
	<u>\$ 77,093</u>	<u>\$ -</u>	<u>\$ 828,789</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accrued expenses	\$ -	\$ -	\$ 312,424
Due to other funds	77,093	-	179,834
	<u>77,093</u>	<u>-</u>	<u>492,258</u>
<i>Fund balances</i>			
Fund Balance:			
Nonspendable	-	-	50,000
Restricted	-	-	77,199
Assigned	-	-	239,766
Unassigned (deficit)	-	-	(30,434)
	<u>-</u>	<u>-</u>	<u>336,531</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>336,531</u>
<i>Total liabilities and fund balance</i>	<u>\$ 77,093</u>	<u>\$ -</u>	<u>\$ 828,789</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
HORIZON ACADEMY WEST  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 5 of 5)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$	336,531
Compensated Absences		(13,909)
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><u>322,622</u></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, 2012**

Exhibit B-2  
 (Page 1 of 5)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 211,425	\$ -	\$ 25,393	\$ -	\$ -
State sources	2,544,004	18,383	-	-	-
Federal sources	-	-	206,463	155,281	58,969
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>2,755,429</u>	<u>18,383</u>	<u>231,856</u>	<u>155,281</u>	<u>58,969</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,595,559	24,028	-	29,543	88,119
Support Services					
Students	260,926	-	-	42,105	-
Instruction	26,649	121	-	33,993	1,284
General Administration	103,692	-	-	-	-
School Administration	217,340	-	-	49,640	-
Central Services	109,668	-	-	-	-
Operation & Maintenance of Plant	409,002	-	-	-	-
Student Transportation	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	-	-	194,387	-	-
Community Services Operations	-	-	-	-	-
Capital outlay	73,446	-	-	-	-
<i>Total expenditures</i>	<u>2,796,282</u>	<u>24,149</u>	<u>194,387</u>	<u>155,281</u>	<u>89,403</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(40,853)</u>	<u>(5,766)</u>	<u>37,469</u>	<u>-</u>	<u>(30,434)</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>(40,853)</u>	<u>(5,766)</u>	<u>37,469</u>	<u>-</u>	<u>(30,434)</u>
<i>Fund balances - beginning of year</i>	<u>330,619</u>	<u>5,766</u>	<u>39,601</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 289,766</u>	<u>\$ -</u>	<u>\$ 77,070</u>	<u>\$ -</u>	<u>\$ (30,434)</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, 2012**

Exhibit B-2  
(Page 2 of 5)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123	Golden Apple Foundation 26163
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ 1,900	\$ 882
State sources	-	-	-	-	-
Federal sources	654	15,146	1,082	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>654</u>	<u>15,146</u>	<u>1,082</u>	<u>1,900</u>	<u>882</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	654	8,764	-	1,771	882
Support Services					
Students	-	1,842	-	-	-
Instruction	-	-	-	-	-
General Administration	-	1,841	-	-	-
School Administration	-	2,699	1,082	-	-
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>654</u>	<u>15,146</u>	<u>1,082</u>	<u>1,771</u>	<u>882</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>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>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 129</u>	<u>\$ -</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, 2012**

Exhibit B-2  
(Page 3 of 5)

	Elem & Mid School Init. 26177	2010 Library GO Bond 27106	Technology for Educ. PED 27117	PreK Initiative 27149	Priv Dir Funds 29102
<i>Revenues:</i>					
Local and county sources	\$ 4,829	\$ -	\$ -	\$ -	\$ 1,289
State sources	-	2,346	585	94,684	-
Federal sources	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>4,829</u>	<u>2,346</u>	<u>585</u>	<u>94,684</u>	<u>1,289</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	4,829	-	-	87,600	1,289
Support Services					
Students	-	-	-	-	-
Instruction	-	2,346	585	314	-
General Administration	-	-	-	6,770	-
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>4,829</u>	<u>2,346</u>	<u>585</u>	<u>94,684</u>	<u>1,289</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<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

Exhibit B-2  
(Page 4 of 5)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

	Public School Capital Outlay 31200	Capital Impr. SB-9 31700	Total Primary Government
<i>Revenues:</i>			
Local and county sources	\$ -	\$ -	\$ 245,718
State sources	308,374	1,903	2,970,279
Federal sources	-	-	437,595
Interest	-	-	-
<i>Total revenues</i>	308,374	1,903	3,653,592
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	1,843,038
Support Services			
Students	-	-	304,873
Instruction	-	-	65,292
General Administration	-	-	112,303
School Administration	-	-	270,761
Central Services	-	-	109,668
Operation & Maintenance of Plant	-	-	409,002
Student Transportation	-	-	-
Operation of Non-Instructional Services	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	194,387
Community Services Operations	-	-	-
Capital outlay	308,374	1,903	383,723
<i>Total expenditures</i>	308,374	1,903	3,693,047
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(39,455)
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	-	-	(39,455)
<i>Fund balances - beginning of year</i>	-	-	375,986
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ 336,531

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
HORIZON ACADEMY WEST

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, 2012

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

Net change in fund balances - total governmental funds \$ (39,455)

Change in Compensated Absences (183)

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 -

Change in Net Assets of governmental activities: \$ (39,638)

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**OPERATIONAL**

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 84,240	\$ 173,440	\$ 67,710	\$ (105,730)
State sources	2,396,160	2,544,004	2,544,004	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,480,400</u>	<u>2,717,444</u>	<u>2,611,714</u>	<u>(105,730)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,643,278	1,709,124	1,595,559	113,565
Support Services				
Students	235,786	267,944	260,926	7,018
Instruction	26,585	29,538	26,649	2,889
General Administration	113,543	116,628	103,692	12,936
School Administration	210,568	218,230	217,340	890
Central Services	113,085	123,192	109,668	13,524
Operation & Maintenance of Plant	413,346	496,433	459,002	37,431
Student Transportation	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	20,000	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	87,000	73,446	13,554
<i>Total expenditures</i>	<u>2,776,191</u>	<u>3,048,089</u>	<u>2,846,282</u>	<u>201,807</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(295,791)</u>	<u>(330,645)</u>	<u>(234,568)</u>	<u>96,077</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	295,791	330,645	-	(330,645)
<i>Total other financing sources (uses)</i>	<u>295,791</u>	<u>330,645</u>	<u>-</u>	<u>(330,645)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(234,568)</u>	<u>(234,568)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>512,223</u>	<u>512,223</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 277,655</u>	<u>\$ 277,655</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			143,715	
Adjustments to expenditures			<u>50,000</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (40,853)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	14,789	18,383	18,383	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,789</u>	<u>18,383</u>	<u>18,383</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,145	24,028	24,028	-
Support Services				
Students	-	-	-	-
Instruction	-	121	121	-
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>16,145</u>	<u>24,149</u>	<u>24,149</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,356)</u>	<u>(5,766)</u>	<u>(5,766)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	1,356	5,766	-	(5,766)
<i>Total other financing sources (uses)</i>	<u>1,356</u>	<u>5,766</u>	<u>-</u>	<u>(5,766)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,766)</u>	<u>(5,766)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,766</u>	<u>5,766</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (5,766)</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, 2012**

	<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 sources	\$ 26,500	\$ 26,500	\$ 25,393	\$ (1,107)
State sources	-	-	-	-
Federal sources	181,400	209,000	206,463	(2,537)
Interest	-	-	-	-
<i>Total revenues</i>	<u>207,900</u>	<u>235,500</u>	<u>231,856</u>	<u>(3,644)</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	232,509	275,101	194,387	80,714
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>232,509</u>	<u>275,101</u>	<u>194,387</u>	<u>80,714</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(24,609)</u>	<u>(39,601)</u>	<u>37,469</u>	<u>77,070</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	24,609	39,601	-	(39,601)
<i>Total other financing sources (uses)</i>	<u>24,609</u>	<u>39,601</u>	<u>-</u>	<u>(39,601)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>37,469</u>	<u>37,469</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>39,601</u>	<u>39,601</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 77,070</u>	<u>\$ 77,070</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 37,469</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**

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	148,253	156,009	164,369	8,360
Interest	-	-	-	-
<i>Total revenues</i>	<u>148,253</u>	<u>156,009</u>	<u>164,369</u>	<u>8,360</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	64,035	29,651	29,543	108
Support Services				
Students	34,119	42,140	42,105	35
Instruction	-	34,119	33,993	126
General Administration	-	-	-	-
School Administration	50,099	50,099	49,640	459
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>148,253</u>	<u>156,009</u>	<u>155,281</u>	<u>728</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,088</u>	<u>9,088</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>9,088</u>	<u>9,088</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(59,517)</u>	<u>(59,517)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (50,429)</u>	<u>\$ (50,429)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(9,088)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-5

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	83,818	90,310	77,410	(12,900)
Interest	-	-	-	-
<i>Total revenues</i>	<u>83,818</u>	<u>90,310</u>	<u>77,410</u>	<u>(12,900)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	83,818	88,810	88,119	691
Support Services				
Students	-	-	-	-
Instruction	-	1,500	1,284	-
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>83,818</u>	<u>90,310</u>	<u>89,403</u>	<u>691</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,993)</u>	<u>(11,993)</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>(11,993)</u>	<u>(11,993)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(18,441)</u>	<u>(18,441)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (30,434)</u>	<u>\$ (30,434)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(18,441)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (30,434)</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	654	-	(654)
Interest	-	-	-	-
<i>Total revenues</i>	-	654	-	(654)
<i>Expenditures:</i>				
Current:				
Instruction	-	654	654	-
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>	-	654	654	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(654)	(654)
<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>	-	-	(654)	(654)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (654)	\$ (654)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			654	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-7

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amount</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	17,586	17,586	7,954	(9,632)
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,586</u>	<u>17,586</u>	<u>7,954</u>	<u>(9,632)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	17,586	11,204	8,764	2,440
Support Services				
Students	-	1,825	1,842	(17)
Instruction	-	-	-	-
General Administration	-	1,825	1,841	(16)
School Administration	-	2,732	2,699	33
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>17,586</u>	<u>17,586</u>	<u>15,146</u>	<u>2,440</u>
<i>Excess (deficiency) of revenues</i> <i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,192)</u>	<u>(7,192)</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</i> <i>other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,192)</u>	<u>(7,192)</u>
<i>Cash or fund balance, beginning of</i> <i>year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(5,242)</u>	<u>(5,242)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,434)</u>	<u>\$ (12,434)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,192	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

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	-	1,083	7,923	6,840
Interest	-	-	-	-
<i>Total revenues</i>	-	1,083	7,923	6,840
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,083	1,083	-
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>	-	1,083	1,083	-
<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 (deficit)</i>	-	-	(6,840)	(6,840)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(6,840)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**PNM FOUNDATION**

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 1,900	\$ 1,900	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,900	1,900	-
<i>Expenditures:</i>				
Current:				
Instruction	-	1,900	1,771	129
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>	-	1,900	1,771	129
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	129	129
<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>	-	-	129	129
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 129	\$ 129
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 129</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**GOLDEN APPLE FOUNDATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ 882	\$ 882	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>882</u>	<u>882</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	882	882	-
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>882</u>	<u>882</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-11

	<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 sources	\$ 4,996	\$ 4,996	\$ 5,736	\$ 740
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,996</u>	<u>4,996</u>	<u>5,736</u>	<u>740</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,996	4,996	4,829	167
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>4,996</u>	<u>4,996</u>	<u>4,829</u>	<u>167</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>907</u>	<u>907</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>907</u>	<u>907</u>
<i>Cash or fund balance, beginning of year (seficit)</i>	<u>-</u>	<u>-</u>	<u>(2,669)</u>	<u>(2,669)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,762)</u>	<u>\$ (1,762)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(907)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,360	2,360	-	(2,360)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,360</u>	<u>2,360</u>	<u>-</u>	<u>(2,360)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	2,360	2,360	2,346	-
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>2,360</u>	<u>2,360</u>	<u>2,346</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,346)</u>	<u>(2,346)</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>(2,346)</u>	<u>(2,346)</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>\$ (2,346)</u>	<u>\$ (2,346)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,346	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	585	585
Interest	-	-	-	-
<i>Total revenues</i>	-	-	585	585
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	585	585	-
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>	-	585	585	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(585)	-	585
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	585	-	(585)
<i>Total other financing sources (uses)</i>	-	585	-	(585)
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**PREK INITIATIVE**

Exhibit C-14

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	96,720	96,720	69,060	(27,660)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>96,720</u>	<u>96,720</u>	<u>69,060</u>	<u>(27,660)</u>
<i>Expenditures:</i>				
Current:				
Instruction	90,224	89,636	87,600	2,036
Support Services				
Students	-	-	-	-
Instruction	-	314	314	-
General Administration	6,496	6,770	6,770	-
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>96,720</u>	<u>96,720</u>	<u>94,684</u>	<u>2,036</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(25,624)</u>	<u>(25,624)</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>(25,624)</u>	<u>(25,624)</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>\$ (25,624)</u>	<u>\$ (25,624)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			25,624	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**PRIV DIR FUNDS**

Exhibit C-15

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 1,300	\$ 1,289	\$ (11)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,300	1,289	(11)
<i>Expenditures:</i>				
Current:				
Instruction	-	1,300	1,289	11
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>	-	1,300	1,289	11
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-16

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	308,374	309,687	1,313
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>308,374</u>	<u>309,687</u>	<u>1,313</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	-	308,374	308,374	-
<i>Total expenditures</i>	<u>-</u>	<u>308,374</u>	<u>308,374</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,313</u>	<u>1,313</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>1,313</u>	<u>1,313</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(78,406)</u>	<u>(78,406)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (77,093)</u>	<u>\$ (77,093)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,313)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,903	9,495	7,592
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,903</u>	<u>9,495</u>	<u>7,592</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	-	1,903	1,903	-
<i>Total expenditures</i>	<u>-</u>	<u>1,903</u>	<u>1,903</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,592</u>	<u>7,592</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>7,592</u>	<u>7,592</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,592)</u>	<u>(7,592)</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			(7,592)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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 ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 24,585</u>
<i>Total assets</i>	<u><u>24,585</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>24,585</u>
<i>Total liabilities</i>	<u><u>\$ 24,585</u></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, 2012**

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in bank	19,453	32,788	27,656	\$ 24,585
<b>Total assets</b>	<b>\$ 19,453</b>	<b>\$ 32,788</b>	<b>\$ 27,656</b>	<b>\$ 24,585</b>
<b>LIABILITIES</b>				
Deposits held for others	\$ 19,453	32,788	27,656	\$ 24,585
<b>Total liabilities</b>	<b>\$ 19,453</b>	<b>\$ 32,788</b>	<b>\$ 27,656</b>	<b>\$ 24,585</b>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**SCHEDULE OF DEPOSITS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	NM Bank & Trust
Checking - Operational Account	\$ 187,528
Checking-Student Activity fund	24,638
Total On Deposit	212,166
Reconciling Items	(35,437)
Reconciled Balance June 30, 2012	\$ 176,729
Less: Agency Funds	(24,585)
Cash per Exhibit A-1	\$ 152,144

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, 2012**

Schedule III  
Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Federal Flowthrough Account 24000	Federal Direct Account 25000
Cash, June 30, 2011	\$ 352,123	\$ 5,766	\$ 39,601	\$ -	\$ -
Add:					
2011-12 revenues	2,611,714	18,383	231,856	255,861	7,922
Loans from other funds	-	-	-	-	-
Total cash available	2,963,837	24,149	271,457	255,861	7,922
Less:					
Receivables/Payables	(22,880)	-	-	(9,826)	(1,661)
2011-12 expenditures	(2,846,276)	(24,149)	(194,387)	(260,482)	(1,083)
Loans to other funds	(19,736)	-	-	14,447	(5,178)
Cash, June 30, 2012	<u>\$ 74,945</u>	<u>\$ -</u>	<u>\$ 77,070</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	<u>74,945</u>	<u>-</u>	<u>77,070</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	214,821	-	-	(30,434)	-
Fund Balance, Modified Accrual Basis (deficit)	<u>289,766</u>	<u>-</u>	<u>77,070</u>	<u>(30,434)</u>	<u>-</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**HORIZON ACADEMY WEST**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
 (Page 2 of 2)

Local Grants Fund 26000	State Flowthrough Account 27000	Private Dir Grant 29102	Public School Capital Outlay 31200	Capital Improv. SB 9 31700	Total
\$ -	\$ 585	\$ -	\$ -	\$ -	\$ 398,075
8,519	69,060	1,289	309,686	9,495	3,523,785
-	-	-	-	-	-
8,519	69,645	1,289	309,686	9,495	3,921,860
(67)	7,758	-	-	-	(26,676)
(7,482)	(97,614)	(1,289)	(308,374)	(1,904)	(3,743,040)
(841)	20,211	-	(1,312)	(7,591)	-
<u>\$ 129</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 152,144</u>
-	-	-	-	-	-
<u>129</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>152,144</u>
-	-	-	-	-	184,387
<u>129</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>336,531</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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 3,520
Receivables	
Due from other governments	132,104
Total current assets	<u>135,624</u>
Capital assets	
Furniture, fixtures and equipment	17,045
Less: accumulated depreciation	<u>(5,208)</u>
Total noncurrent assets	<u>11,837</u>
Total assets	<u><u>\$ 147,461</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 46,133
Accrued liabilities	<u>22,933</u>
Total current liabilities	<u>69,066</u>
Total liabilities	<u>69,066</u>
Invested in capital assets	11,837
Restricted	150
Unrestricted	<u>66,408</u>
Total net assets	<u>78,395</u>
Total liabilities and net assets	<u><u>\$ 147,461</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expenses) Revenues and Changes in Net Assets</u>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 1,004,404	\$ 8,798	\$ 632,254	\$ -	\$ (363,352)
Support services:					
Students	112,246	-	-	-	(112,246)
Instruction	74,970	-	-	-	(74,970)
General Administration	14,479	-	-	-	(14,479)
School Administration	140,104	-	-	-	(140,104)
Central Services	96,974	-	-	-	(96,974)
Operation & Maintenance of Plant	54,729	-	-	-	(54,729)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	55,953	26,442	24,905	-	(4,606)
Community Services Operations	52,292	-	-	-	(52,292)
Facilities Materials, Supplies & Other Services	109,200	-	-	109,200	-
<b>Total governmental activities</b>	<b>\$ 1,715,351</b>	<b>\$ 35,240</b>	<b>\$ 657,159</b>	<b>\$ 109,200</b>	<b>(913,752)</b>
<b>General Revenues:</b>					
State Equalization Guarantee					992,147
Total general revenues					992,147
Change in net assets					78,395
Net assets - beginning					-
Net assets - ending					<b>\$ 78,395</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
J. PAUL TAYLOR ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	Operational Fund 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 1,744	\$ 150	\$ 1,626	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	24,427	30,685
Due from other funds	132,104	-	-	-	-
<i>Total assets</i>	<u>133,848</u>	<u>150</u>	<u>1,626</u>	<u>24,427</u>	<u>30,685</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts Payable	5,190	-	2,571	-	-
Accrued liabilities	22,933	-	-	-	-
Due to other funds	-	-	-	24,427	30,685
<i>Total liabilities</i>	<u>28,123</u>	<u>-</u>	<u>2,571</u>	<u>24,427</u>	<u>30,685</u>
<i>Fund balances</i>					
Restricted	-	150	-	-	-
Assigned	90,000	-	-	-	-
Unassigned (deficit)	15,725	-	(945)	-	-
<i>Total fund balance (deficit)</i>	<u>105,725</u>	<u>150</u>	<u>(945)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 133,848</u>	<u>\$ 150</u>	<u>\$ 1,626</u>	<u>\$ 24,427</u>	<u>\$ 30,685</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
J. PAUL TAYLOR ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 3)

	IDEA B Risk Pool 24120	Federal Charter School Planning 24146	Teacher Principal Training 24154	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ 3,520
Accounts receivable					
Due from other governments	277	69,790	6,925	-	132,104
Due from other funds	-	-	-	-	132,104
<i>Total assets</i>	<u>277</u>	<u>69,790</u>	<u>6,925</u>	<u>-</u>	<u>267,728</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts Payable	-	38,372	-	-	46,133
Accrued liabilities	-	-	-	-	22,933
Due to other funds	277	69,790	6,925	-	132,104
<i>Total liabilities</i>	<u>277</u>	<u>108,162</u>	<u>6,925</u>	<u>-</u>	<u>201,170</u>
<i>Fund balances</i>					
Restricted	-	-	-	-	150
Assigned	-	-	-	-	90,000
Unassigned (deficit)	-	(38,372)	-	-	(23,592)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>(38,372)</u>	<u>-</u>	<u>-</u>	<u>66,558</u>
<i>Total liabilities and fund balance</i>	<u>\$ 277</u>	<u>\$ 69,790</u>	<u>\$ 6,925</u>	<u>\$ -</u>	<u>\$ 267,728</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
J. PAUL TAYLOR ACADEMY  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balance - total governmental funds	\$ 66,558
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>11,837</u>
Net Assets-total Governmental Activities	<u><u>\$ 78,395</u></u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
J. PAUL TAYLOR ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 3)

	Operational Fund 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 8,798	\$ -	\$ 26,442	\$ -	\$ -
State grant	992,147	6,635	-	-	-
Federal grant	-	-	24,905	24,427	30,685
<i>Total revenues</i>	<u>1,000,945</u>	<u>6,635</u>	<u>51,347</u>	<u>24,427</u>	<u>30,685</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	630,503	6,485	-	24,427	-
Support Services					
Students	60,455	-	-	-	30,685
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	102,054	-	-	-	-
Central Services	59,474	-	-	-	-
Operation & Maintenance of Plant	42,734	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	52,292	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>895,220</u>	<u>6,485</u>	<u>52,292</u>	<u>24,427</u>	<u>30,685</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>105,725</u>	<u>150</u>	<u>(945)</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>105,725</u>	<u>150</u>	<u>(945)</u>	<u>-</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>\$ 105,725</u>	<u>\$ 150</u>	<u>\$ (945)</u>	<u>\$ -</u>	<u>\$ -</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
J. PAUL TAYLOR ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 3)

	IDEA B Risk Pool 24120	Federal Charter School Planning 24146	Teacher Prncipal Training 24154	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 35,240
State grant	-	-	-	109,200	1,107,982
Federal grant	277	563,305	6,925	-	650,524
<i>Total revenues</i>	<u>277</u>	<u>563,305</u>	<u>6,925</u>	<u>109,200</u>	<u>1,793,746</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	341,619	6,925	-	1,009,959
Support Services					
Students	277	20,829	-	-	112,246
Instruction	-	81,252	-	-	81,252
General Administration	-	14,479	-	-	14,479
School Administration	-	38,050	-	-	140,104
Central Services	-	37,500	-	-	96,974
Operation & Maintenance of Plant	-	11,995	-	-	54,729
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	55,953	-	-	55,953
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	52,292
Capital outlay	-	-	-	109,200	109,200
<i>Total expenditures</i>	<u>277</u>	<u>601,677</u>	<u>6,925</u>	<u>109,200</u>	<u>1,727,188</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(38,372)</u>	<u>-</u>	<u>-</u>	<u>66,558</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>-</u>	<u>(38,372)</u>	<u>-</u>	<u>-</u>	<u>66,558</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>\$ -</u>	<u>\$ (38,372)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,558</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**

Exhibit B-2  
 (Page 3 of 3)

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, 2012

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 66,558
<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 capital outlay exceeds depreciation for the period.</p>	
Depreciation expense	(5,208)
Capital Outlay	17,045
Excess of capital outlay over depreciation	11,837
Change in Net Assets-total Governmental Activities	\$ 78,395

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**  
**OPERATIONAL 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 10,000	\$ 8,798	\$ (1,202)
State grants	849,753	992,147	992,147	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>849,753</u>	<u>1,002,147</u>	<u>1,000,945</u>	<u>(1,202)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	587,945	685,445	625,313	60,132
Support Services				
Students	36,291	64,271	60,455	3,816
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	122,820	113,130	102,054	11,076
Central Services	32,546	60,946	59,474	1,472
Operation & Maintenance of Plant	70,151	78,355	42,734	35,621
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>849,753</u>	<u>1,002,147</u>	<u>890,030</u>	<u>112,117</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>110,915</u>	<u>110,915</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>110,915</u>	<u>110,915</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>\$ 110,915</u>	<u>\$ 110,915</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(5,190)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 105,725</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	5,052	6,485	6,635	150
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,052</u>	<u>6,485</u>	<u>6,635</u>	<u>150</u>
<i>Expenditures:</i>				
Current:				
Instruction	5,052	6,485	6,485	-
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>5,052</u>	<u>6,485</u>	<u>6,485</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>150</u>	<u>150</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>150</u>	<u>150</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>\$ 150</u>	<u>\$ 150</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 150</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 27,000	\$ 26,442	\$ (558)
State grants	-	-	-	-
Federal grants	45,000	30,000	24,905	(5,095)
Interest	-	-	-	-
<i>Total revenues</i>	<u>45,000</u>	<u>57,000</u>	<u>51,347</u>	<u>(5,653)</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	45,000	57,000	49,721	7,279
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>45,000</u>	<u>57,000</u>	<u>49,721</u>	<u>7,279</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,626</u>	<u>1,626</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>1,626</u>	<u>1,626</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>\$ 1,626</u>	<u>\$ 1,626</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(2,571)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (945)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	24,427	-	(24,427)
Interest	-	-	-	-
<i>Total revenues</i>	-	24,427	-	(24,427)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	24,427	24,427	-
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>	-	24,427	24,427	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(24,427)	(24,427)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(24,427)	(24,427)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (24,427)	\$ (24,427)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			24,427	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	30,685	-	(30,685)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>30,685</u>	<u>-</u>	<u>(30,685)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	30,685	30,685	-
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>30,685</u>	<u>30,685</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(30,685)</u>	<u>(30,685)</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>(30,685)</u>	<u>(30,685)</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>\$ (30,685)</u>	<u>\$ (30,685)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			30,685	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**  
**IDEA B RISK POOL**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	277	-	(277)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>277</u>	<u>-</u>	<u>(277)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	277	277	-
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>277</u>	<u>277</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(277)</u>	<u>(277)</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>(277)</u>	<u>(277)</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>\$ (277)</u>	<u>\$ (277)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			277	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	500,000	762,318	518,433	(243,885)
Interest	-	-	-	-
<i>Total revenues</i>	<u>500,000</u>	<u>762,318</u>	<u>518,433</u>	<u>(243,885)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	311,000	466,176	338,601	127,575
Support Services				
Students	-	15,456	15,454	2
Instruction	130,000	81,255	81,252	3
General Administration	14,000	25,449	14,479	10,970
School Administration	-	43,520	41,050	2,470
Central Services	-	37,500	37,500	-
Operation & Maintenance of Plant	15,000	21,138	21,078	60
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	30,000	71,824	55,953	15,871
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>500,000</u>	<u>762,318</u>	<u>605,367</u>	<u>156,951</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(86,934)</u>	<u>(86,934)</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>(86,934)</u>	<u>(86,934)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>17,144</u>	<u>17,144</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (69,790)</u>	<u>\$ (69,790)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			44,872	
Adjustments to expenditures			3,690	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (38,372)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	6,925	-	(6,925)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>6,925</u>	<u>-</u>	<u>(6,925)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	6,925	6,925	-
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>6,925</u>	<u>6,925</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,925)</u>	<u>(6,925)</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>(6,925)</u>	<u>(6,925)</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>\$ (6,925)</u>	<u>\$ (6,925)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			6,925	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**  
**PUBLIC SCHOOL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	109,200	109,200	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>109,200</u>	<u>109,200</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	-	109,200	109,200	-
<i>Total expenditures</i>	<u>-</u>	<u>109,200</u>	<u>109,200</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**J. PAUL TAYLOR ACADEMY**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Century Bank</u>
Checking - Operational	<u>\$ 20,196</u>
Total On Deposit	20,196
Reconciling Items	<u>(16,676)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 3,520</u></u>

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, 2012**

Schedule III

	Operational Fund 11000	Instructional Materials Fund 14000	Food Services Fund 21000	Federal Projects Account 24000	Public School Capital Outlay 31200	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -	\$ 17,144	\$ -	\$ 17,144
Add:						
2011-12 revenues	1,000,945	6,635	51,347	518,433	109,200	1,686,560
Total cash available	1,000,945	6,635	51,347	535,577	109,200	1,703,704
Less:						
2011-12 expenditures	(901,419)	(6,485)	(49,721)	(667,681)	(109,200)	(1,734,506)
Outstanding loans	(132,104)	-	-	132,104	-	-
Receivables/Payables	34,322	-	-	-	-	34,322
Cash, June 30, 2012	<u>1,744</u>	<u>150</u>	<u>1,626</u>	<u>-</u>	<u>-</u>	<u>3,520</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per Books	<u>1,744</u>	<u>150</u>	<u>1,626</u>	<u>-</u>	<u>-</u>	<u>\$ 3,520</u>
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	103,981	-	(2,571)	(38,372)	-	63,038
Fund Balance, Modified Accrual Basis (deficit)	<u>105,725</u>	<u>150</u>	<u>(945)</u>	<u>(38,372)</u>	<u>-</u>	<u>66,558</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 106,463
Receivables	
Due from other governments	151,709
Total current assets	258,172
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	37,959
Building and Building Improvements	2,124,326
Less: accumulated depreciation	(459,902)
Total noncurrent assets	1,702,383
Total assets	\$ 1,960,555
<b>LIABILITIES AND NET ASSETS</b>	
Accrued liabilities	\$ 112,844
Due to other governments	909
Due to agency fund	7,700
Deferred revenue	82,024
Total current liabilities	203,477
Total liabilities	203,477
Invested in capital assets, net of related debt	1,702,383
Restricted	21,497
Unrestricted	33,198
Total net assets	1,757,078
Total liabilities and net assets	\$ 1,960,555

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, 2012

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	\$ 1,350,104	\$ 9,210	\$ 321,174	\$ -	\$ (1,019,720)
Support services:					
Students	223,328	-	-	-	(223,328)
Instruction	-	-	-	-	-
General Administration	12,956	-	-	-	(12,956)
School Administration	183,979	-	-	-	(183,979)
Central Services	82,979	-	-	-	(82,979)
Operation & Maintenance of Plant	221,618	-	-	-	(221,618)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	173,645	723	180,000	-	7,078
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	221,163	-	-	57,019	(164,144)
<b>Total governmental activities</b>	<b>\$ 2,469,772</b>	<b>\$ 9,933</b>	<b>\$ 501,174</b>	<b>\$ 57,019</b>	<b>(1,901,646)</b>
			<b>General Revenues:</b>		
					1,711,626
					67,604
					6,603
			Total general revenues		1,785,833
			Change in net assets		(115,813)
			Net assets - beginning		1,872,891
			Net assets - ending		<b>\$ 1,757,078</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 5)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 402	\$ 5,572	\$ 17,550	\$ 6	\$ -
Accounts receivable					
Due from other governments	-	-	531	63,616	-
Due from other funds	156,073	-	-	-	-
	<u>156,073</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 156,475</u>	<u>\$ 5,572</u>	<u>\$ 18,081</u>	<u>\$ 63,622</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	101,126	-	2,156	9,516	-
Due to other funds	-	-	-	54,106	8,280
Due to agency fund	7,700	-	-	-	-
Due to other governments	-	-	-	-	-
Deferred revenue	-	-	-	-	-
	<u>108,826</u>	<u>-</u>	<u>2,156</u>	<u>63,622</u>	<u>8,280</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	5,572	15,925	-	-
Unassigned (deficit)	47,649	-	-	-	(8,280)
	<u>47,649</u>	<u>5,572</u>	<u>15,925</u>	<u>-</u>	<u>(8,280)</u>
<i>Total fund balance (deficit)</i>	<u>47,649</u>	<u>5,572</u>	<u>15,925</u>	<u>-</u>	<u>(8,280)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 156,475</u>	<u>\$ 5,572</u>	<u>\$ 18,081</u>	<u>\$ 63,622</u>	<u>\$ -</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 5)

	IDEA-B Risk Pool 24120	Title III Rehabilitation Act of 1973 24134	English Language Acquisition 24153	Teacher/Principal Training 24154	Medicaid 25152
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ 909	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	365	-	18,573	4,333	-
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>\$ 365</u>	<u>\$ 909</u>	<u>\$ 18,573</u>	<u>\$ 4,333</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	-
Due to other funds	365	-	18,573	4,333	-
Due to agency fund	-	-	-	-	-
Due to other governments	-	909	-	-	-
Deferred revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>365</u>	<u>909</u>	<u>18,573</u>	<u>4,333</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 365</u>	<u>\$ 909</u>	<u>\$ 18,573</u>	<u>\$ 4,333</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 5)

	Education Job Fund 25255	EMSI 26177	2010 Library GO Bond 27106	Breakfast for Elementary Students 27155	Pre-K 27166
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	2,882	2,166	2,178	35,044
Due from other funds	-	-	-	-	-
	-	-	-	-	-
<i>Total assets</i>	\$ -	\$ 2,882	\$ 2,166	\$ 2,178	\$ 35,044
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	46	-	-	-
Due to other funds	-	2,836	2,166	2,178	35,044
Due to agency fund	-	-	-	-	-
Due to other governments	-	-	-	-	-
Deferred revenue	-	-	-	-	-
	-	2,882	2,166	2,178	35,044
<i>Total liabilities</i>	-	2,882	2,166	2,178	35,044
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
	-	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ -	\$ 2,882	\$ 2,166	\$ 2,178	\$ 35,044

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 4 of 5)

	Public School Capital Outlay 31200	Capital Improvements HB 33 31600	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 82,024	\$ -	\$ 106,463
Accounts receivable				
Due from other governments	17,499	-	4,522	151,709
Due from other funds	-	-	-	156,073
	<u>\$ 17,499</u>	<u>\$ 82,024</u>	<u>\$ 4,522</u>	<u>\$ 414,245</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	-	-	-	112,844
Due to other funds	23,670	-	4,522	156,073
Due to agency fund	-	-	-	7,700
Due to other governments	-	-	-	909
Deferred revenue	-	82,024	-	82,024
<i>Total liabilities</i>	<u>23,670</u>	<u>82,024</u>	<u>4,522</u>	<u>359,550</u>
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	-	-	21,497
Unassigned (deficit)	(6,171)	-	-	33,198
<i>Total fund balance (deficit)</i>	<u>(6,171)</u>	<u>-</u>	<u>-</u>	<u>54,695</u>
<i>Total liabilities and fund balance</i>	<u>\$ 17,499</u>	<u>\$ 82,024</u>	<u>\$ 4,522</u>	<u>\$ 414,245</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, 2012**

Exhibit B-1  
(Page 5 of 5)

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

Fund balances - total governmental funds	\$ 54,695
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>1,702,383</u>
Net Assets-total Governmental Activities	<u><u>\$ 1,757,078</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 5)

	General 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 6,603	\$ -	\$ -	\$ -	\$ -
Fees	9,210	-	723	-	-
State sources	1,711,626	10,607	-	-	-
Federal sources	-	-	180,000	102,685	29,079
Property Tax	-	-	-	-	-
<i>Total revenues</i>	1,727,439	10,607	180,723	102,685	29,079
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,041,662	29,208	-	90,465	37,359
Support Services:					
Students	186,593	-	-	12,220	-
Instruction	-	-	-	-	-
General Administration	12,956	-	-	-	-
School Administration	180,749	-	-	-	-
Central Services	82,979	-	-	-	-
Operation & Maintenance of Plant	219,367	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	170,228	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	1,724,306	29,208	170,228	102,685	37,359
<i>Excess (deficiency) of revenues over (under) expenditures</i>	3,133	(18,601)	10,495	-	(8,280)
<i>Other financing sources (uses):</i>					
Other financing uses	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-	-
<i>Net changes in fund balances</i>	3,133	(18,601)	10,495	-	(8,280)
<i>Fund balances - beginning of year</i>	44,516	24,173	5,430	-	-
<i>Fund balances - end of year (deficit)</i>	\$ 47,649	\$ 5,572	\$ 15,925	\$ -	\$ (8,280)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 5)

	IDEA-B Risk Pool 24120	Title III Rehabilitation Act of 1973 24134	English Language Acquisition 24153	Teacher/Principal Training 25154	Medicaid 25152
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -
Fees	-	-	-	-	-
State sources	-	-	-	-	-
Federal sources	365	-	18,573	11,359	8,285
Property Tax	-	-	-	-	-
<i>Total revenues</i>	<u>365</u>	<u>-</u>	<u>18,573</u>	<u>11,359</u>	<u>8,285</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	365	-	13,373	11,359	-
Support Services:					
Students	-	-	5,200	-	8,285
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>365</u>	<u>-</u>	<u>18,573</u>	<u>11,359</u>	<u>8,285</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</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>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
 (Page 3 of 5)

	Education Job Fund 25255	EMSI 26177	2010 Library GO Bonds 27106	Breakfast for Elementary Students 27155	Pre-K 27166
<i>Revenues:</i>					
Local and county sources	\$ -	\$ 4,843	\$ -	\$ -	\$ -
Fees	-	-	-	-	-
State sources	-	-	2,166	2,178	130,400
Federal sources	634	-	-	-	-
Property Tax	-	-	-	-	-
<i>Total revenues</i>	<u>634</u>	<u>4,843</u>	<u>2,166</u>	<u>2,178</u>	<u>130,400</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	634	-	-	-	124,466
Support Services:					
Students	-	4,843	2,166	-	2,704
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	3,230
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	2,178	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>634</u>	<u>4,843</u>	<u>2,166</u>	<u>2,178</u>	<u>130,400</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</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>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 4 of 5)

	Public School Capital Outlay 31200	Capital Improvements HB 33 31600	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ 11,446
Fees	-	-	-	9,933
State sources	52,497	-	4,522	1,913,996
Federal sources	-	-	-	350,980
Property Tax	-	67,604	-	67,604
<i>Total revenues</i>	<u>52,497</u>	<u>67,604</u>	<u>4,522</u>	<u>2,353,959</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	1,348,891
Support Services:				
Students	-	-	-	222,011
Instruction	-	-	-	-
General Administration	-	-	-	12,956
School Administration	-	-	-	183,979
Central Services	-	-	-	82,979
Operation & Maintenance of Plant	-	-	-	219,367
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	172,406
Capital outlay	58,668	67,604	4,522	130,794
<i>Total expenditures</i>	<u>58,668</u>	<u>67,604</u>	<u>4,522</u>	<u>2,373,383</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(6,171)</u>	<u>-</u>	<u>-</u>	<u>(19,424)</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>(6,171)</u>	<u>-</u>	<u>-</u>	<u>(19,424)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>74,119</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (6,171)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,695</u>

The accompanying notes are an integral part of these financial statements



**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, 2012

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

Net change in fund balances - total governmental funds \$ (19,424)

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	(110,793)
Capital outlays	<u>14,404</u>
Excess of capital outlay over depreciation expense	<u>(96,389)</u>

Change in Net Assets of governmental activities: \$ (115,813)

**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 15,996	\$ 15,996
State sources	1,852,878	1,711,629	1,711,626	(3)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,852,878</u>	<u>1,711,629</u>	<u>1,727,622</u>	<u>15,993</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,156,431	1,045,662	1,041,662	4,000
Support Services:				
Students	221,258	196,259	186,292	9,967
Instruction	-	14,975	-	14,975
General Administration	17,810	-	12,956	(12,956)
School Administration	192,331	182,521	180,749	1,772
Central Services	85,141	84,203	82,979	1,224
Operation & Maintenance of Plant	145,100	216,968	219,367	(2,399)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	34,807	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,852,878</u>	<u>1,740,588</u>	<u>1,724,005</u>	<u>16,583</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(28,959)</u>	<u>3,617</u>	<u>32,576</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	28,959	-	(28,959)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>28,959</u>	<u>-</u>	<u>(28,959)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,617</u>	<u>3,617</u>
<i>Cash or fund balance, beginning of year, per prior year Schedule III</i>	<u>-</u>	<u>-</u>	<u>44,516</u>	<u>44,516</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,133</u>	<u>\$ 48,133</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(183)	
Adjustments to expenditures			(301)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 3,133</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, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	6,856	10,368	10,607	239
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,856</u>	<u>10,368</u>	<u>10,607</u>	<u>239</u>
<i>Expenditures:</i>				
Current:				
Instruction	25,445	34,541	29,208	5,333
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>25,445</u>	<u>34,541</u>	<u>29,208</u>	<u>5,333</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(18,589)</u>	<u>(24,173)</u>	<u>(18,601)</u>	<u>5,572</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	18,589	24,173	-	(24,173)
<i>Total other financing sources (uses)</i>	<u>18,589</u>	<u>24,173</u>	<u>-</u>	<u>(24,173)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(18,601)</u>	<u>(18,601)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>24,173</u>	<u>24,173</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,572</u>	<u>\$ 5,572</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (18,601)</u>	

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, 2012**

	<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 sources	\$ -	\$ 1,000	\$ 723	\$ (277)
State sources	-	-	-	-
Federal sources	-	169,228	179,469	10,241
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>170,228</u>	<u>180,192</u>	<u>9,964</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	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	170,228	170,228	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>170,228</u>	<u>170,228</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>9,964</u>	<u>9,964</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>9,964</u>	<u>9,964</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,430</u>	<u>5,430</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,394</u>	<u>\$ 15,394</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			531	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 10,495</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	88,326	104,414	39,075	(65,339)
Interest	-	-	-	-
<i>Total revenues</i>	<u>88,326</u>	<u>104,414</u>	<u>39,075</u>	<u>(65,339)</u>
<i>Expenditures:</i>				
Current:				
Instruction	87,326	91,230	90,465	765
Support Services:				
Students	1,000	13,184	12,220	964
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>88,326</u>	<u>104,414</u>	<u>102,685</u>	<u>1,729</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(63,610)</u>	<u>(63,610)</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>(63,610)</u>	<u>(63,610)</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>\$ (63,610)</u>	<u>\$ (63,610)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			63,610	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**

Exhibit C-5

**IDEA-B ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	31,032	37,359	29,079	(8,280)
Interest	-	-	-	-
<i>Total revenues</i>	<u>31,032</u>	<u>37,359</u>	<u>29,079</u>	<u>(8,280)</u>
<i>Expenditures:</i>				
Current:				
Instruction	31,032	37,359	37,359	-
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>31,032</u>	<u>37,359</u>	<u>37,359</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,280)</u>	<u>(8,280)</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>(8,280)</u>	<u>(8,280)</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 (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,280)</u>	<u>\$ (8,280)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (8,280)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**

Exhibit C-6

**IDEA-B RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	365	-	(365)
Interest	-	-	-	-
<i>Total revenues</i>	-	365	-	(365)
<i>Expenditures:</i>				
Current:				
Instruction	-	365	365	-
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>	-	365	365	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(365)	(365)
<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>	-	-	(365)	(365)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (365)	\$ (365)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			365	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	-	-	-	-
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>	 -	 -	 909	 909
 <i>Cash or fund balance, end of year</i>	 \$ -	 \$ -	 \$ 909	 \$ 909
 <i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
 <b>NET CHANGE IN FUND BALANCE</b>			 \$ -	

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, 2012**

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	-	18,573	35,000	16,427
Interest	-	-	-	-
<i>Total revenues</i>	-	18,573	35,000	16,427
<i>Expenditures:</i>				
Current:				
Instruction	-	13,373	13,373	-
Support Services:				
Students	-	5,200	5,200	-
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>	-	18,573	18,573	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	16,427	16,427
<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>	-	-	16,427	16,427
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(35,000)	(35,000)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (18,573)	\$ (18,573)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(16,427)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012

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	7,026	11,359	8,149	(3,210)
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,026</u>	<u>11,359</u>	<u>8,149</u>	<u>(3,210)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,026	11,359	11,359	-
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>7,026</u>	<u>11,359</u>	<u>11,359</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,210)</u>	<u>(3,210)</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>(3,210)</u>	<u>(3,210)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,123)</u>	<u>(1,123)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,333)</u>	<u>\$ (4,333)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,210	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**MEDICAID**

Exhibit C-10

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	10,400	10,400	11,759	1,359
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,400</u>	<u>10,400</u>	<u>11,759</u>	<u>1,359</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	10,400	10,400	8,285	2,115
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>10,400</u>	<u>10,400</u>	<u>8,285</u>	<u>2,115</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,474</u>	<u>3,474</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>3,474</u>	<u>3,474</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,474)</u>	<u>(3,474)</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			(3,474)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	-	634	634	-
Interest	-	-	-	-
<i>Total revenues</i>	-	634	634	-
<i>Expenditures:</i>				
Current:				
Instruction	-	634	634	-
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>	-	634	634	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**

Exhibit C-12

EMSI  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	\$ 4,524	\$ (476)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	4,524	(476)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	5,000	4,843	157
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	4,843	157
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(319)	(319)
<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>	-	-	(319)	(319)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,563)	(2,563)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,882)	\$ (2,882)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			319	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**

Exhibit C-13

2010 LIBRARY GO BONDS  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,166	2,166	-	(2,166)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,166</u>	<u>2,166</u>	<u>-</u>	<u>(2,166)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	2,166	2,166	2,166	-
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>2,166</u>	<u>2,166</u>	<u>2,166</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,166)</u>	<u>(2,166)</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>(2,166)</u>	<u>(2,166)</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>\$ (2,166)</u>	<u>\$ (2,166)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,166	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**BREAKFAST FOR ELEMENTARY STUDENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-14

	<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	-	6,361	-	(6,361)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>6,361</u>	<u>-</u>	<u>(6,361)</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	-	6,361	2,178	4,183
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>6,361</u>	<u>2,178</u>	<u>4,183</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,178)</u>	<u>(2,178)</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>(2,178)</u>	<u>(2,178)</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>\$ (2,178)</u>	<u>\$ (2,178)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,178	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**

Exhibit C-15

**PRE-K**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	88,000	130,400	95,356	(35,044)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>88,000</u>	<u>130,400</u>	<u>95,356</u>	<u>(35,044)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	69,846	124,466	124,466	-
Support Services:				
Students	11,696	2,704	2,704	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	6,458	3,230	3,230	-
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>88,000</u>	<u>130,400</u>	<u>130,400</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(35,044)</u>	<u>(35,044)</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(35,044)</u>	<u>(35,044)</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>\$ (35,044)</u>	<u>\$ (35,044)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			35,044	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

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, 2012**

Exhibit C-16

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	69,996	34,998	(34,998)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	69,996	34,998	(34,998)
<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	-	69,996	58,668	11,328
<i>Total expenditures</i>	-	69,996	58,668	11,328
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(23,670)	(23,670)
<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>	-	-	(23,670)	(23,670)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (23,670)	\$ (23,670)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,499	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (6,171)</u>	

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, 2012**

Exhibit C-17

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 112,349	\$ 112,349	\$ 106,638	\$ (5,711)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>112,349</u>	<u>112,349</u>	<u>106,638</u>	<u>(5,711)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,550	1,550	-	1,550
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	151,732	151,732	67,604	84,128
<i>Total expenditures</i>	<u>153,282</u>	<u>153,282</u>	<u>67,604</u>	<u>85,678</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(40,933)</u>	<u>(40,933)</u>	<u>39,034</u>	<u>79,967</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	40,933	40,933	-	(40,933)
<i>Total other financing sources (uses)</i>	<u>40,933</u>	<u>40,933</u>	<u>-</u>	<u>(40,933)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>39,034</u>	<u>39,034</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>42,990</u>	<u>42,990</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 82,024</u>	<u>\$ 82,024</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(39,034)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

Exhibit C-18

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	4,682	2,635	(2,047)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	4,682	2,635	(2,047)
<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	-	4,682	4,522	160
<i>Total expenditures</i>	-	4,682	4,522	160
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,887)	(1,887)
<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>	-	-	(1,887)	(1,887)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,635)	(2,635)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (4,522)	\$ (4,522)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,887	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 353
Due from operating fund	<u>7,700</u>
<b>Total Assets</b>	<u><u>\$ 8,053</u></u>
<b>LIABILITIES</b>	
Deposits held for others	<u>\$ 8,053</u>
<b>Total Liabilities</b>	<u><u>\$ 8,053</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 1,835	5,169	6,651	\$ 353
Due from operating fund	-	7,700	-	7,700
<b>Total assets</b>	<u>\$ 1,835</u>	<u>\$ 12,869</u>	<u>\$ 6,651</u>	<u>\$ 8,053</u>
<b>LIABILITIES</b>				
Deposits held for others	\$ 1,835	\$ 12,869	\$ 6,651	\$ 8,053
<b>Total liabilities</b>	<u>\$ 1,835</u>	<u>\$ 12,869</u>	<u>\$ 6,651</u>	<u>\$ 8,053</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	
Checking-Bank of America	\$ 24,948
Checking-Wells Fargo	127,102
	<hr/>
Total On Deposit	152,050
Reconciling Items	<u>(45,234)</u>
Reconciled Balance June 30, 2012	<u>\$ 106,816</u>
Less Agency Funds	<u>353</u>
Total per Exhibit B-1	<u>\$ 106,463</u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA PROMESA**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

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, 2011	\$ 44,516	\$ 24,173	\$ 5,430	\$ 1,835	\$ 69	\$ -	\$ -
Add:							
2011-12 revenues	1,727,439	10,607	180,192	12,868	170,341	8,920	4,843
Loans from other funds	-	-	2,155	-	-	-	-
Total cash available	1,771,955	34,780	187,777	14,703	170,410	8,920	4,843
Less:							
Receivables/Payables	100,944	-	-	(7,700)	(84,812)	-	-
2011-12 expenditures	(1,723,817)	(29,208)	(170,227)	(6,650)	(170,341)	(8,920)	(4,843)
Loans to other funds	(148,680)	-	-	-	85,658	-	-
Cash, June 30, 2012	<u>402</u>	<u>5,572</u>	<u>17,550</u>	<u>353</u>	<u>915</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:							
Audit reclassifications to cash	-	-	-	-	-	-	-
Cash per Books	<u>402</u>	<u>5,572</u>	<u>17,550</u>	<u>353</u>	<u>915</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:							
Modified Accrual Adjustments	47,247	-	(1,625)	-	(9,195)	-	-
Fund Balance, Modified Accrual Basis (deficit)	<u>47,649</u>	<u>5,572</u>	<u>15,925</u>	<u>353</u>	<u>(8,280)</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA PROMESA  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 2 of 2)

State Flow-through Fund 27000	Public School Capital Outlay 31200	Capital Improv. HB 33 31600	Capital Improv. SB9 31700	Total
\$ -	\$ -	\$ 42,990	\$ -	\$ 119,013.00
134,744	58,688	106,639	4,522	2,419,803
-	-	-	-	2,155
134,744	58,688	149,629	4,522	2,540,971
-	-	-	-	8,432
(134,744)	(58,688)	(67,605)	(4,522)	(2,379,565)
-	-	-	-	(63,022)
-	-	82,024	-	106,816
-	-	-	-	-
-	-	82,024	-	\$ 106,816
			Less Activity Funds	(353)
			Total cash per Exhibit B-1	\$ 106,463
-	(6,171)	(82,024)	-	(51,768)
-	(6,171)	-	-	\$ 55,048
			Less Activity Funds	(353)
			Total fund balance per Exhibit B-1	\$ 54,695



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MEDIA ARTS COLLABORATIVE CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 287,201
Receivables	
Due from other governments	81,022
Total current assets	<u>368,223</u>
Capital assets	
Land	410,000
Building and building improvements	1,587,658
Furniture, fixtures and equipment	46,817
Less: accumulated depreciation	<u>(147,348)</u>
Total noncurrent assets	<u>1,897,127</u>
Total assets	<u><u>\$ 2,265,350</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	\$ 100,550
Current portion of capital lease obligation	<u>97,433</u>
Total current liabilities	197,983
Non-current portion of capital lease obligation	<u>1,208,168</u>
Total noncurrent liabilities	<u>1,208,168</u>
Total liabilities	1,406,151
Invested in capital assets, net of related debt	591,526
Restricted for:	
Other	7,760
Unrestricted	<u>259,913</u>
Total net assets	<u>859,199</u>
Total liabilities and net assets	<u><u>\$ 2,265,350</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  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 847,979	16,416	\$ 58,091	\$ -	\$ (773,472)
Support services:					
Students	252,073	-	-	-	(252,073)
Instruction	3,160	-	-	-	(3,160)
General Administration	32,532	-	-	-	(32,532)
School Administration	215,664	-	-	-	(215,664)
Central Services	69,601	-	-	-	(69,601)
Operation & Maintenance of Plant	242,364	-	-	-	(242,364)
Student Transportation	-	-	-	-	-
Food Services Operation	22,760	3,604	19,791	-	635
Facilities Materials, Supplies & Other Services	60,953	-	-	135,543	74,590
Total governmental activities	\$ 1,747,086	\$ 20,020	\$ 77,882	\$ 135,543	(1,513,641)
			<b>General Revenues:</b>		
					1,514,825
					310
					18,465
				Total general revenues	1,533,600
				Change in net assets	19,959
				Net assets - beginning	839,240
				Net assets - ending	\$ 859,199

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MEDIA ARTS COLLABORATIVE CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Service 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 279,441	\$ 3,782	\$ 3,136	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	32,052	-
Due from other funds	126,669	-	-	-	-
<i>Total assets</i>	<u>406,110</u>	<u>3,782</u>	<u>3,136</u>	<u>32,052</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	100,550	-	-	-	-
Due to other funds	-	-	-	32,052	45,647
<i>Total liabilities</i>	<u>100,550</u>	<u>-</u>	<u>-</u>	<u>32,052</u>	<u>45,647</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	3,782	3,136	-	-
Unassigned (deficit)	305,560	-	-	-	(45,647)
<i>Total fund balance (deficit)</i>	<u>305,560</u>	<u>3,782</u>	<u>3,136</u>	<u>-</u>	<u>(45,647)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 406,110</u>	<u>\$ 3,782</u>	<u>\$ 3,136</u>	<u>\$ 32,052</u>	<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**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	IDEA-B Risk Pool 24120	Beginning Teacher/Principal 24154	Education Job Fund 25255	Dual Credit 27103	2010 Library GO Bonds 27105
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	336	5,592	-	591	3,160
Due from other funds	-	-	-	-	-
<i>Total assets</i>	336	5,592	-	591	3,160
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	-
Due to other funds	336	5,592	-	591	3,160
<i>Total liabilities</i>	336	5,592	-	591	3,160
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 336	\$ 5,592	\$ -	\$ 591	\$ 3,160

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MEDIA ARTS COLLABORATIVE CHARTER SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	State Planning 27112	Beginning Teacher/Principal Training 27154	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ 50	\$ 792	\$ -	\$ -	\$ -	\$ 287,201
Accounts receivable						
Due from other governments	-	-	-	32,084	7,207	81,022
Due from other funds	-	-	-	-	-	126,669
<i>Total assets</i>	<u>50</u>	<u>792</u>	<u>-</u>	<u>32,084</u>	<u>7,207</u>	<u>494,892</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	100,550
Due to other funds	-	-	-	32,084	7,207	126,669
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,084</u>	<u>7,207</u>	<u>227,219</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	50	792	-	-	-	7,760
Unassigned (deficit)	-	-	-	-	-	259,913
<i>Total fund balance (deficit)</i>	<u>50</u>	<u>792</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>267,673</u>
<i>Total liabilities and fund balance</i>	<u>\$ 50</u>	<u>\$ 792</u>	<u>\$ -</u>	<u>\$ 32,084</u>	<u>\$ 7,207</u>	<u>\$ 494,892</u>

The accompanying notes are an integral part of these financial statements

**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, 2012

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

Fund balances - total governmental funds	\$ 267,673
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,897,127
Capital lease obligations are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(1,305,601)</u>
Net Assets-total Governmental Activities	<u>\$ 859,199</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, 2012**

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	\$ 29,371	\$ -	\$ 3,604	\$ -	\$ -
State grant	1,514,825	7,480	-	-	-
Federal grant	-	-	19,791	32,052	-
Miscellaneous income	5,510	-	-	-	-
Interest	310	-	-	-	-
<i>Total revenues</i>	<u>1,550,016</u>	<u>7,480</u>	<u>23,395</u>	<u>32,052</u>	<u>-</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	835,808	9,457	-	-	-
Support Services					
Students	158,888	-	-	32,052	45,647
Instruction	-	-	-	-	-
General Administration	32,532	-	-	-	-
School Administration	215,664	-	-	-	-
Central Services	69,601	-	-	-	-
Operation & Maintenance of Plant	205,836	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	22,760	-	-
Capital outlay	410,000	-	-	-	-
<i>Total expenditures</i>	<u>1,928,329</u>	<u>9,457</u>	<u>22,760</u>	<u>32,052</u>	<u>45,647</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(378,313)</u>	<u>(1,977)</u>	<u>635</u>	<u>-</u>	<u>(45,647)</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
Other financing sources	410,000	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>410,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>31,687</u>	<u>(1,977)</u>	<u>635</u>	<u>-</u>	<u>(45,647)</u>
<i>Fund balances - beginning of year</i>	<u>273,873</u>	<u>5,759</u>	<u>2,501</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 305,560</u>	<u>\$ 3,782</u>	<u>\$ 3,136</u>	<u>\$ -</u>	<u>\$ (45,647)</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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher/ Principal Training 24154	Education Job Fund 25255	Dual Credit 27103	2010 Library GO Bonds 27105
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	1,250	3,160
Federal grant	336	5,592	721	-	-
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>336</u>	<u>5,592</u>	<u>721</u>	<u>1,250</u>	<u>3,160</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	5,592	721	1,250	-
Support Services					
Students	336	-	-	-	-
Instruction	-	-	-	-	3,160
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>336</u>	<u>5,592</u>	<u>721</u>	<u>1,250</u>	<u>3,160</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
Other financing sources	-	-	-	-	-
<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>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**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, 2012**

Exhibit B-2  
(Page 3 of 4)

	State Planning 27112	Beginning Teacher/Principal Training 27154	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ 7,500	\$ -	\$ -	\$ 40,475
State grant	-	-	-	128,336	7,207	1,662,258
Federal grant	-	-	-	-	-	58,492
Miscellaneous income	-	-	-	-	-	5,510
Interest	-	-	-	-	-	310
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>7,500</u>	<u>128,336</u>	<u>7,207</u>	<u>1,767,045</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	-	3,500	-	-	856,328
Support Services						
Students	-	-	15,150	-	-	252,073
Instruction	-	-	-	-	-	3,160
General Administration	-	-	-	-	-	32,532
School Administration	-	-	-	-	-	215,664
Central Services	-	-	-	-	-	69,601
Operation & Maintenance of Plant	-	-	-	-	-	205,836
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	22,760
Capital outlay	-	-	-	128,336	7,207	545,543
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>18,650</u>	<u>128,336</u>	<u>7,207</u>	<u>2,203,497</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(11,150)</u>	<u>-</u>	<u>-</u>	<u>(436,452)</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	-	-	-	-
Other financing sources	-	-	-	-	-	410,000
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>410,000</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,150)</u>	<u>-</u>	<u>-</u>	<u>(26,452)</u>
<i>Fund balances - beginning of year</i>	<u>50</u>	<u>792</u>	<u>11,150</u>	<u>-</u>	<u>-</u>	<u>294,125</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 50</u>	<u>\$ 792</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 267,673</u>

The accompanying notes are an integral part of these financial statements

**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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$	(26,452)
--	----	----------

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 capital exceeds depreciation for the period.

Capital outlays		426,512
Depreciation expense		(56,967)

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

Capital lease obligation		(410,000)
Principal payments of capital lease obligation		<u>86,866</u>

Change in Net Assets-total Governmental Activities	\$	<u>19,959</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 5,000	\$ 5,000	\$ 26,871	\$ 21,871
State grants	1,473,006	1,514,825	1,514,825	-
Federal grants	-	-	-	-
Miscellaneous	-	-	5,820	5,820
<i>Total revenues</i>	<u>1,478,006</u>	<u>1,519,825</u>	<u>1,547,516</u>	<u>27,691</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	908,315	920,177	835,808	84,369
Support Services				
Students	143,327	179,033	158,888	20,145
Instruction	-	-	-	-
General Administration	39,000	59,750	32,532	27,218
School Administration	218,308	226,141	215,664	10,477
Central Services	74,436	72,549	69,601	2,948
Operation & Maintenance of Plant	344,379	338,051	205,836	132,215
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	500	500	-	500
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,728,265</u>	<u>1,796,201</u>	<u>1,518,329</u>	<u>277,872</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(250,259)</u>	<u>(276,376)</u>	<u>29,187</u>	<u>305,563</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	250,259	276,376	-	(276,376)
<i>Total other financing sources (uses)</i>	<u>250,259</u>	<u>276,376</u>	<u>-</u>	<u>(276,376)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>29,187</u>	<u>29,187</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>276,373</u>	<u>276,373</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 305,560</u>	<u>\$ 305,560</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			412,500	
Adjustments to expenditures			<u>(410,000)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 31,687</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	6,316	7,311	7,480	169
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,316</u>	<u>7,311</u>	<u>7,480</u>	<u>169</u>
<i>Expenditures:</i>				
Current:				
Instruction	6,316	13,071	9,457	3,614
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>6,316</u>	<u>13,071</u>	<u>9,457</u>	<u>3,614</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(5,760)</u>	<u>(1,977)</u>	<u>3,783</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	5,760	-	(5,760)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>5,760</u>	<u>-</u>	<u>(5,760)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(1,977)</u>	<u>(1,977)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,759</u>	<u>5,759</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,782</u>	<u>\$ 3,782</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,977)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 40,000	\$ 5,220	\$ (34,780)
State grants	-	-	-	-
Federal grants	-	-	18,175	18,175
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>40,000</u>	<u>23,395</u>	<u>(16,605)</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	-	40,000	22,760	17,240
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>40,000</u>	<u>22,760</u>	<u>17,240</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>635</u>	<u>635</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>635</u>	<u>635</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,501</u>	<u>2,501</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,136</u>	<u>\$ 3,136</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 635</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**

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	25,576	32,052	10,000	(22,052)
Interest	-	-	-	-
<i>Total revenues</i>	<u>25,576</u>	<u>32,052</u>	<u>10,000</u>	<u>(22,052)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	25,576	-	-	-
Support Services				
Students	-	32,052	32,052	-
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>25,576</u>	<u>32,052</u>	<u>32,052</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,052)</u>	<u>(22,052)</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>(22,052)</u>	<u>(22,052)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,052)</u>	<u>\$ (32,052)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			22,052	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	27,909	45,647	-	(45,647)
Interest	-	-	-	-
<i>Total revenues</i>	<u>27,909</u>	<u>45,647</u>	<u>-</u>	<u>(45,647)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,000	-	-	-
Support Services				
Students	20,909	45,647	45,647	-
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>27,909</u>	<u>45,647</u>	<u>45,647</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(45,647)</u>	<u>(45,647)</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>(45,647)</u>	<u>(45,647)</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>\$ (45,647)</u>	<u>\$ (45,647)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (45,647)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	336	24,561	24,225
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>336</u>	<u>24,561</u>	<u>24,225</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	336	336	-
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>336</u>	<u>336</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>24,225</u>	<u>24,225</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>24,225</u>	<u>24,225</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(24,561)</u>	<u>(24,561)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (336)</u>	<u>\$ (336)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(24,225)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,025	6,824	1,743	(5,081)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,025</u>	<u>6,824</u>	<u>1,743</u>	<u>(5,081)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,025	6,824	5,592	1,232
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>5,025</u>	<u>6,824</u>	<u>5,592</u>	<u>1,232</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,849)</u>	<u>(3,849)</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>(3,849)</u>	<u>(3,849)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,743)</u>	<u>(1,743)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,592)</u>	<u>\$ (5,592)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,849	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	721	12,242	11,521
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>721</u>	<u>12,242</u>	<u>11,521</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	721	721	-
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>721</u>	<u>721</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(11,521)</u>	<u>(11,521)</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			(11,521)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**DUAL CREDIT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	1,250	659	(591)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,250</u>	<u>659</u>	<u>(591)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,250	1,250	-
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>1,250</u>	<u>1,250</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(591)</u>	<u>(591)</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>(591)</u>	<u>(591)</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>\$ (591)</u>	<u>\$ (591)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			591	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,160	-	(3,160)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,160</u>	<u>-</u>	<u>(3,160)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,160	3,160	-
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>3,160</u>	<u>3,160</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,160)</u>	<u>(3,160)</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>(3,160)</u>	<u>(3,160)</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>\$ (3,160)</u>	<u>\$ (3,160)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,160	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	<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	-	-	-	-
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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 7,500	\$ 7,500
State grants	11,150	7,500	-	(7,500)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,150</u>	<u>7,500</u>	<u>7,500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	11,150	3,500	3,500	-
Support Services				
Students	-	15,150	15,150	-
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>11,150</u>	<u>18,650</u>	<u>18,650</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(11,150)</u>	<u>(11,150)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	11,150	-	(11,150)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>11,150</u>	<u>-</u>	<u>(11,150)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(11,150)</u>	<u>(11,150)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>11,150</u>	<u>11,150</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (11,150)</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	128,336	96,252	(32,084)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>128,336</u>	<u>96,252</u>	<u>(32,084)</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	-	128,336	128,336	-
<i>Total expenditures</i>	<u>-</u>	<u>128,336</u>	<u>128,336</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(32,084)</u>	<u>(32,084)</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>(32,084)</u>	<u>(32,084)</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>\$ (32,084)</u>	<u>\$ (32,084)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			32,084	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	7,207	-	(7,207)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,207</u>	<u>-</u>	<u>(7,207)</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	-	7,207	7,207	-
<i>Total expenditures</i>	<u>-</u>	<u>7,207</u>	<u>7,207</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,207)</u>	<u>(7,207)</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>(7,207)</u>	<u>(7,207)</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>\$ (7,207)</u>	<u>\$ (7,207)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,207	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>US BANK/ NM EDUCATORS</u>
Checking - Operational	<u>\$ 369,443</u>
Reconciling Items	<u>(100,289)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 269,154</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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Federal Projects Account 24000	Federal Direct Fund 25000
Cash, June 30, 2011	\$ 273,873	\$ 5,759	\$ 2,501	\$ -	\$ -
Add:					
2011-12 revenues	1,550,017	7,480	23,395	-	721
Loans from other funds	-	-	-	-	-
Total cash available	1,823,890	13,239	25,896	-	721
Less:					
2011-12 expenditures	(1,518,330)	(9,457)	(22,760)	(83,627)	(721)
Receivables/Payables	-	-	-	83,627	-
Cash, June 30, 2012	<u>305,560</u>	<u>3,782</u>	<u>3,136</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(26,119)	-	-	-	-
Cash per Books	<u>\$ 279,441</u>	<u>\$ 3,782</u>	<u>\$ 3,136</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	-	-	-	(45,647)	-
Fund Balance, Modified Accrual Basis (deficit)	<u>\$ 305,560</u>	<u>\$ 3,782</u>	<u>\$ 3,136</u>	<u>\$ (45,647)</u>	<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, 2012**

Schedule III  
(Page 2 of 2)

State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Capital Improvement SB9 31700	Total
\$ 842	\$ 11,150	\$ -	\$ -	\$ 294,125
659	7,500	96,252	-	1,686,024
-	-	-	-	-
1,501	18,650	96,252	-	1,980,149
(4,410)	(18,650)	(128,336)	(7,207)	(1,793,498)
3,751	-	32,084	7,207	126,669
842	-	-	-	313,320
-	-	-	-	(26,119)
\$ 842	\$ -	\$ -	\$ -	\$ 287,201
-	-	-	-	(45,647)
\$ 842	\$ -	\$ -	\$ -	\$ 267,673

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME VI**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	91,251
Receivables	
Due from other governments	37,708
Prepays	14,265
Total current assets	<u>143,224</u>
Capital assets	
Furniture, fixtures and equipment	26,822
Less: accumulated depreciation	<u>(3,825)</u>
Total noncurrent assets	22,997
Total assets	<u><u>\$ 166,221</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	<u>87,044</u>
Total current liabilities	<u>87,044</u>
Total liabilities	<u>87,044</u>
Invested in capital assets	22,997
Restricted	35,497
Unrestricted	<u>20,683</u>
Total net assets	<u>79,177</u>
Total liabilities and net assets	<u><u>\$ 166,221</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, 2012

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	\$ 736,483	\$ -	\$ 563,278	\$ -	\$ (173,205)
Support services:					
Students	16,178	-	-	-	(16,178)
Instruction	-	-	-	-	-
General Administration	20,889	-	-	-	(20,889)
School Administration	258,493	-	-	-	(258,493)
Central Services	110,968	-	-	-	(110,968)
Operation & Maintenance of Plant	159,996	-	-	-	(159,996)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	68,935	-	-	68,935	-
<b>Total governmental activities</b>	<b>\$ 1,371,942</b>	<b>\$ -</b>	<b>\$ 563,278</b>	<b>\$ 68,935</b>	<b>(739,729)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	782,635	
			Miscellaneous	3,534	
				<u>786,169</u>	
			Total general revenues	786,169	
			Change in net assets	46,440	
				<u>32,737</u>	
			Net assets - beginning	32,737	
			Net assets - ending	<u>\$ 79,177</u>	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NEW MEXICO INTERNATIONAL SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 2)

	Operating Fund 11000	Instructional Materials 14000	IDEA B 24106	IDEA B Risk Pool 24120	Federal Charter Planning 24146	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>							
<i>Current Assets</i>							
Cash and temporary investments	\$ 81,961	\$ -	\$ -	\$ -	\$ 9,290	\$ -	\$ 91,251
Accounts receivables	-	-	25,535	231	11,942	-	37,708
Prepaid Expenses	-	-	-	-	14,265	-	14,265
Due from other funds	23,562	-	-	-	-	-	23,562
<i>Total assets</i>	<u>105,523</u>	<u>-</u>	<u>25,535</u>	<u>231</u>	<u>35,497</u>	<u>-</u>	<u>166,786</u>
<b>LIABILITIES AND FUND BALANCES</b>							
<i>Current Liabilities:</i>							
Accrued liabilities	84,840	-	2,204	-	-	-	87,044
Due to other funds	-	-	23,331	231	-	-	23,562
<i>Total liabilities</i>	<u>84,840</u>	<u>-</u>	<u>25,535</u>	<u>231</u>	<u>-</u>	<u>-</u>	<u>110,606</u>
<i>Fund balances</i>							
Fund Balance:							
Nonspendable	-	-	-	-	14,265	-	14,265
Restricted	-	-	-	-	21,232	-	21,232
Unassigned	20,683	-	-	-	-	-	20,683
<i>Total fund balance</i>	<u>20,683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,497</u>	<u>-</u>	<u>56,180</u>
<i>Total liabilities and fund balance</i>	<u>\$ 105,523</u>	<u>\$ -</u>	<u>\$ 25,535</u>	<u>\$ 231</u>	<u>\$ 35,497</u>	<u>\$ -</u>	<u>\$ 166,786</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-1  
(Page 2 of 2)

**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 56,180
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>22,997</u>
Net Assets-total Governmental Activities	<u><u>\$ 79,177</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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 1)

	Operational Fund 11000	Instructional Materials 14000	IDEA B 24106	IDEA B Risk Pool 24120	Federal Charter Planning 24146	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>							
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	782,635	4,331	-	-	-	68,935	855,901
Federal grant	-	-	25,535	231	533,181	-	558,947
Miscellaneous income	3,534	-	-	-	-	-	3,534
<i>Total revenues</i>	<u>786,169</u>	<u>4,331</u>	<u>25,535</u>	<u>231</u>	<u>533,181</u>	<u>68,935</u>	<u>1,418,382</u>
<i>Expenditures:</i>							
<i>Current:</i>							
Instruction	418,211	4,331	21,544	-	315,394	-	759,480
Support Services							
Students	11,037	-	3,991	231	919	-	16,178
Instruction	-	-	-	-	-	-	-
General Administration	2,758	-	-	-	18,131	-	20,889
School Administration	183,382	-	-	-	75,111	-	258,493
Central Services	54,696	-	-	-	56,272	-	110,968
Operation & Maintenance of Plant	95,402	-	-	-	64,594	-	159,996
Student Transportation	-	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	68,935	68,935
<i>Total expenditures</i>	<u>765,486</u>	<u>4,331</u>	<u>25,535</u>	<u>231</u>	<u>530,421</u>	<u>68,935</u>	<u>1,394,939</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>20,683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,760</u>	<u>-</u>	<u>23,443</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>	<u>-</u>
<i>Net changes in fund balances</i>	<u>20,683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,760</u>	<u>-</u>	<u>23,443</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,737</u>	<u>-</u>	<u>32,737</u>
<i>Fund balances - end of year</i>	<u>\$ 20,683</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,497</u>	<u>\$ -</u>	<u>\$ 56,180</u>

**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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 23,443
<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 capital outlay exceeds depreciation for the period.</p>	
Capital Outlay	26,822
Depreciation expense	<u>(3,825)</u>
Excess of capital outlay over depreciation	\$ 22,997
Change in Net Assets-total Governmental Activities	<u><u>\$ 46,440</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 2,169	\$ 3,534	\$ 1,365
State grants	778,681	782,635	782,635	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>778,681</u>	<u>784,804</u>	<u>786,169</u>	<u>1,365</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	360,498	425,945	418,211	7,734
Support Services				
Students	25,000	13,283	11,037	2,246
Instruction	-	-	-	-
General Administration	11,883	3,031	2,758	273
School Administration	204,680	184,258	183,382	876
Central Services	57,500	56,533	54,696	1,837
Operation & Maintenance of Plant	119,120	101,754	95,402	6,352
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>778,681</u>	<u>784,804</u>	<u>765,486</u>	<u>19,318</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>20,683</u>	<u>20,683</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>20,683</u>	<u>20,683</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>\$ 20,683</u>	<u>\$ 20,683</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 20,683</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	4,331	4,331	4,331	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,331</u>	<u>4,331</u>	<u>4,331</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,331	4,331	4,331	-
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>4,331</u>	<u>4,331</u>	<u>4,331</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL SCHOOL**  
**IDEA B**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	25,535	-	(25,535)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,535</u>	<u>-</u>	<u>(25,535)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	21,544	21,544	-
Support Services				
Students	-	3,991	3,991	-
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>25,535</u>	<u>25,535</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(25,535)</u>	<u>(25,535)</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>(25,535)</u>	<u>(25,535)</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>\$ (25,535)</u>	<u>\$ (25,535)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			25,535	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	231	-	(231)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>231</u>	<u>-</u>	<u>(231)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	231	231	-
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>231</u>	<u>231</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(231)</u>	<u>(231)</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>(231)</u>	<u>(231)</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>\$ (231)</u>	<u>\$ (231)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			231	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	140,529	521,239	380,710
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>140,529</u>	<u>521,239</u>	<u>380,710</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	467,360	403,966	315,394	88,572
Support Services				
Students	-	921	919	2
Instruction	-	-	-	-
General Administration	14,225	26,052	18,131	7,921
School Administration	12,500	123,968	87,292	36,676
Central Services	16,358	59,318	53,762	5,556
Operation & Maintenance of Plant	6,500	83,484	66,278	17,206
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	7,500	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>524,443</u>	<u>697,709</u>	<u>541,776</u>	<u>155,933</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(524,443)</u>	<u>(557,180)</u>	<u>(20,537)</u>	<u>536,643</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	524,443	557,180	-	(557,180)
<i>Total other financing sources (uses)</i>	<u>524,443</u>	<u>557,180</u>	<u>-</u>	<u>(557,180)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(20,537)</u>	<u>(20,537)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>29,827</u>	<u>29,827</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,290</u>	<u>\$ 9,290</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			11,942	
Adjustments to expenditures			<u>11,355</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 2,760</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL SCHOOL**  
**PUBLIC SCHOOL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	68,935	68,935	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>68,935</u>	<u>68,935</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	-	68,935	68,935	-
<i>Total expenditures</i>	<u>-</u>	<u>68,935</u>	<u>68,935</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
NEW MEXICO INTERNATIONAL SCHOOL  
AGENCY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 2,687</u>
<i>Total assets</i>	<u><u>2,687</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>2,687</u>
<i>Total liabilities</i>	<u><u>\$ 2,687</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL SCHOOL**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ -	5,510	2,823	\$ 2,687
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 5,510</u>	<u>\$ 2,823</u>	<u>\$ 2,687</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ -	5,510	2,823	\$ 2,687
<b>Total liabilities</b>	<u>\$ -</u>	<u>\$ 5,510</u>	<u>\$ 2,823</u>	<u>\$ 2,687</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO INTERNATIONAL SCHOOL**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational	<u>\$ 116,507</u>
Total On Deposit	116,507
Reconciling Items	<u>(22,569)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 93,938</u></u>
Less Agency Fund	<u>2,687</u>
Total per Exhibit B-1	<u><u>\$ 91,251</u></u>

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, 2012**

Schedule III

	Operational Account 11000	Instructional Materials 14000	Activity Account 23000	Federal Projects Account 24000	Public School Capital Outlay 31200	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -	\$ 29,827	\$ -	\$ 29,827
Add:						
2011-12 revenues	786,169	4,331	5,509	521,240	68,935	1,386,184
Total cash available	786,169	4,331	5,509	551,067	68,935	1,416,011
Less:						
2011-12 expenditures	(765,486)	(4,331)	(2,823)	(567,543)	(68,935)	(1,409,118)
Accounts Payable	27,580	-	-	196	-	27,776
Loans to other funds	(16,279)	-	-	16,279	-	-
Cash, June 30, 2012	<u>31,984</u>	<u>-</u>	<u>2,687</u>	<u>-</u>	<u>-</u>	<u>34,669</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	33,698	-	-	(25,570)	-	8,128
Cash per Books	<u>81,961</u>	<u>-</u>	<u>2,687</u>	<u>9,290</u>	<u>-</u>	<u>\$ 93,938</u>
					Less Activity Fund	\$ 2,687
					Exhibit B-1	<u>\$ 91,251</u>
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference						
Modified Accrual Adjustments	(11,301)	-	-	35,497	-	24,196
Fund Balance, Modified Accrual Basis	<u>20,683</u>	<u>-</u>	<u>2,687</u>	<u>35,497</u>	<u>-</u>	<u>58,867</u>
					Less Activity Fund	2,687
					Exhibit B-1	<u>\$ 56,180</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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 321,108
Receivables	
Due from government	34,681
Due from agency fund	183
Due from other	2,035
Prepaid	12,500
Deposits	12,704
Total current assets	<u>383,211</u>
Capital assets	
Furniture, fixtures and equipment	90,198
Less: accumulated depreciation	<u>(27,653)</u>
Total noncurrent assets	<u>62,545</u>
Total assets	<u>\$ 445,756</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 8,166
Accrued salaries	92,241
Total current liabilities	<u>100,407</u>
Total liabilities	100,407
Invested in capital assets	62,545
Restricted	31,275
Unrestricted	<u>251,529</u>
Total net assets	<u>345,349</u>
Total liabilities and net assets	<u>\$ 445,756</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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 945,717	\$ 44	\$ 49,570	\$ -	\$ (896,103)
Support services:					
Students	49,789	-	-	-	(49,789)
Support Services	22,264	-	-	-	(22,264)
General Administration	39,708	-	-	-	(39,708)
School Administration	287,309	-	-	-	(287,309)
Central Services	126,080	-	-	-	(126,080)
Operation & Maintenance of Plant	235,240	-	-	-	(235,240)
Operation of Non-Instructional Service	577	-	-	-	(577)
Food Services Operation	69,348	33,999	17,572	-	(17,777)
Facilities Materials, Supplies & Other Services	98,573	-	-	98,573	-
Total governmental activities	\$ 1,874,605	\$ 34,043	\$ 67,142	\$ 98,573	(1,674,847)
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,819,587
			Miscellaneous		91,796
			Total general revenues		1,911,383
			Change in net assets		236,536
			Net assets - beginning		108,813
			Net assets - ending		\$ 345,349

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, 2012**

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ 310,810	\$ 4,227	\$ -	\$ -
Accounts receivable				
Due from other governments	-	1,647	10,753	5,885
Due from other funds	29,726	-	-	-
Due from agency funds	183	-	-	-
Due from other	2,035	-	-	-
Prepaid expenses	12,500	-	-	-
Deposits	12,704	-	-	-
<i>Total assets</i>	<u>367,958</u>	<u>5,874</u>	<u>10,753</u>	<u>5,885</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	8,166	-	-	-
Accrued expenses	88,933	-	1,194	2,114
Due to other funds	-	-	9,559	3,771
<i>Total liabilities</i>	<u>97,099</u>	<u>-</u>	<u>10,753</u>	<u>5,885</u>
<i>Fund balances</i>				
Nonspendable	25,204	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	245,655	5,874	-	-
<i>Total fund balance</i>	<u>270,859</u>	<u>5,874</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 367,958</u>	<u>\$ 5,874</u>	<u>\$ 10,753</u>	<u>\$ 5,885</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**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	Teacher Principal Training 24154	Education Job Fund 25255	2008 Library GO Bond 27105	2010 Library GO Bond 27106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	8,407	-	3,000	2,118
Due from other funds	-	-	-	-
Due from agency funds	-	-	-	-
Due from other	-	-	-	-
Prepaid expenses	-	-	-	-
Deposits	-	-	-	-
	<u>8,407</u>	<u>-</u>	<u>3,000</u>	<u>2,118</u>
<i>Total assets</i>	<u>8,407</u>	<u>-</u>	<u>3,000</u>	<u>2,118</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	-	-	-	-
Due to other funds	8,407	-	3,000	2,118
<i>Total liabilities</i>	<u>8,407</u>	<u>-</u>	<u>3,000</u>	<u>2,118</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 8,407</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 2,118</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**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 4)

	<u>Private Dir Grants (Categorical) 29102</u>	<u>Public Schools Capital Outlay 31200</u>	<u>SB 9 Capital Improvements 31700</u>	<u>Total Primary Government</u>
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ 6,071	\$ -	\$ -	\$ 321,108
Accounts receivable				
Due from other governments	-	-	2,871	34,681
Due from other funds	-	-	-	29,726
Due from agency funds	-	-	-	183
Due from other	-	-	-	2,035
Prepaid expenses	-	-	-	12,500
Deposits	-	-	-	12,704
	<u>6,071</u>	<u>-</u>	<u>2,871</u>	<u>412,937</u>
<i>Total assets</i>				
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	8,166
Accrued expenses	-	-	-	92,241
Due to other funds	-	-	2,871	29,726
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>2,871</u>	<u>130,133</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	25,204
Restricted	6,071	-	-	6,071
Assigned	-	-	-	-
Unassigned	-	-	-	251,529
	<u>6,071</u>	<u>-</u>	<u>-</u>	<u>282,804</u>
<i>Total fund balance</i>				
<i>Total liabilities and fund balance</i>	<u>\$ 6,071</u>	<u>\$ -</u>	<u>\$ 2,871</u>	<u>\$ 412,937</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 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$	282,804
--	----	---------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>62,545</u>
--	--	---------------

Net Assets-total Governmental Activities	\$	<u><u>345,349</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local & county grant and fees	\$ 731	\$ -	\$ -	\$ -
State grant	1,819,587	-	-	-
Federal grant	-	17,572	14,677	20,728
Miscellaneous income	87,073	-	-	-
Fees	-	33,999	-	-
<i>Total revenues</i>	<u>1,907,391</u>	<u>51,571</u>	<u>14,677</u>	<u>20,728</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	905,377	-	-	20,728
Support Services				
Students	35,112	-	14,677	-
Instruction	19,264	-	-	-
General Administration	39,708	-	-	-
School Administration	285,742	-	-	-
Central Services	126,080	-	-	-
Operation & Maintenance of Plant	231,500	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	23,651	45,697	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,666,434</u>	<u>45,697</u>	<u>14,677</u>	<u>20,728</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>240,957</u>	<u>5,874</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>240,957</u>	<u>5,874</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>29,902</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 270,859</u>	<u>\$ 5,874</u>	<u>\$ -</u>	<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 2 of 4)

	Teacher Principal Training 24154	Education Job Fund 25255	2008 Library GO Bond 27105	2010 Library GO Bond 27106
<i>Revenues:</i>				
Local & county grant and fees	\$ -	\$ -	\$ -	\$ -
State grant	-	-	3,000	2,118
Federal grant	8,532	515	-	-
Miscellaneous income	-	-	-	-
Fees	-	-	-	-
<i>Total revenues</i>	<u>8,532</u>	<u>515</u>	<u>3,000</u>	<u>2,118</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,330	515	-	2,118
Support Services				
Students	-	-	-	-
Instruction	-	-	3,000	-
General Administration	-	-	-	-
School Administration	1,077	-	-	-
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>8,407</u>	<u>515</u>	<u>3,000</u>	<u>2,118</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>125</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>125</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(125)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 3 of 4)

	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>				
Local & county grant and fees	\$ 4,036	\$ -	\$ -	\$ 4,767
State grant	-	95,702	2,871	1,923,278
Federal grant	-	-	-	62,024
Miscellaneous income	-	-	-	87,073
Fees	-	-	-	33,999
<i>Total revenues</i>	<u>4,036</u>	<u>95,702</u>	<u>2,871</u>	<u>2,111,141</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	50	-	-	936,118
Support Services				
Students	-	-	-	49,789
Instruction	-	-	-	22,264
General Administration	-	-	-	39,708
School Administration	490	-	-	287,309
Central Services	-	-	-	126,080
Operation & Maintenance of Plant	-	-	-	231,500
Student Transportation	-	-	-	-
Other Support Services	577	-	-	577
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	69,348
Capital outlay	-	95,702	2,871	98,573
<i>Total expenditures</i>	<u>1,117</u>	<u>95,702</u>	<u>2,871</u>	<u>1,861,266</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>2,919</u>	<u>-</u>	<u>-</u>	<u>249,875</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>2,919</u>	<u>-</u>	<u>-</u>	<u>249,875</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>3,152</u>	<u>-</u>	<u>-</u>	<u>32,929</u>
<i>Fund balances - end of year</i>	<u>\$ 6,071</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,804</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**  
**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, 2012**

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$	249,875
--	----	---------

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		(13,339)
Capital Outlays		-

		(13,339)
--	--	----------

Change in Net Assets-total Governmental Activities	\$	236,536
--	----	---------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW MEXICO SCHOOL FOR THE ARTS**  
**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 731	\$ 731
State grants	1,932,374	1,819,587	1,819,587	-
Federal grants	-	-	-	-
Miscellaneous	-	69,438	87,073	17,635
<i>Total revenues</i>	<u>1,932,374</u>	<u>1,889,025</u>	<u>1,907,391</u>	<u>18,366</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,120,435	1,027,648	914,644	113,004
Support Services				
Students	73,876	73,876	35,112	38,764
Instruction	-	20,000	19,264	736
General Administration	71,154	54,500	39,708	14,792
School Administration	241,988	315,279	286,161	29,118
Central Services	139,294	139,294	126,080	13,214
Operation & Maintenance of Plant	300,034	263,486	231,500	31,986
Student Transportation	-	-	-	-
Other Support Services	6,429	6,429	-	6,429
Food Services Operations	16,570	28,000	23,651	4,349
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,969,780</u>	<u>1,928,512</u>	<u>1,676,120</u>	<u>252,392</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(37,406)</u>	<u>(39,487)</u>	<u>231,271</u>	<u>270,758</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	37,406	39,487	-	(39,487)
<i>Total other financing sources (uses)</i>	<u>37,406</u>	<u>39,487</u>	<u>-</u>	<u>(39,487)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>231,271</u>	<u>231,271</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>29,902</u>	<u>29,902</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 261,173</u>	<u>\$ 261,173</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			9,686	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 240,957</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Fees	\$ 50,262	\$ 30,000	\$ 35,812	\$ 5,812
State grants	-	-	-	-
Federal grants	11,565	16,407	14,112	(2,295)
Interest	-	-	-	-
<i>Total revenues</i>	<u>61,827</u>	<u>46,407</u>	<u>49,924</u>	<u>3,517</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	61,827	46,407	45,697	710
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>61,827</u>	<u>46,407</u>	<u>45,697</u>	<u>710</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</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,227</u>	<u>\$ 4,227</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,647	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 5,874</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	11,028	14,677	5,118	(9,559)
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,028</u>	<u>14,677</u>	<u>5,118</u>	<u>(9,559)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	11,028	14,677	14,677	-
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>11,028</u>	<u>14,677</u>	<u>14,677</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,559)</u>	<u>(9,559)</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>(9,559)</u>	<u>(9,559)</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>\$ (9,559)</u>	<u>\$ (9,559)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,559	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	20,728	20,728	16,957	(3,771)
Interest	-	-	-	-
<i>Total revenues</i>	<u>20,728</u>	<u>20,728</u>	<u>16,957</u>	<u>(3,771)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	20,728	20,728	20,728	-
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>20,728</u>	<u>20,728</u>	<u>20,728</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,771)</u>	<u>(3,771)</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>(3,771)</u>	<u>(3,771)</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>\$ (3,771)</u>	<u>\$ (3,771)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,771	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	4,467	10,770	125	(10,645)
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,467</u>	<u>10,770</u>	<u>125</u>	<u>(10,645)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,020	9,693	7,330	2,363
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	447	1,077	1,077	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>4,467</u>	<u>10,770</u>	<u>8,407</u>	<u>2,363</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,282)</u>	<u>(8,282)</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>(8,282)</u>	<u>(8,282)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(125)</u>	<u>(125)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,407)</u>	<u>\$ (8,407)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			8,407	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 125</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	515	515	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>515</u>	<u>515</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	515	515	-
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>515</u>	<u>515</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2008 LIBRARY GO BOND**

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, 2012**

	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>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,000	3,000	-
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>3,000</u>	<u>3,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>(3,000)</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>(3,000)</u>	<u>(3,000)</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>\$ (3,000)</u>	<u>\$ (3,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,000	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2010 LIBRARY GO BONDS**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,118	2,118	-	(2,118)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,118</u>	<u>2,118</u>	<u>-</u>	<u>(2,118)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,118	2,118	2,118	-
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>2,118</u>	<u>2,118</u>	<u>2,118</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,118)</u>	<u>(2,118)</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>(2,118)</u>	<u>(2,118)</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>\$ (2,118)</u>	<u>\$ (2,118)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,118	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 4,036	\$ 4,036
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>4,036</u>	<u>4,036</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	600	50	550
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,975	490	1,485
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	577	577	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>3,152</u>	<u>1,117</u>	<u>2,035</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,152)</u>	<u>2,919</u>	<u>6,071</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	3,152	-	(3,152)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,152</u>	<u>-</u>	<u>(3,152)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>2,919</u>	<u>2,919</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,152</u>	<u>3,152</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,071</u>	<u>\$ 6,071</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 2,919</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	95,702	95,702	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>95,702</u>	<u>95,702</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	-	95,702	95,702	-
<i>Total expenditures</i>	<u>-</u>	<u>95,702</u>	<u>95,702</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,871	-	(2,871)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,871</u>	<u>-</u>	<u>(2,871)</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	-	2,871	2,871	-
<i>Total expenditures</i>	<u>-</u>	<u>2,871</u>	<u>2,871</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,871)</u>	<u>(2,871)</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>(2,871)</u>	<u>(2,871)</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>\$ (2,871)</u>	<u>\$ (2,871)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,871	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Accounts receivable	\$ 4,909
<i>Total assets</i>	<u>4,909</u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held for others	4,726
Due to governmental funds	<u>183</u>
<i>Total liabilities</i>	<u>\$ 4,909</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, 2012**

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in the bank	\$ 2,640	9,086	11,726	\$ -
Accounts receivable	-	4,909	-	4,909
<b>Total assets</b>	<b>\$ 2,640</b>	<b>\$ 13,995</b>	<b>\$ 11,726</b>	<b>\$ 4,909</b>
<b>LIABILITIES</b>				
Deposits held for other	\$ 2,640	13,812	11,726	\$ 4,726
Due to governmental funds	-	183	-	183
<b>Total liabilities</b>	<b>\$ 2,640</b>	<b>\$ 13,995</b>	<b>\$ 11,726</b>	<b>\$ 4,909</b>

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 ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 351,105</u>
Total On Deposit	351,105
Reconciling Items	<u>(29,997)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 321,108</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**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Food Services 21000	Activity Account 23000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2011	\$ 29,902	\$ -	\$ 2,640	\$ (125)	\$ -
Add:					
2011-12 revenues	1,907,391	51,571	13,812	43,937	515
Loans from other funds	-	-	183	21,737	-
	1,937,293	51,571	16,635	65,549	515
Total cash available					
Less:					
2011-12 expenditures	(1,676,120)	(45,697)	(16,452)	(43,812)	(515)
Loans to other funds	(29,909)	-	-	-	-
Receivables/Payables	79,546	(1,647)	(183)	(21,737)	-
	310,810	4,227	-	-	-
Cash, June 30, 2012	310,810	4,227	-	-	-
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	310,810	4,227	-	-	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	(39,951)	1,647	-	-	-
Fund Balance, Modified Accrual Basis	270,859	5,874	-	-	-

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, 2012**

Schedule III  
(Page 2 of 2)

State Flow Through Account 27000	Local/State 29000	Public School Capital Outlay 31200	Capital Improv. SB9 31700	Total
\$ -	\$ 3,152	\$ -	\$ -	\$ 35,569
5,118	4,036	95,702	2,871	2,124,953
-	-	-	2,871	24,791
5,118	7,188	95,702	5,742	2,185,313
(5,118)	(1,117)	(95,702)	(2,871)	(1,887,404)
-	-	-	-	(29,909)
-	-	-	(2,871)	53,108
-	6,071	-	-	321,108
-	-	-	-	-
-	6,071	-	-	321,108
		Per Exhibit B-1		\$ 321,108
-	-	-	-	(38,304)
-	6,071	-	-	282,804
		Per Exhibit B-1		\$ 282,804

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 262,399
Receivables	
Due from other governments	256,769
Total current assets	519,168
Capital assets	
Building and improvements	91,474
Furniture, fixtures and equipment	9,911
Less: accumulated depreciation	(89,178)
Total noncurrent assets	12,207
Total assets	\$ 531,375
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 25,055
Accrued salaries	366,571
Current portion of compensated absences	5,095
Total current liabilities	396,721
Total liabilities	396,721
Invested in capital assets	12,207
Restricted	71,935
Unrestricted	50,512
Total net assets	134,654
Total liabilities and net assets	\$ 531,375

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, 2012

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	\$ 1,968,182	\$ -	\$ 352,945	\$ -	\$ (1,615,237)
Support services:					
Students	328,518	-	-	-	(328,518)
Instruction	21,558	-	-	-	(21,558)
General Administration	25,111	-	-	-	(25,111)
School Administration	240,407	-	-	-	(240,407)
Central Services	35,719	-	-	-	(35,719)
Operation & Maintenance of Plant	479,422	-	-	-	(479,422)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	155,094	43,683	125,909	-	14,498
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	355,675	-	-	355,675	-
<b>Total governmental activities</b>	<b>\$ 3,609,686</b>	<b>\$ 43,683</b>	<b>\$ 478,854</b>	<b>\$ 355,675</b>	<b>(2,731,474)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		2,590,182
			Miscellaneous		1,809
			<b>Total general revenues</b>		<b>2,591,991</b>
			Change in net assets		(139,483)
			Net assets - beginning		274,137
			Net assets - ending		<b>\$ 134,654</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash	\$ 188,024	\$ 34,160	\$ 28,412	\$ -	\$ -	\$ -
Accounts receivable						
Due from other governments	-	-	9,776	86,427	-	929
Due from other funds	292,871	-	-	-	-	-
<i>Total assets</i>	<u>\$ 480,895</u>	<u>\$ 34,160</u>	<u>\$ 38,188</u>	<u>\$ 86,427</u>	<u>\$ -</u>	<u>\$ 929</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	\$ 12,839	\$ -	\$ 12,216	\$ -	\$ -	\$ -
Accrued expenses	322,212	-	-	19,173	6,094	-
Due to other funds	-	-	-	67,254	84,143	929
<i>Total liabilities</i>	<u>335,051</u>	<u>-</u>	<u>12,216</u>	<u>86,427</u>	<u>90,237</u>	<u>929</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	34,160	25,972	-	-	-
Assigned	145,844	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	(90,237)	-
<i>Total fund balance (deficit)</i>	<u>145,844</u>	<u>34,160</u>	<u>25,972</u>	<u>-</u>	<u>(90,237)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 480,895</u>	<u>\$ 34,160</u>	<u>\$ 38,188</u>	<u>\$ 86,427</u>	<u>\$ -</u>	<u>\$ 929</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	Teacher/Principal Training 24154	Education Job Fund 25255	Microsoft Settlement 26170	Student Library Fund SB333 27105	2010 G.O. Bond Student Library 27106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ -	\$ 1,000	\$ -	\$ -
Accounts receivable					
Due from other governments	19,295	-	-	3,662	125
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>\$ 19,295</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 3,662</u>	<u>\$ 125</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	256	-	-	-	-
Due to other funds	19,039	-	-	3,662	125
<i>Total liabilities</i>	<u>19,295</u>	<u>-</u>	<u>-</u>	<u>3,662</u>	<u>125</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	1,000	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 19,295</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 3,662</u>	<u>\$ 125</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Incentives for School Improvements 27138	Pre-K Initiative 27149	Priv Dir Grant 29102	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 10,199	\$ -	\$ 604	\$ -	\$ 262,399
Accounts receivable					
Due from other governments	-	47,636	-	88,919	256,769
Due from other funds	-	-	-	-	292,871
	-	-	-	-	-
<i>Total assets</i>	\$ 10,199	\$ 47,636	\$ 604	\$ 88,919	\$ 812,039
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 25,055
Accrued expenses	-	18,836	-	-	366,571
Due to other funds	-	28,800	-	88,919	292,871
	-	47,636	-	88,919	684,497
<i>Total liabilities</i>	-	47,636	-	88,919	684,497
<i>Fund balances</i>					
Fund Balance:					
Restricted	10,199	-	604	-	71,935
Assigned	-	-	-	-	145,844
Unassigned (deficit)	-	-	-	-	(90,237)
	-	-	-	-	-
<i>Total fund balance (deficit)</i>	10,199	-	604	-	127,542
<i>Total liabilities and fund balance</i>	\$ 10,199	\$ 47,636	\$ 604	\$ 88,919	\$ 812,039

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$	127,542
Compensated Absences		(5,095)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>12,207</u>
Net Assets-total Governmental Activities	\$	<u><u>134,654</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 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 grant	\$ 1,809	\$ -	\$ 43,683	\$ -	\$ -	\$ -
State grant	2,590,182	21,003	-	-	-	-
Federal grant	-	-	125,909	152,258	48,147	929
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>2,591,991</u>	<u>21,003</u>	<u>169,592</u>	<u>152,258</u>	<u>48,147</u>	<u>929</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	1,677,448	30,970	-	113,336	30,210	-
Support Services						
Students	179,597	-	-	38,922	108,174	929
Instruction	11,783	-	-	-	-	-
General Administration	25,111	-	-	-	-	-
School Administration	221,858	-	-	-	-	-
Central Services	35,719	-	-	-	-	-
Operation & Maintenance of Plant	472,236	-	-	-	-	-
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	155,094	-	-	-
Capital outlay	-	-	-	-	-	-
<i>Total expenditures</i>	<u>2,623,752</u>	<u>30,970</u>	<u>155,094</u>	<u>152,258</u>	<u>138,384</u>	<u>929</u>
<i>Excess (deficiency) of Revenues over (under) expenditures</i>	<u>(31,761)</u>	<u>(9,967)</u>	<u>14,498</u>	<u>-</u>	<u>(90,237)</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>(31,761)</u>	<u>(9,967)</u>	<u>14,498</u>	<u>-</u>	<u>(90,237)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>177,605</u>	<u>44,127</u>	<u>11,474</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 145,844</u>	<u>\$ 34,160</u>	<u>\$ 25,972</u>	<u>\$ -</u>	<u>\$ (90,237)</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	Teacher Principal Training 24154	Education Job Fund 25255	Microsoft Settlement 26170	Student Library Fund SB333 27105	2010 G.O. Bond Student Library 27106
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	-
State grant	-	-	-	3,662	125
Federal grant	29,373	1,168	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>29,373</u>	<u>1,168</u>	<u>-</u>	<u>3,662</u>	<u>125</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	10,823	1,168	-	3,662	-
Support Services					
Students	-	-	-	-	-
Instruction	-	-	-	-	125
General Administration	-	-	-	-	-
School Administration	18,550	-	-	-	-
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>29,373</u>	<u>1,168</u>	<u>-</u>	<u>3,662</u>	<u>125</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Incentives for School Improvements 27138	PreK Initiative 27149	Priv Dir Grant 29102	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ 1,500	\$ -	\$ 46,992
State grant	-	94,779	-	355,675	3,065,426
Federal grant	-	-	-	-	357,784
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>94,779</u>	<u>1,500</u>	<u>355,675</u>	<u>3,470,202</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	4,083	94,779	-	-	1,966,479
Support Services					
Students	-	-	896	-	328,518
Instruction	-	-	-	-	11,908
General Administration	-	-	-	-	25,111
School Administration	-	-	-	-	240,408
Central Services	-	-	-	-	35,719
Operation & Maintenance of Plant	4,816	-	-	-	477,052
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	155,094
Capital outlay	-	-	-	355,675	355,675
<i>Total expenditures</i>	<u>8,899</u>	<u>94,779</u>	<u>896</u>	<u>355,675</u>	<u>3,595,964</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,899)</u>	<u>-</u>	<u>604</u>	<u>-</u>	<u>(125,762)</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>(8,899)</u>	<u>-</u>	<u>604</u>	<u>-</u>	<u>(125,762)</u>
<i>Fund balances - beginning of year</i>	<u>19,098</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>253,304</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 10,199</u>	<u>\$ -</u>	<u>\$ 604</u>	<u>\$ -</u>	<u>\$ 127,542</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NORTH VALLEY 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, 2012

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

Net change in fund balances - total governmental funds \$ (125,762)

Change in Compensated Absences -

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 (13,721)

Capital Outlays -

(13,721)

Change in Net Assets-total Governmental Activities \$ (139,483)

**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 1,809	\$ 1,809
State grants	2,515,725	2,590,182	2,590,182	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,515,725</u>	<u>2,590,182</u>	<u>2,591,991</u>	<u>1,809</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,671,859	1,742,298	1,677,448	64,850
Support Services				
Students	332,604	196,088	166,758	29,330
Instruction	-	10,439	11,783	(1,344)
General Administration	16,000	45,646	25,111	20,535
School Administration	215,345	222,145	221,858	287
Central Services	46,600	44,931	35,719	9,212
Operation & Maintenance of Plant	483,317	506,240	472,236	34,004
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,765,725</u>	<u>2,767,787</u>	<u>2,610,913</u>	<u>156,874</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(250,000)</u>	<u>(177,605)</u>	<u>(18,922)</u>	<u>158,683</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	250,000	177,605	-	(177,605)
<i>Total other financing sources (uses)</i>	<u>250,000</u>	<u>177,605</u>	<u>-</u>	<u>(177,605)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(18,922)</u>	<u>(18,922)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>509,462</u>	<u>509,462</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 490,540</u>	<u>\$ 490,540</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>(12,839)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (31,761)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	17,571	21,003	21,003	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,571</u>	<u>21,003</u>	<u>21,003</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	57,571	65,130	30,970	34,160
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>57,571</u>	<u>65,130</u>	<u>30,970</u>	<u>34,160</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(40,000)</u>	<u>(44,127)</u>	<u>(9,967)</u>	<u>34,160</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	40,000	44,127	-	(44,127)
<i>Total other financing sources (uses)</i>	<u>40,000</u>	<u>44,127</u>	<u>-</u>	<u>(44,127)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,967)</u>	<u>(9,967)</u>
<i>Cash or fund balance, beginning of year,</i>	<u>-</u>	<u>-</u>	<u>44,127</u>	<u>44,127</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,160</u>	<u>\$ 34,160</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (9,967)</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 35,000	\$ 35,000	\$ 43,683	\$ 8,683
State grants	-	-	-	-
Federal grants	120,000	131,474	128,406	(3,068)
Interest	-	-	-	-
<i>Total revenues</i>	<u>155,000</u>	<u>166,474</u>	<u>172,089</u>	<u>5,615</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	155,000	166,474	142,878	23,596
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>155,000</u>	<u>166,474</u>	<u>142,878</u>	<u>23,596</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>29,211</u>	<u>29,211</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>29,211</u>	<u>29,211</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>13,927</u>	<u>13,927</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,138</u>	<u>\$ 43,138</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(2,497)	
Adjustments to expenditures			<u>(12,216)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 14,498</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	122,747	174,492	66,399	(108,093)
Interest	-	-	-	-
<i>Total revenues</i>	<u>122,747</u>	<u>174,492</u>	<u>66,399</u>	<u>(108,093)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	80,326	134,231	113,336	20,895
Support Services				
Students	42,421	40,261	38,922	1,339
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>122,747</u>	<u>174,492</u>	<u>152,258</u>	<u>22,234</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(85,859)</u>	<u>(85,859)</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>(85,859)</u>	<u>(85,859)</u>
<i>Cash or fund balance, beginning of year (deficit), as restated</i>	<u>-</u>	<u>-</u>	<u>(568)</u>	<u>(568)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (86,427)</u>	<u>\$ (86,427)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			85,859	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	80,065	138,490	64,903	(73,587)
Interest	-	-	-	-
<i>Total revenues</i>	<u>80,065</u>	<u>138,490</u>	<u>64,903</u>	<u>(73,587)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	76,065	30,313	30,210	103
Support Services				
Students	4,000	108,177	108,175	2
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>80,065</u>	<u>138,490</u>	<u>138,385</u>	<u>105</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(73,482)</u>	<u>(73,482)</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>(73,482)</u>	<u>(73,482)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(16,755)</u>	<u>(16,755)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (90,237)</u>	<u>\$ (90,237)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(16,755)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (90,237)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	929	-	(929)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>929</u>	<u>-</u>	<u>(929)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	929	929	-
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>929</u>	<u>929</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(929)</u>	<u>(929)</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>(929)</u>	<u>(929)</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>\$ (929)</u>	<u>\$ (929)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			929	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	29,632	11,993	(17,639)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>29,632</u>	<u>11,993</u>	<u>(17,639)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,823	10,823	-
Support Services				
Students	-	18,809	-	18,809
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	18,550	(18,550)
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>29,632</u>	<u>29,373</u>	<u>259</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(17,380)</u>	<u>(17,380)</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>(17,380)</u>	<u>(17,380)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,915)</u>	<u>(1,915)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,295)</u>	<u>\$ (19,295)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			17,380	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	1,168	1,168	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,168</u>	<u>1,168</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,168	1,168	-
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>1,168</u>	<u>1,168</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**MICROSOFT SETTLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	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>1,000</u>	<u>1,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**STUDENT LIBRARY FUND SB333**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,662	-	(3,662)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,662</u>	<u>-</u>	<u>(3,662)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,662	3,662	-
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>-</u>	<u>3,662</u>	<u>3,662</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,662)</u>	<u>(3,662)</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>(3,662)</u>	<u>(3,662)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,662)</u>	<u>\$ (3,662)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			3,662	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**2010 G.O. BOND STUDENT LIBRARY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,423	2,423	-	(2,423)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,423</u>	<u>2,423</u>	<u>-</u>	<u>(2,423)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	2,423	2,423	-	2,423
Instruction	-	-	125	(125)
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>2,423</u>	<u>2,423</u>	<u>125</u>	<u>2,298</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 (deficit)</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>				
Excess revenues over (under) expenditures				
Adjustments to revenues			125	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

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	-	14,281	4,083	10,198
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	4,816	4,816	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>19,097</u>	<u>8,899</u>	<u>10,198</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(19,097)</u>	<u>(8,899)</u>	<u>10,198</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	19,097	-	(19,097)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>19,097</u>	<u>-</u>	<u>(19,097)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,899)</u>	<u>(8,899)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>19,098</u>	<u>19,098</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,199</u>	<u>\$ 10,199</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (8,899)</u>	

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-13

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	96,720	96,720	70,116	(26,604)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>96,720</u>	<u>96,720</u>	<u>70,116</u>	<u>(26,604)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	96,720	96,720	94,779	1,941
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>96,720</u>	<u>96,720</u>	<u>94,779</u>	<u>1,941</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(24,663)</u>	<u>(24,663)</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>(24,663)</u>	<u>(24,663)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(22,973)</u>	<u>(22,973)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (47,636)</u>	<u>\$ (47,636)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			24,663	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,500	\$ 1,500	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	50	-	50
Support Services				
Students	-	1,450	896	554
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>1,500</u>	<u>896</u>	<u>604</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>604</u>	<u>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>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>604</u>	<u>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</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 604</u>	<u>\$ 604</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 604</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	371,297	266,756	(104,541)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>371,297</u>	<u>266,756</u>	<u>(104,541)</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	-	371,297	355,675	15,622
<i>Total expenditures</i>	<u>-</u>	<u>371,297</u>	<u>355,675</u>	<u>15,622</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(88,919)</u>	<u>(88,919)</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>(88,919)</u>	<u>(88,919)</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>\$ (88,919)</u>	<u>\$ (88,919)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			88,919	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	18,754	2,600	(16,154)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	18,754	2,600	(16,154)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	18,754	-	18,754
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	18,754	-	18,754
<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 (deficit)</i>	-	-	(2,600)	(2,600)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(2,600)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 8,248</u>
<i>Total assets</i>	<u><u>8,248</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>8,248</u>
<i>Total liabilities</i>	<u><u>\$ 8,248</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, 2012**

	Balance June 30, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in bank	\$ 5,803	\$ 35,594	\$ 33,149	\$ 8,248
<b>Total assets</b>	<u>\$ 5,803</u>	<u>\$ 35,594</u>	<u>\$ 33,149</u>	<u>\$ 8,248</u>
<b>LIABILITIES</b>				
Deposits held for others	\$ 5,803	35,594	33,149	\$ 8,248
<b>Total liabilities</b>	<u>\$ 5,803</u>	<u>\$ 35,594</u>	<u>\$ 33,149</u>	<u>\$ 8,248</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NORTH VALLEY ACADEMY**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>NM Bank &amp; Trust</u>
Checking - Operational	\$ 241,724
Checking - Food Service	45,895
Checking - Student Activity	<u>8,356</u>
Total On Deposit	295,975
Reconciling Items	<u>(25,328)</u>
Reconciled Balance June 30, 2012	<u>\$ 270,647</u>
Less Agency Funds	8,248
Total Cash	<u><u>\$ 262,399</u></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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000
Cash, June 30, 2011, as restated	\$ 509,462	\$ 44,127	\$ 13,928	\$ 21,179
Add:				
2011-12 revenues	2,591,991	21,003	172,089	190,179
Loans from other funds	-	-	-	(45,511)
Total cash available	3,101,453	65,130	186,017	165,847
Less:				
2011-12 expenditures	(2,610,915)	(30,970)	(142,878)	(320,945)
Loans to other funds	(292,871)	-	-	171,365
Receivables/Payables	(9,643)	-	(14,727)	(16,267)
Cash, June 30, 2012	188,024	34,160	28,412	-
Fund Balance Reconciliation to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash per Books	188,024	34,160	28,412	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(42,180)	-	(2,440)	-
Fund Balance, Modified Accrual Basis (deficit)	145,844	34,160	25,972	(90,237)

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, 2012**

Schedule III  
 (Page 2 of 2)

Federal Direct Account 25000	Local Grants Account 26000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total
\$ -	\$ 1,000	\$ 19,098	\$ -	\$ -	\$ -	\$ 608,794
1,168	-	70,116	1,500	266,756	2,600	3,317,402
-	-	32,587	-	-	-	(12,924)
1,168	1,000	121,801	1,500	266,756	2,600	3,913,272
(1,168)	-	(107,466)	(896)	(355,675)	-	(3,570,913)
-	-	(4,459)	-	88,919	(2,600)	(39,646)
-	-	323	-	-	-	(40,314)
-	1,000	10,199	604	-	-	262,399
-	-	-	-	-	-	-
-	1,000	10,199	604	-	-	262,399
-	-	-	-	-	-	(44,620)
-	1,000	10,199	604	-	-	127,542

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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 162,600
Receivables	
Due from other governments	45,823
Total current assets	<u>208,423</u>
Capital assets	
Furniture, fixtures and equipment	247,808
Vehicles	90,892
Less: accumulated depreciation	(125,699)
Total noncurrent assets	<u>213,001</u>
Total assets	<u><u>\$ 421,424</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued expenses	\$ 60,224
Due to government	405
Total current liabilities	<u>60,629</u>
Total liabilities	60,629
Invested in capital assets	213,001
Restricted	10,266
Unrestricted	<u>137,528</u>
Total net assets	<u>360,795</u>
Total liabilities and net assets	<u><u>\$ 421,424</u></u>

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, 2012

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expenses) Revenues and Changes in Net Assets</u>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 1,223,175	\$ -	\$ 70,110	\$ -	\$ (1,153,065)
Support services:					
Students	297,417	-	-	-	(297,417)
Instruction	-	-	-	-	-
General Administration	45,445	-	-	-	(45,445)
School Administration	262,227	-	-	-	(262,227)
Central Services	56,122	-	-	-	(56,122)
Operation & Maintenance of Plant	629,057	-	-	-	(629,057)
Community Services Operations	28,204	-	-	-	(28,204)
Facilities Materials, Supplies & Other Services	149,271	-	-	131,636	(17,635)
<b>Total governmental activities</b>	<b>\$ 2,690,918</b>	<b>\$ -</b>	<b>\$ 70,110</b>	<b>\$ 131,636</b>	<b>(2,489,172)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	2,334,669	
			Miscellaneous	34,005	
				<u>2,368,674</u>	
			Total general revenues		2,368,674
			Change in net assets		<u>(120,498)</u>
			Net assets - beginning		481,293
			Net assets - ending		<u>\$ 360,795</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHOOL OF DREAMS ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ 152,334	\$ 10,266	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	3,467	5,203
Due from other funds	45,418	-	-	-
<i>Total assets</i>	<u>197,752</u>	<u>10,266</u>	<u>3,467</u>	<u>5,203</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	60,224	-	-	-
Due to government	-	-	-	405
Due to other funds	-	-	3,467	4,798
<i>Total liabilities</i>	<u>60,224</u>	<u>-</u>	<u>3,467</u>	<u>5,203</u>
<i>Fund balances</i>				
Restricted	-	10,266	-	-
Assigned	137,528	-	-	-
<i>Total fund balance</i>	<u>137,528</u>	<u>10,266</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 197,752</u>	<u>\$ 10,266</u>	<u>\$ 3,467</u>	<u>\$ 5,203</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHOOL OF DREAMS ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	2,010 GO Bonds 27106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	150	2,111	-	1,983
Due from other funds	-	-	-	-
	150	2,111	-	1,983
<i>Total assets</i>	150	2,111	-	1,983
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	-	-	-	-
Due to government	-	-	-	-
Due to other funds	150	2,111	-	1,983
	150	2,111	-	1,983
<i>Total liabilities</i>	150	2,111	-	1,983
<i>Fund balances</i>				
Restricted	-	-	-	-
Assigned	-	-	-	-
	-	-	-	-
<i>Total fund balance</i>	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 150	\$ 2,111	\$ -	\$ 1,983

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SCHOOL OF DREAMS ACADEMY  
 BALANCE SHEET  
 GOVERNMENTAL FUNDS  
 JUNE 30, 2012

Exhibit B-1  
 (Page 3 of 4)

	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash	\$ -	\$ -	\$ 162,600
Accounts receivable			
Due from other governments	32,909	-	45,823
Due from other funds	-	-	45,418
	32,909	-	253,841
<i>Total assets</i>	32,909	-	253,841
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accrued expenses	-	-	60,224
Due to government	-	-	405
Due to other funds	32,909	-	45,418
	32,909	-	106,047
<i>Total liabilities</i>	32,909	-	106,047
<i>Fund balances</i>			
Restricted	-	-	10,266
Assigned	-	-	137,528
	-	-	147,794
<i>Total fund balance</i>	-	-	147,794
 <i>Total liabilities and fund balance</i>	 \$ 32,909	 \$ -	 \$ 253,841

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS ACADEMY**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 147,794
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>213,001</u>
Net Assets-total Governmental Activities	<u><u>\$ 360,795</u></u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHOOL OF DREAMS ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county grant	\$ 34,005	\$ -	\$ -	\$ -
State grant	2,334,669	10,776	-	-
Federal grant	-	-	16,027	19,104
<i>Total revenues</i>	<u>2,368,674</u>	<u>10,776</u>	<u>16,027</u>	<u>19,104</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,204,070	6,532	-	-
Support Services				
Students	260,010	-	16,027	19,104
Instruction	-	-	-	-
General Administration	45,445	-	-	-
School Administration	314,535	-	-	-
Central Services	56,122	-	-	-
Operation & Maintenance of Plant	670,972	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	28,204	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,579,358</u>	<u>6,532</u>	<u>16,027</u>	<u>19,104</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(210,684)</u>	<u>4,244</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>(210,684)</u>	<u>4,244</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>348,212</u>	<u>6,022</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 137,528</u>	<u>\$ 10,266</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHOOL OF DREAMS ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Education Job Fund 25255	2010 GO Bonds Fund 27106
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	1,983
Federal grant	292	3,484	809	-
<i>Total revenues</i>	<u>292</u>	<u>3,484</u>	<u>809</u>	<u>1,983</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,484	809	-
Support Services				
Students	292	-	-	1,983
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>292</u>	<u>3,484</u>	<u>809</u>	<u>1,983</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	-	-	-	-
<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>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SCHOOL OF DREAMS ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ 34,005
State grant	131,636	17,635	2,496,699
Federal grant	-	-	39,716
<i>Total revenues</i>	<u>131,636</u>	<u>17,635</u>	<u>2,570,420</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	1,214,895
Support Services			
Students	-	-	297,416
Instruction	-	-	-
General Administration	-	-	45,445
School Administration	-	-	314,535
Central Services	-	-	56,122
Operation & Maintenance of Plant	-	-	670,972
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	28,204
Food Services Operations	-	-	-
Capital outlay	131,636	17,635	149,271
<i>Total expenditures</i>	<u>131,636</u>	<u>17,635</u>	<u>2,776,860</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(206,440)</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>(206,440)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>354,234</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 147,794</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, 2012**

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (206,440)
--	--------------

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 capital outlay exceeds depreciation for the period.

Depreciation expense	(49,774)
Capital Outlays	135,716

Excess of capital outlay over depreciation expense	85,942
--	--------

Change in Net Assets-total Governmental Activities	\$ (120,498)
--	--------------



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS ACADEMY**  
**OPERATIONAL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 34,005	\$ 34,005
State grants	2,164,118	2,334,669	2,334,669	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,164,118</u>	<u>2,334,669</u>	<u>2,368,674</u>	<u>34,005</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,057,083	1,212,419	1,212,417	2
Support Services				
Students	317,786	313,112	260,010	53,102
Instruction	-	-	-	-
General Administration	83,800	84,987	45,445	39,542
School Administration	321,198	326,645	314,535	12,110
Central Services	55,500	56,462	56,122	340
Operation & Maintenance of Plant	647,879	680,172	670,972	9,200
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	48,465	28,465	28,204	261
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,531,711</u>	<u>2,702,262</u>	<u>2,587,705</u>	<u>114,557</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(367,593)</u>	<u>(367,593)</u>	<u>(219,031)</u>	<u>148,562</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	367,593	367,593	-	(367,593)
<i>Total other financing sources (uses)</i>	<u>367,593</u>	<u>367,593</u>	<u>-</u>	<u>(367,593)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(219,031)</u>	<u>(219,031)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>434,684</u>	<u>434,684</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 215,653</u>	<u>\$ 215,653</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			8,347	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (210,684)</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 MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	6,532	6,532	10,776	4,244
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,532</u>	<u>6,532</u>	<u>10,776</u>	<u>4,244</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,532	6,532	6,532	-
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>6,532</u>	<u>6,532</u>	<u>6,532</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,244</u>	<u>4,244</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>4,244</u>	<u>4,244</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,022</u>	<u>6,022</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,266</u>	<u>\$ 10,266</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 4,244</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-03

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	16,027	16,027	14,936	(1,091)
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,027</u>	<u>16,027</u>	<u>14,936</u>	<u>(1,091)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	16,027	16,027	16,027	-
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>16,027</u>	<u>16,027</u>	<u>16,027</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,091)</u>	<u>(1,091)</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>(1,091)</u>	<u>(1,091)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,376)</u>	<u>(2,376)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,467)</u>	<u>\$ (3,467)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,091	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	16,730	29,729	18,569	(11,160)
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,730</u>	<u>29,729</u>	<u>18,569</u>	<u>(11,160)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	16,730	29,729	19,104	10,625
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>16,730</u>	<u>29,729</u>	<u>19,104</u>	<u>10,625</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(535)</u>	<u>(535)</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>(535)</u>	<u>(535)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,263)</u>	<u>(4,263)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,798)</u>	<u>\$ (4,798)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			535	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	292	142	(150)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>292</u>	<u>142</u>	<u>(150)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	292	292	-
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>292</u>	<u>292</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(150)</u>	<u>(150)</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>(150)</u>	<u>(150)</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>\$ (150)</u>	<u>\$ (150)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			150	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	3,851	3,851	5,339	1,488
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,851</u>	<u>3,851</u>	<u>5,339</u>	<u>1,488</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,482	2,483	3,484	(1,001)
Support Services				
Students	-	-	-	-
Instruction	-	1,002	-	1,002
General Administration	-	-	-	-
School Administration	1,369	366	-	366
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,851</u>	<u>3,851</u>	<u>3,484</u>	<u>367</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,855</u>	<u>1,855</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>1,855</u>	<u>1,855</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,966)</u>	<u>(3,966)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,111)</u>	<u>\$ (2,111)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(1,855)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS ACADEMY**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	810	33,379	32,569
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>810</u>	<u>33,379</u>	<u>32,569</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	810	810	-
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>810</u>	<u>810</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(32,569)</u>	<u>(32,569)</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			(32,569)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS ACADEMY**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,158	2,158	-	(2,158)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,158</u>	<u>2,158</u>	<u>-</u>	<u>(2,158)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	2,158	2,158	1,983	175
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>2,158</u>	<u>2,158</u>	<u>1,983</u>	<u>175</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,983)</u>	<u>(1,983)</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>(1,983)</u>	<u>(1,983)</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>\$ (1,983)</u>	<u>\$ (1,983)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,983	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	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	-	-	12,637	(12,637)
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>12,637</u>	<u>(12,637)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,637)</u>	<u>(12,637)</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>(12,637)</u>	<u>(12,637)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,637</u>	<u>12,637</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			12,637	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	131,636	98,727	(32,909)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>131,636</u>	<u>98,727</u>	<u>(32,909)</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	-	131,636	131,636	-
<i>Total expenditures</i>	<u>-</u>	<u>131,636</u>	<u>131,636</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(32,909)</u>	<u>(32,909)</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>(32,909)</u>	<u>(32,909)</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>\$ (32,909)</u>	<u>\$ (32,909)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			32,909	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS 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, 2012**

	<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	6,822	25,266	17,635	(7,631)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,822</u>	<u>25,266</u>	<u>17,635</u>	<u>(7,631)</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	6,822	25,266	17,635	7,631
<i>Total expenditures</i>	<u>6,822</u>	<u>25,266</u>	<u>17,635</u>	<u>7,631</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	\$ 2,601
<i>Total assets</i>	<u>2,601</u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>2,601</u>
<i>Total liabilities</i>	<u>\$ 2,601</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	<u>3,615</u>	<u>46,275</u>	<u>47,289</u>	<u>\$ 2,601</u>
<b>Total assets</b>	<u><u>\$ 3,615</u></u>	<u><u>\$ 46,275</u></u>	<u><u>\$ 47,289</u></u>	<u><u>\$ 2,601</u></u>
 <b>LIABILITIES</b>				
Deposits held for others	<u>\$ 3,615</u>	<u>46,275</u>	<u>47,289</u>	<u>\$ 2,601</u>
<b>Total liabilities</b>	<u><u>\$ 3,615</u></u>	<u><u>\$ 46,275</u></u>	<u><u>\$ 47,289</u></u>	<u><u>\$ 2,601</u></u>

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 ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational	<u>\$ 224,207</u>
Total On Deposit	224,207
Reconciling Items	<u>(59,006)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 165,201</u></u>
Less Agency Funds	2,601
Total Cash	<u><u>\$ 162,600</u></u>

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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2011	\$ 434,684	\$ 7,594	\$ (17,872) **	\$ (37,197) **
Add:				
2011-12 revenues	2,368,674	10,776	45,849 *	38,007 *
Loans from other funds	-	-	10,930 *	-
Total cash available	2,803,358	18,370	38,907	810
Less:				
2011-12 expenditures	(2,587,458) *	(6,532)	(38,907)	(810)
Loans to other funds	(46,422)	-	-	-
Receivables/Payables	-	-	-	-
Cash, June 30, 2012	169,478 *	11,838	-	-
Fund Balance Reconciliation to GAAP Basis:				
Unreconciled difference	46,422	-	-	-
Audit reclassifications to cash	(63,566)	(1,572)	-	-
Cash per Books	152,334	10,266	-	-
Fund Balance Reconciliation to GAAP Basis:				
Unreconciled difference	46,422	-	-	-
Modified Accrual Adjustments	(78,372)	(1,572)	-	-
Fund Balance, Modified Accrual Basis	137,528	10,266	-	-

\*Amounts do not agree to the GL.

\*\*Amounts do not agree to prior year audited cash balances.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SCHOOL OF DREAMS ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

State Flow Through Fund 27000	Local Grants Account 28000	Public School Capital Outlay 31200	SB 9 Capital Improvement 31700	Total
\$ 3,728	\$ 12,637	\$ -	\$ -	\$ 403,574
-	-	98,727	17,635	2,579,668
<u>1,983</u>	<u>-</u>	<u>32,909</u>	<u>-</u>	<u>45,822</u>
5,711	12,637	131,636	17,635	3,029,064
(5,711) *	(12,637)	(131,636)	(17,635)	(2,801,326)
-	-	-	-	(46,422)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>181,316</u>
-	-	-	-	46,422
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(65,138)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>162,600</u>
-	-	-	-	46,422
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(79,944)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>147,794</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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	146,517
Receivables	
Due from other governments	18,127
Deposits	25,125
Total current assets	<u>189,769</u>
Capital assets	
Furniture, fixtures and equipment	6,344
Less: accumulated depreciation	<u>(2,749)</u>
Total noncurrent assets	<u>3,595</u>
Total assets	<u><u>\$ 193,364</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	5,982
Accrued salaries	49,078
Due to government	85
Deferred revenue	8,647
Total current liabilities	<u>63,792</u>
Total liabilities	<u>63,792</u>
Investment in capital assets	
Restricted for:	
Other	3,595
Other	27,337
Unrestricted	98,640
Total net assets	<u>129,572</u>
Total liabilities and net assets	<u><u>\$ 193,364</u></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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 625,710	\$ 12	\$ 118,242	\$ -	\$ (507,456)
Support services:					
Students	19,764	-	-	-	(19,764)
Instruction	6,578	-	-	-	(6,578)
General Administration	14,497	-	-	-	(14,497)
School Administration	160,627	-	-	-	(160,627)
Central Services	129,873	-	-	-	(129,873)
Operation & Maintenance of Plant	147,521	-	-	-	(147,521)
Food Services Operation	49,727	6,909	43,513	-	695
Facilities Materials, Supplies & Other Services	67,835	-	-	67,835	-
<b>Total governmental activities</b>	<b>\$ 1,222,132</b>	<b>\$ 6,921</b>	<b>\$ 161,755</b>	<b>\$ 67,835</b>	<b>(985,621)</b>
<b>General Revenues:</b>					
State Equalization Guarantee					978,709
Total general revenues					978,709
Change in net assets					(6,912)
Net assets - beginning					136,484
Net assets - ending					<u>\$ 129,572</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTH VALLEY PREPARATORY SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 135,610	\$ 9,898	\$ 961	\$ -
Accounts receivable				
Due from other governments	-	-	-	9,291
Due from other funds	17,851	-	-	-
Deposits	-	-	-	-
<i>Total assets</i>	<u>153,461</u>	<u>9,898</u>	<u>961</u>	<u>9,291</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	5,982
Accrued expenses	48,839	-	-	62
Due to government	-	-	-	28
Due to other funds	-	-	-	9,201
Deferred revenue - other	-	8,647	-	-
<i>Total liabilities</i>	<u>48,839</u>	<u>8,647</u>	<u>-</u>	<u>15,273</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted	-	1,251	961	-
Assigned	104,622	-	-	-
Unassigned (deficit)	-	-	-	(5,982)
<i>Total fund balance (deficit)</i>	<u>104,622</u>	<u>1,251</u>	<u>961</u>	<u>(5,982)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 153,461</u>	<u>\$ 9,898</u>	<u>\$ 961</u>	<u>\$ 9,291</u>

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, 2012**

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 31	\$ -	\$ 17
Accounts receivable				
Due from other governments	4,941	-	1,950	-
Due from other funds	-	-	-	-
Deposits	-	25,125	-	-
<i>Total assets</i>	<u>4,941</u>	<u>25,156</u>	<u>1,950</u>	<u>17</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	177	-	-	-
Due to government	9	31	-	17
Due to other funds	4,755	-	1,950	-
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>4,941</u>	<u>31</u>	<u>1,950</u>	<u>17</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	25,125	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned (deficit)	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>25,125</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 4,941</u>	<u>\$ 25,156</u>	<u>\$ 1,950</u>	<u>\$ 17</u>

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, 2012**

Exhibit B-1  
(Page 3 of 4)

	2010 Library GO Bonds 27106	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ -	\$ -	\$ 146,517
Accounts receivable			
Due from other governments	1,945	-	18,127
Due from other funds	-	-	17,851
Deposits	-	-	25,125
<i>Total assets</i>	1,945	-	207,620
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	-	5,982
Accrued expenses	-	-	49,078
Due to government	-	-	85
Due to other funds	1,945	-	17,851
Deferred revenue - other	-	-	8,647
<i>Total liabilities</i>	1,945	-	81,643
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Nonspendable	-	-	25,125
Restricted	-	-	2,212
Assigned	-	-	104,622
Unassigned (deficit)	-	-	(5,982)
<i>Total fund balance (deficit)</i>	-	-	125,977
 <i>Total liabilities and fund balance</i>	 \$ 1,945	 \$ -	 \$ 207,620

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 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	<u>\$ 125,977</u>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>3,595</u>
Net Assets-total Governmental Activities	<u><u>\$ 129,572</u></u>

The accompanying notes are an integral part of the 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, 2012**

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	\$ 12	\$ -	\$ 6,909	\$ -
State grant	978,709	7,366	-	-
Federal grant	-	-	43,513	22,701
Interest	-	-	-	-
<i>Total revenues</i>	<u>978,721</u>	<u>7,366</u>	<u>50,422</u>	<u>22,701</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	516,109	7,366	-	28,683
Support Services				
Students	12,180	-	-	-
Instruction	6,578	-	-	-
General Administration	14,497	-	-	-
School Administration	153,588	-	-	-
Central Services	113,697	-	-	-
Operation & Maintenance of Plant	151,116	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	266	-	49,461	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>968,031</u>	<u>7,366</u>	<u>49,461</u>	<u>28,683</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>10,690</u>	<u>-</u>	<u>961</u>	<u>(5,982)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	(1,552)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(1,552)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>9,138</u>	<u>-</u>	<u>961</u>	<u>(5,982)</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>95,484</u>	<u>1,251</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 104,622</u>	<u>\$ 1,251</u>	<u>\$ 961</u>	<u>\$ (5,982)</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, 2012**

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	-
Federal grant	17,023	64,376	4,548	283
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,023</u>	<u>64,376</u>	<u>4,548</u>	<u>283</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,439	57,337	4,548	283
Support Services				
Students	7,584	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	7,039	-	-
Central Services	-	16,176	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>17,023</u>	<u>80,552</u>	<u>4,548</u>	<u>283</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(16,176)</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	1,552	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>1,552</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(16,176)</u>	<u>1,552</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>41,301</u>	<u>(1,552)</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 25,125</u>	<u>\$ -</u>	<u>\$ -</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, 2012**

Exhibit B-2  
(Page 3 of 4)

	2010 Library GO Bonds 27106	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ 6,921
State grant	1,945	67,835	1,055,855
Federal grant	-	-	152,444
Interest	-	-	-
<i>Total revenues</i>	<u>1,945</u>	<u>67,835</u>	<u>1,215,220</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	1,945	-	625,710
Support Services			
Students	-	-	19,764
Instruction	-	-	6,578
General Administration	-	-	14,497
School Administration	-	-	160,627
Central Services	-	-	129,873
Operation & Maintenance of Plant	-	-	151,116
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	49,727
Capital outlay	-	67,835	67,835
<i>Total expenditures</i>	<u>1,945</u>	<u>67,835</u>	<u>1,225,727</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,507)</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>(10,507)</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>136,484</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,977</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, 2012

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	<u>\$ (10,507)</u>
<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 capital outlay exceeds depreciation for the period.</p>	
Depreciation expense	(2,749)
Capital outlay	<u>6,344</u>
	<u>\$ 3,595</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ (6,912)</u></u>

**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 11	\$ 11
State grants	975,201	978,710	978,710	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>975,201</u>	<u>978,710</u>	<u>978,721</u>	<u>11</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	508,050	526,314	516,093	10,221
Support Services				
Students	20,000	30,000	12,180	17,820
Instruction	-	6,709	6,578	131
General Administration	20,500	28,500	14,497	14,003
School Administration	150,080	154,330	153,588	742
Central Services	148,071	134,821	113,697	21,124
Operation & Maintenance of Plant	193,500	188,520	151,116	37,404
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	5,000	5,000	266	4,734
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,045,201</u>	<u>1,074,194</u>	<u>968,015</u>	<u>106,179</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(70,000)</u>	<u>(95,484)</u>	<u>10,706</u>	<u>106,190</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(1,552)	(1,552)
Designated Cash	70,000	95,484	-	(95,484)
<i>Total other financing sources (uses)</i>	<u>70,000</u>	<u>95,484</u>	<u>(1,552)</u>	<u>(97,036)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>9,154</u>	<u>9,154</u>
<i>Cash or fund balance, beginning of year per prior year audited cash</i>	<u>-</u>	<u>-</u>	<u>116,176</u>	<u>116,176</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 125,330</u>	<u>\$ 125,330</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			(16)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 9,138</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	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	-	17,264	7,366	9,898
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>17,264</u>	<u>7,366</u>	<u>9,898</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(17,264)</u>	<u>(7,366)</u>	<u>9,898</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	17,264	-	(17,264)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>17,264</u>	<u>-</u>	<u>(17,264)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,366)</u>	<u>(7,366)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>17,264</u>	<u>17,264</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,898</u>	<u>\$ 9,898</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			7,366	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 5,000	\$ 10,833	\$ 5,833
State grants	-	-	-	-
Federal grants	-	45,000	39,589	(5,411)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>50,000</u>	<u>50,422</u>	<u>422</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	-	50,000	49,461	539
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>50,000</u>	<u>49,461</u>	<u>539</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>961</u>	<u>961</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>961</u>	<u>961</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>\$ 961</u>	<u>\$ 961</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 961</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	31,438	44,602	13,410	(31,192)
Interest	-	-	-	-
<i>Total revenues</i>	<u>31,438</u>	<u>44,602</u>	<u>13,410</u>	<u>(31,192)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	31,438	44,602	22,701	21,901
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>31,438</u>	<u>44,602</u>	<u>22,701</u>	<u>21,901</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,291)</u>	<u>(9,291)</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>(9,291)</u>	<u>(9,291)</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>\$ (9,291)</u>	<u>\$ (9,291)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			9,291	
Adjustments to revenues			(5,982)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (5,982)</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**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	17,707	17,707	12,082	(5,625)
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,707</u>	<u>17,707</u>	<u>12,082</u>	<u>(5,625)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,800	9,800	9,439	361
Support Services				
Students	7,907	7,907	7,584	323
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>17,707</u>	<u>17,707</u>	<u>17,023</u>	<u>684</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,941)</u>	<u>(4,941)</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>(4,941)</u>	<u>(4,941)</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>\$ (4,941)</u>	<u>\$ (4,941)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			4,941	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	50,000	74,284	74,280	(4)
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,000</u>	<u>74,284</u>	<u>74,280</u>	<u>(4)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	50,000	67,245	63,091	4,154
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	7,039	7,039	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>50,000</u>	<u>74,284</u>	<u>70,130</u>	<u>4,154</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>4,150</u>	<u>4,150</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>4,150</u>	<u>4,150</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,119)</u>	<u>(4,119)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ 31</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(9,904)	
Adjustments to expenditures			<u>(10,422)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (16,176)</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	3,126	9,274	2,598	(6,676)
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,126</u>	<u>9,274</u>	<u>2,598</u>	<u>(6,676)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,126	9,274	4,548	4,726
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>3,126</u>	<u>9,274</u>	<u>4,548</u>	<u>4,726</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,950)</u>	<u>(1,950)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	1,552	1,552
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>1,552</u>	<u>1,552</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(398)</u>	<u>(398)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,552)</u>	<u>(1,552)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,950)</u>	<u>\$ (1,950)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,950	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**EDUCATION JOB FUND**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	283	7,877	7,594
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>283</u>	<u>7,877</u>	<u>7,594</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	283	283	-
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>283</u>	<u>283</u>	<u>-</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,594)</u>	<u>(7,594)</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			(7,594)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**SOUTH VALLEY PREPARATORY SCHOOL**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTH VALLEY PREPARATORY SCHOOL**  
**2010 LIBRARY GO BONDS**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,077	2,077	-	(2,077)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,077</u>	<u>2,077</u>	<u>-</u>	<u>(2,077)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,077	2,077	1,945	132
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>2,077</u>	<u>2,077</u>	<u>1,945</u>	<u>132</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,945)</u>	<u>(1,945)</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>(1,945)</u>	<u>(1,945)</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>\$ (1,945)</u>	<u>\$ (1,945)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,945	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	67,835	67,835	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>67,835</u>	<u>67,835</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	-	67,835	67,835	-
<i>Total expenditures</i>	<u>-</u>	<u>67,835</u>	<u>67,835</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 4,835</u>
<i>Total assets</i>	<u><u>4,835</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>4,835</u>
<i>Total liabilities</i>	<u><u>\$ 4,835</u></u>

The accompanying notes are an integral part of these financial statements

**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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 4,634	17,427	17,226	\$ 4,835
<b>Total assets</b>	<u>\$ 4,634</u>	<u>\$ 17,427</u>	<u>\$ 17,226</u>	<u>\$ 4,835</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 4,634	17,427	17,226	\$ 4,835
<b>Total liabilities</b>	<u>\$ 4,634</u>	<u>\$ 17,427</u>	<u>\$ 17,226</u>	<u>\$ 4,835</u>

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, 2012

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 173,861
Total On Deposit	173,861
Reconciling Items	<u>(22,509)</u>
Reconciled Balance June 30, 2012	<u>\$ 151,352</u>
Less Agency Funds	4,835
Total Cash	<u>\$ 146,517</u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTH VALLEY PREPARATORY SCHOOL**  
**JUNE 30, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Non-Instruc. Account 23000
Cash, June 30, 2011	\$ 116,176	\$ 17,264	\$ -	\$ 4,634
Add:				
2011-12 revenues	978,721	-	50,422	17,427
Loans from other funds	-	-	-	-
Total cash available	1,094,897	17,264	50,422	22,061
Less:				
Receivables/Payables	(7,819)	-	-	-
2011-12 expenditures	(963,860)	(7,366)	(49,461)	(17,226)
Loans to other funds	(21,779)	-	-	-
Cash, June 30, 2012	101,439	9,898	961	4,835
Fund Balance Reconciliation to GAAP Basis:				
Audit reclassifications to cash	34,171	-	-	-
Cash per Books	135,610	9,898	961	4,835
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	3,183	(8,647)	-	-
Fund Balance, Modified Accrual Basis	104,622	1,251	961	4,835



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTH VALLEY PREPARATORY SCHOOL**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Flowthrough Account 24000	Federal Direct Account 25000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Total
\$ 202	\$ -	\$ -	\$ -	\$ 138,276
102,371	7,877	-	67,835	1,224,653
21,780	-	-	-	21,780
124,353	7,877	-	67,835	1,384,709
(5,798)	(7,577)	-	-	(21,194)
(118,555)	(283)	(1,945)	(67,835)	(1,226,531)
-	-	-	-	(21,779)
-	17	(1,945)	-	115,205
31	-	1,945	-	36,147
31	17	-	-	151,352
			Less Activity funds Per Exhibit B-1	4,835
				146,517
19,143	(17)	1,945	-	15,607
19,143	-	-	-	130,812
			Less Activity funds Per Exhibit B-1	4,835
				125,977

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 312,836
Receivables	
Due from other governments	23,164
Total current assets	<u>336,000</u>
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	155,776
Building improvements	14,151
Less: accumulated depreciation	<u>(148,828)</u>
Total noncurrent assets	<u>21,099</u>
Total assets	<u><u>\$ 357,099</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued expenses	\$ 11,766
Due to related entity	3,772
Deferred revenue	122,390
Current portion of compensated absences	23,198
Total current liabilities	<u>161,126</u>
Total liabilities	<u>161,126</u>
Invested in capital assets	21,099
Restricted	3,366
Unrestricted	<u>171,508</u>
Total net assets	<u>195,973</u>
Total liabilities and net assets	<u><u>\$ 357,099</u></u>

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, 2012

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	\$ 529,020	\$ 3,081	\$ 34,594	\$ -	\$ (491,345)
Support services:					
Students	123,848	-	-	-	(123,848)
Instruction	-	-	-	-	-
General Administration	172,603	-	-	-	(172,603)
School Administration	44,486	-	-	-	(44,486)
Central Services	28,645	-	-	-	(28,645)
Operation & Maintenance of Plant	80,845	-	-	-	(80,845)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	82,135	-	-	82,135	-
Total governmental activities	<u>\$ 1,061,582</u>	<u>\$ 3,081</u>	<u>\$ 34,594</u>	<u>\$ 82,135</u>	<u>\$ (941,772)</u>
			<b>General Revenues:</b>		
					879,522
					1,079
					315
			Total general revenues		<u>880,916</u>
			Change in net assets		<u>(60,856)</u>
			Net assets - beginning		<u>256,829</u>
			Net assets - ending		<u>\$ 195,973</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 188,038	\$ 3,366	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	908	-
Due from other funds	33,354	-	-	-
	<u>221,392</u>	<u>3,366</u>	<u>908</u>	<u>-</u>
<i>Total assets</i>	<u>221,392</u>	<u>3,366</u>	<u>908</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued Expenses	11,766	-	-	-
Deferred Revenue	-	-	-	-
Due to related entity	3,772			
Due to other funds	-	-	908	10,181
	<u>15,538</u>	<u>-</u>	<u>908</u>	<u>10,181</u>
<i>Total liabilities</i>	<u>15,538</u>	<u>-</u>	<u>908</u>	<u>10,181</u>
<i>Fund balances</i>				
Restricted	-	3,366	-	-
Unassigned (deficit)	205,854	-	-	(10,181)
	<u>205,854</u>	<u>-</u>	<u>-</u>	<u>(10,181)</u>
<i>Total fund balance (deficit)</i>	<u>205,854</u>	<u>3,366</u>	<u>-</u>	<u>(10,181)</u>
 <i>Total liabilities and fund balance</i>	 <u>\$ 221,392</u>	 <u>\$ 3,366</u>	 <u>\$ 908</u>	 <u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	IDEA B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	38	-	-	726
Due from other funds	-	-	-	-
	<u>38</u>	<u>-</u>	<u>-</u>	<u>726</u>
<i>Total assets</i>	<u>38</u>	<u>-</u>	<u>-</u>	<u>726</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued Expenses	-	-	-	-
Deferred Revenue	-	-	-	-
Due to related entity				
Due to other funds	38	967	-	726
<i>Total liabilities</i>	<u>38</u>	<u>967</u>	<u>-</u>	<u>726</u>
<i>Fund balances</i>				
Restricted	-	-	-	-
Unassigned (deficit)	-	(967)	-	-
	<u>-</u>	<u>(967)</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>(967)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 38</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 726</u>

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, 2012**

Exhibit B-1  
(Page 3 of 4)

	Public School Capital Outlay 31200	HB 33 Capital Improvement 31600	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ -	\$ 121,432	\$ 312,836
Accounts receivable			
Due from other governments	20,534	958	23,164
Due from other funds	-	-	33,354
	20,534	122,390	369,354
<i>Total assets</i>	20,534	122,390	369,354
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accrued Expenses	-	-	11,766
Deferred Revenue	-	122,390	122,390
Due to related entity			3,772
Due to other funds	20,534	-	33,354
	20,534	122,390	171,282
<i>Total liabilities</i>	20,534	122,390	171,282
<i>Fund balances</i>			
Restricted	-	-	3,366
Unassigned (deficit)	-	-	194,706
	-	-	198,072
<i>Total fund balance (deficit)</i>	-	-	198,072
 <i>Total liabilities and fund balance</i>	 \$ 20,534	 \$ 122,390	 \$ 369,354

**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, 2012**

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 198,072
Compensated Absences	(23,198)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>21,099</u>
Net Assets-total Governmental Activities	<u><u>\$ 195,973</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county sources	\$ 3,396	\$ -	\$ -	\$ -
State sources	879,522	4,733	-	-
Federal sources	-	-	14,090	8,859
Interest	1,079	-	-	-
<i>Total revenues</i>	883,997	4,733	14,090	8,859
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	473,961	14,175	10,270	11,215
Support Services:				
Students	111,988	-	3,820	7,825
Instruction	-	-	-	-
General Administration	172,603	-	-	-
School Administration	44,486	-	-	-
Central Services	28,645	-	-	-
Operation & Maintenance of Plant	78,015	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	909,698	14,175	14,090	19,040
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(25,701)	(9,442)	-	(10,181)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Other financing uses	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
 <i>Net changes in fund balances</i>	 (25,701)	 (9,442)	 -	 (10,181)
<i>Fund balances - beginning of year</i>	231,555	12,808	-	-
<i>Fund balances - end of year (deficit)</i>	\$ 205,854	\$ 3,366	\$ -	\$ (10,181)

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	3,723
State sources	-	-	-	-
Federal sources	215	2,614	364	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>215</u>	<u>2,614</u>	<u>364</u>	<u>3,723</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,581	364	3,723
<i>Support Services:</i>				
Students	215	-	-	-
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>215</u>	<u>3,581</u>	<u>364</u>	<u>3,723</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(967)</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(967)</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 (deficit)</i>	<u>\$ -</u>	<u>\$ (967)</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 4 of 4)

	Public School Capital Outlay 31200	HB 33 Capital Improvement 31600	Total Primary Government
<i>Revenues:</i>			
Local and county sources	\$ -	\$ -	\$ 7,119
State sources	82,135	-	966,390
Federal sources	-	-	26,142
Interest	-	-	1,079
<i>Total revenues</i>	82,135	-	1,000,730
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	517,289
Support Services:			
Students	-	-	123,848
Instruction	-	-	-
General Administration	-	-	172,603
School Administration	-	-	44,486
Central Services	-	-	28,645
Operation & Maintenance of Plant	-	-	78,015
Student Transportation	-	-	-
Other Support Services	-	-	-
Operation of Non-Instructional Service	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	82,135	-	82,135
<i>Total expenditures</i>	82,135	-	1,047,021
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(46,291)
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
Other financing uses	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	-	-	(46,291)
<i>Fund balances - beginning of year</i>	-	-	244,363
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ 198,072

The accompanying notes are an integral part of these financial statements

**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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (46,291)
Change in compensated absences	(5,530)
<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	<u>(9,035)</u>
Change in Net Assets of governmental activities:	<u><u>\$ (60,856)</u></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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 3,250	\$ 2,500	\$ 3,396	\$ 896
State sources	874,954	879,522	879,522	-
Federal sources	-	-	-	-
Interest	-	750	1,079	329
<i>Total revenues</i>	<u>878,204</u>	<u>882,772</u>	<u>883,997</u>	<u>1,225</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	586,720	595,843	462,195	133,648
<i>Support Services:</i>				
Students	154,285	137,610	111,988	25,622
Instruction	-	-	-	-
General Administration	188,643	199,643	172,603	27,040
School Administration	45,646	46,321	44,486	1,835
Central Services	42,370	37,370	28,645	8,725
Operation & Maintenance of Plant	85,540	97,540	78,015	19,525
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,103,204</u>	<u>1,114,327</u>	<u>897,932</u>	<u>216,395</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(225,000)</u>	<u>(231,555)</u>	<u>(13,935)</u>	<u>217,620</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	225,000	231,555	-	(231,555)
<i>Total other financing sources (uses)</i>	<u>225,000</u>	<u>231,555</u>	<u>-</u>	<u>(231,555)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(13,935)</u>	<u>(13,935)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>231,555</u>	<u>231,555</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,620</u>	<u>\$ 217,620</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(11,766)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (25,701)</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	4,044	4,626	4,733	107
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,044</u>	<u>4,626</u>	<u>4,733</u>	<u>107</u>
<i>Expenditures:</i>				
Current:				
Instruction	16,852	17,434	14,175	3,259
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>16,852</u>	<u>17,434</u>	<u>14,175</u>	<u>3,259</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(12,808)</u>	<u>(12,808)</u>	<u>(9,442)</u>	<u>3,366</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	12,808	12,808	-	(12,808)
<i>Total other financing sources (uses)</i>	<u>12,808</u>	<u>12,808</u>	<u>-</u>	<u>(12,808)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,442)</u>	<u>(9,442)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,808</u>	<u>12,808</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,366</u>	<u>\$ 3,366</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (9,442)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**

Exhibit C-3

TITLE I  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	14,230	14,090	13,516	(574)
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,230</u>	<u>14,090</u>	<u>13,516</u>	<u>(574)</u>
<i>Expenditures:</i>				
Current:				
Instruction	10,409	10,270	10,270	-
Support Services:				
Students	3,821	3,820	3,820	-
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>14,230</u>	<u>14,090</u>	<u>14,090</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(574)</u>	<u>(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>(574)</u>	<u>(574)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(334)</u>	<u>(334)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (908)</u>	<u>\$ (908)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			574	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	16,128	23,877	8,859	(15,018)
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,128</u>	<u>23,877</u>	<u>8,859</u>	<u>(15,018)</u>
<i>Expenditures:</i>				
Current:				
Instruction	11,219	11,219	11,215	4
Support Services:				
Students	4,909	12,658	7,825	4,833
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>16,128</u>	<u>23,877</u>	<u>19,040</u>	<u>4,837</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,181)</u>	<u>(10,181)</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>(10,181)</u>	<u>(10,181)</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>\$ (10,181)</u>	<u>\$ (10,181)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (10,181)</u>	

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, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	215	177	(38)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>215</u>	<u>177</u>	<u>(38)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	215	215	-
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>215</u>	<u>215</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(38)</u>	<u>(38)</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>(38)</u>	<u>(38)</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>\$ (38)</u>	<u>\$ (38)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			38	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	3,821	3,825	5,609	1,784
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,821</u>	<u>3,825</u>	<u>5,609</u>	<u>1,784</u>
<i>Expenditures:</i>				
Current:				
Instruction	3,821	3,825	3,581	244
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>3,821</u>	<u>3,825</u>	<u>3,581</u>	<u>244</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,028</u>	<u>2,028</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>2,028</u>	<u>2,028</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,995)</u>	<u>(2,995)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (967)</u>	<u>\$ (967)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(2,995)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (967)</u>	

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, 2012**

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	-	364	364	-
Interest	-	-	-	-
<i>Total revenues</i>	-	364	364	-
<i>Expenditures:</i>				
Current:				
Instruction	-	364	364	-
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>	-	364	364	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**EMSI**

Exhibit C-8

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	5,157	\$ 157
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	5,157	157
<i>Expenditures:</i>				
Current:				
Instruction	-	5,000	3,723	1,277
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	3,723	1,277
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,434	1,434
<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>	-	-	1,434	1,434
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,160)	(2,160)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (726)	\$ (726)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(1,434)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-9

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	82,135	61,601	(20,534)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	82,135	61,601	(20,534)
<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	-	82,135	82,135	-
<i>Total expenditures</i>	-	82,135	82,135	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(20,534)	(20,534)
<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>	-	-	(20,534)	(20,534)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (20,534)	\$ (20,534)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			20,534	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Property taxes	66,227	66,227	61,885	(4,342)
Interest	-	-	-	-
<i>Total revenues</i>	<u>66,227</u>	<u>66,227</u>	<u>61,885</u>	<u>(4,342)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,360	1,360	-	1,360
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	134,284	134,284	-	134,284
<i>Total expenditures</i>	<u>135,644</u>	<u>135,644</u>	<u>-</u>	<u>135,644</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(69,417)</u>	<u>(69,417)</u>	<u>61,885</u>	<u>131,302</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	69,417	69,417	-	(69,417)
<i>Total other financing sources (uses)</i>	<u>69,417</u>	<u>69,417</u>	<u>-</u>	<u>(69,417)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>61,885</u>	<u>61,885</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>59,547</u>	<u>59,547</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,432</u>	<u>\$ 121,432</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(61,885)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY**  
**FOR PUBLIC FUNDS**  
**JUNE 30, 2012**

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2012
New Mexico	FHLB 3133XVNT4 1.75%	
Educators Federal Credit Union	Matures December 14, 2012	\$ 3,000,000
		<u>\$ 3,000,000</u>

The accompanying notes are and integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>New Mexico Educators Federal Credit Union</u>
Checking - Operational Account	\$ 331,444
Total On Deposit	331,444
Reconciling Items	<u>(18,608)</u>
Reconciled Balance June 30, 2012	<u>\$ 312,836</u>

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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Account 26000
Cash, June 30, 2011	\$ 231,555	\$ 12,808	\$ -	\$ -	\$ -
Add:					
2011-12 revenues	883,997	4,733	24,832	364	2,997
Loans from other funds	-	-	-	-	-
Total cash available	1,115,552	17,541	24,832	364	2,997
Less:					
2011-12 expenditures	(897,096)	(14,175)	(36,926)	(364)	(4,559)
Loans to other funds	(34,190)	-	12,094	-	1,562
Cash, June 30, 2012	<u>184,266</u>	<u>3,366</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Reconciliation to GAAP Basis:					
Audit reclassifications to cash	3,772	-	-	-	-
Cash per books	<u>188,038</u>	<u>3,366</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	17,816	-	(11,148)	-	-
Fund Balance, Modified Accrual Basis (deficit)	<u>205,854</u>	<u>3,366</u>	<u>(11,148)</u>	<u>-</u>	<u>-</u>



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST INTERMEDIATE LEARNING CENTER**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Public School Capital Outlay 31200	Capital Improv. HB 33 31600	Total
\$ -	\$ 59,547	\$ 303,910
61,601	61,885	1,040,409
-	-	-
61,601	121,432	1,344,319
(82,135)	-	(1,035,255)
20,534	-	-
-	121,432	309,064
-	-	3,772
-	121,432	312,836
-	(121,432)	(114,764)
-	-	198,072

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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 381,857
Receivables	
Due from other governments	25,665
Due from other	<u>3,772</u>
Total current assets	<u>411,294</u>
Noncurrent assets:	
Capital assets	
Building improvements	13,536
Furniture, fixtures and equipment	219,996
Land improvements	2,800
Less: accumulated depreciation	<u>(143,163)</u>
Total noncurrent assets	<u>93,169</u>
Total assets	<u><u>\$ 504,463</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued expenses	\$ 19,348
Due to government	71
Deferred revenue	122,410
Compensated absences	<u>23,473</u>
Total current liabilities	<u>165,302</u>
Total liabilities	<u>165,302</u>
Invested in capital assets, net of related debt	93,169
Restricted	5,572
Unrestricted	<u>240,420</u>
Total net assets	<u>339,161</u>
Total liabilities and net assets	<u><u>\$ 504,463</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, 2012

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	\$ 457,519	\$ 2,752	\$ 34,154	\$ -	\$ (420,613)
Support services:					
Students	82,726	-	-	-	(82,726)
Instruction	2,092	-	-	-	(2,092)
General Administration	171,443	-	-	-	(171,443)
School Administration	26,808	-	-	-	(26,808)
Central Services	23,080	-	-	-	(23,080)
Operation & Maintenance of Plant	106,204	-	-	-	(106,204)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	91,580	-	-	77,368	(14,212)
Total governmental activities	\$ 961,452	\$ 2,752	\$ 34,154	\$ 77,368	(847,178)
<b>General Revenues:</b>					
State Equalization Guarantee					817,692
Interest Income					1,280
Total general revenues					818,972
Change in net assets					(28,206)
Net assets - beginning					367,367
Net assets - ending					\$ 339,161

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, 2012**

Exhibit B-1  
 (Page 1 of 4)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 254,853	\$ 5,572	\$ -	\$ -	\$ -
Accounts receivable:					
Due from other governments	-	-	4,619	-	-
Due from other	3,772	-	-	-	-
Due from other funds	39,977	-	-	-	-
<i>Total assets</i>	<u>\$ 298,602</u>	<u>\$ 5,572</u>	<u>\$ 4,619</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	\$ 19,348	\$ -	\$ -	\$ -	\$ -
Due to government	-	-	-	-	-
Due to other funds	-	-	4,619	15,325	36
Deferred revenues	-	-	-	-	-
<i>Total liabilities</i>	<u>19,348</u>	<u>-</u>	<u>4,619</u>	<u>15,325</u>	<u>36</u>
<i>Fund balances</i>					
Restricted	-	5,572	-	-	-
Unassigned (deficit)	279,254	-	-	(15,325)	(36)
<i>Total fund balance (deficit)</i>	<u>279,254</u>	<u>5,572</u>	<u>-</u>	<u>(15,325)</u>	<u>(36)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 298,602</u>	<u>\$ 5,572</u>	<u>\$ 4,619</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST PRIMARY LEARNING CENTER**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177	2010 Library GO Bond 27106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable:				
Due from other governments	-	-	726	-
Due from other	-	-	-	-
Due from other funds	71	-	-	-
<i>Total assets</i>	\$ 71	\$ -	\$ 726	\$ -
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	\$ -	\$ -	\$ -	\$ -
Due to government	71	-	-	-
Due to other funds	-	-	726	-
Deferred revenues	-	-	-	-
<i>Total liabilities</i>	71	-	726	-
<i>Fund balances</i>				
Restricted	-	-	-	-
Unassigned (deficit)	-	-	-	-
<i>Total fund balance (deficit)</i>	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 71	\$ -	\$ 726	\$ -

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST PRIMARY LEARNING CENTER**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 3 of 4)

	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ -	\$ 121,432	\$ 381,857
Accounts receivable:			
Due from other governments	19,342	978	25,665
Due from other	-	-	3,772
Due from other funds	-	-	40,048
	<u>\$ 19,342</u>	<u>\$ 122,410</u>	<u>\$ 451,342</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accrued expenses	\$ -	\$ -	\$ 19,348
Due to government	-	-	71
Due to other funds	19,342	-	40,048
Deferred revenues	-	122,410	122,410
	<u>19,342</u>	<u>122,410</u>	<u>181,877</u>
<i>Fund balances</i>			
Restricted	-	-	5,572
Unassigned (deficit)	-	-	263,893
	<u>-</u>	<u>-</u>	<u>269,465</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>269,465</u>
<i>Total liabilities and fund balance</i>	<u>\$ 19,342</u>	<u>\$ 122,410</u>	<u>\$ 451,342</u>

**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, 2012**

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	\$ 269,465
Compensated absences	(23,473)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	93,169
Net Assets-total Governmental Activities	\$ 339,161

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, 2012

Exhibit B-2  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<i>Revenues:</i>					
Local and county sources	\$ 2,752	\$ -	\$ -	\$ -	\$ -
State sources	817,692	4,437	-	-	-
Federal sources	-	-	13,589	6,239	166
Interest	1,280	-	-	-	-
<i>Total revenues</i>	<u>821,724</u>	<u>4,437</u>	<u>13,589</u>	<u>6,239</u>	<u>166</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	413,119	4,177	9,769	7,641	-
Support Services:					
Students	64,641	-	3,820	13,923	202
Instruction	-	-	-	-	-
General Administration	171,442	-	-	-	-
School Administration	26,808	-	-	-	-
Central Services	23,080	-	-	-	-
Operation & Maintenance of Plant	106,204	-	-	-	-
Student Transportation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>805,294</u>	<u>4,177</u>	<u>13,589</u>	<u>21,564</u>	<u>202</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>16,430</u>	<u>260</u>	<u>-</u>	<u>(15,325)</u>	<u>(36)</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>16,430</u>	<u>260</u>	<u>-</u>	<u>(15,325)</u>	<u>(36)</u>
<i>Fund balances - beginning of year</i>	<u>262,824</u>	<u>5,312</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 279,254</u>	<u>\$ 5,572</u>	<u>\$ -</u>	<u>\$ (15,325)</u>	<u>\$ (36)</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, 2012

Exhibit B-2  
(Page 2 of 4)

	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177	2010 Library GO Bonds 27106
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 3,723	\$ -
State sources	-	-	-	2,092
Federal sources	3,570	338	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,570</u>	<u>338</u>	<u>3,723</u>	<u>2,092</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,570	338	3,723	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	2,092
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>3,570</u>	<u>338</u>	<u>3,723</u>	<u>2,092</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<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 (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2012

Exhibit B-2  
(Page 3 of 4)

	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<i>Revenues:</i>			
Local and county sources	\$ -	\$ -	\$ 6,475
State sources	77,368	-	901,589
Federal sources	-	-	23,902
Interest	-	-	1,280
<i>Total revenues</i>	<u>77,368</u>	<u>-</u>	<u>933,246</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	442,337
<i>Support Services:</i>			
Students	-	-	82,586
Instruction	-	-	2,092
General Administration	-	-	171,442
School Administration	-	-	26,808
Central Services	-	-	23,080
Operation & Maintenance of Plant	-	-	106,204
Student Transportation	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	77,368	-	77,368
<i>Total expenditures</i>	<u>77,368</u>	<u>-</u>	<u>931,917</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,329</u>
<i>Other financing sources (uses):</i>			
Other financing uses	-	-	-
<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>1,329</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>268,136</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 269,465</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, 2012**

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	\$ 1,329
Change in Compensated absences	(6,579)
<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	(22,956)
Capital outlays	56,412
Excess of capital outlay over depreciation expense	<u>33,456</u>
Change in Net Assets of governmental activities:	<u><u>\$ 28,206</u></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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 1,500	\$ 1,500	\$ 2,752	\$ 1,252
State sources	796,779	817,692	817,692	-
Federal sources	-	-	-	-
Interest	750	750	1,280	530
<i>Total revenues</i>	<u>799,029</u>	<u>819,942</u>	<u>821,724</u>	<u>1,782</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	584,405	565,451	413,119	152,332
Support Services:				
Students	103,953	144,821	64,641	80,180
Instruction	-	-	-	-
General Administration	181,780	200,604	171,442	29,162
School Administration	33,749	35,749	26,808	8,941
Central Services	48,920	33,920	23,080	10,840
Operation & Maintenance of Plant	91,222	102,222	86,856	15,366
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,044,029</u>	<u>1,082,767</u>	<u>785,946</u>	<u>296,821</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(245,000)</u>	<u>(262,825)</u>	<u>35,778</u>	<u>298,603</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	245,000	262,825	-	(262,825)
<i>Total other financing sources (uses)</i>	<u>245,000</u>	<u>262,825</u>	<u>-</u>	<u>(262,825)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>35,778</u>	<u>35,778</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>262,824</u>	<u>262,824</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 298,602</u>	<u>\$ 298,602</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(19,348)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 16,430</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST PRIMARY LEARNING CENTER**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,789	4,337	4,437	100
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,789</u>	<u>4,337</u>	<u>4,437</u>	<u>100</u>
<i>Expenditures:</i>				
Current:				
Instruction	9,102	9,650	4,177	5,473
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>9,102</u>	<u>9,650</u>	<u>4,177</u>	<u>5,473</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,313)</u>	<u>(5,313)</u>	<u>260</u>	<u>5,573</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	5,313	5,313	-	(5,313)
<i>Total other financing sources (uses)</i>	<u>5,313</u>	<u>5,313</u>	<u>-</u>	<u>(5,313)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>260</u>	<u>260</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,312</u>	<u>5,312</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,572</u>	<u>\$ 5,572</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 260</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST PRIMARY LEARNING CENTER**

Exhibit C-3

TITLE I  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	13,159	26,190	8,970	(17,220)
Interest	-	-	-	-
<i>Total revenues</i>	<u>13,159</u>	<u>26,190</u>	<u>8,970</u>	<u>(17,220)</u>
<i>Expenditures:</i>				
Current:				
Instruction	9,339	22,370	9,769	12,601
Support Services:				
Students	3,820	3,820	3,820	-
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>13,159</u>	<u>26,190</u>	<u>13,589</u>	<u>12,601</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,619)</u>	<u>(4,619)</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>(4,619)</u>	<u>(4,619)</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>\$ (4,619)</u>	<u>\$ (4,619)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,619	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	15,663	23,927	6,408	(17,519)
Interest	-	-	-	-
<i>Total revenues</i>	<u>15,663</u>	<u>23,927</u>	<u>6,408</u>	<u>(17,519)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	8,132	8,132	7,641	491
Support Services:				
Students	7,531	15,795	13,923	1,872
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>15,663</u>	<u>23,927</u>	<u>21,564</u>	<u>2,363</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,156)</u>	<u>(15,156)</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>(15,156)</u>	<u>(15,156)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(169)</u>	<u>(169)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,325)</u>	<u>\$ (15,325)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(169)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (15,325)</u></u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	202	166	(36)
Interest	-	-	-	-
<i>Total revenues</i>	-	202	166	(36)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	202	202	-
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>	-	202	202	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(36)	(36)
<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>	-	-	(36)	(36)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (36)	\$ (36)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (36)</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, 2012**

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	3,641	3,641	3,570	(71)
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,641</u>	<u>3,641</u>	<u>3,570</u>	<u>(71)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	3,641	3,641	3,570	71
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>3,641</u>	<u>3,641</u>	<u>3,570</u>	<u>71</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**  
**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	338	338	-
Interest	-	-	-	-
<i>Total revenues</i>	-	338	338	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	338	338	-
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>	-	338	338	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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-8

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	5,033	\$ 33
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	5,033	33
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	3,723	1,277
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	3,723	1,277
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	1,310	1,310
<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>	-	-	1,310	1,310
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,036)	(2,036)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (726)	\$ (726)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(377)	
Adjustments to expenditures			(933)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST PRIMARY LEARNING CENTER**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,092	2,092	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,092	2,092	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	2,092	2,092	-
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>	-	2,092	2,092	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	77,368	58,026	(19,342)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	77,368	58,026	(19,342)
<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	-	77,368	77,368	-
<i>Total expenditures</i>	-	77,368	77,368	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(19,342)	(19,342)
<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>	-	-	(19,342)	(19,342)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (19,342)	\$ (19,342)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			19,342	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 62,087	62,087	61,885	\$ (202)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>62,087</u>	<u>62,087</u>	<u>61,885</u>	<u>(202)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,300	1,300	-	1,300
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	125,866	125,866	-	125,866
<i>Total expenditures</i>	<u>127,166</u>	<u>127,166</u>	<u>-</u>	<u>127,166</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(65,079)</u>	<u>(65,079)</u>	<u>61,885</u>	<u>126,964</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	65,079	65,079	-	(65,079)
<i>Total other financing sources (uses)</i>	<u>65,079</u>	<u>65,079</u>	<u>-</u>	<u>(65,079)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>61,885</u>	<u>61,885</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>59,547</u>	<u>59,547</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 121,432</u>	<u>\$ 121,432</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(61,885)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST PRIMARY LEARNING CENTER  
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY  
 FOR PUBLIC FUNDS  
 JUNE 30, 2012

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2012
New Mexico	FHLB 3133XVNT4 1.75%	
Educators Federal Credit Union	Matures December 14, 2012	\$ 3,000,000
		<u>\$ 3,000,000</u>

The accompanying notes are and integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST PRIMARY LEARNING CENTER  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>NM Educators Credit Union</u>
Checking - Operational Account	\$ 396,156
Total On Deposit	396,156
Reconciling Items	<u>(14,299)</u>
Reconciled Balance June 30, 2012	<u>\$ 381,857</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, 2012

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Federal Projects Account 24000	Federal Direct Fund 25000
Cash, June 30, 2011	\$ 262,824	\$ 5,312	\$ -	\$ -
Add:				
2011-12 revenues	821,724	4,437	19,016	338
Loans from other funds	-	-	-	-
Total cash available	1,084,548	9,749	19,016	338
Less:				
Receivables/Payables	(3,772)	-	-	-
2011-12 expenditures	(784,942)	(4,177)	(38,996)	(338)
Loans to other funds	(40,981)	-	19,980	-
Cash, June 30, 2012	<u>254,853</u>	<u>5,572</u>	<u>-</u>	<u>-</u>
Cash Reconciliation to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash per books	<u>254,853</u>	<u>5,572</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	24,401	-	(15,361)	-
Fund Balance, Modified Accrual Basis (deficit)	<u>279,254</u>	<u>5,572</u>	<u>(15,361)</u>	<u>-</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST PRIMARY LEARNING CENTER  
 CASH RECONCILIATION  
 JUNE 30, 2012

Schedule III  
 (Page 2 of 2)

Local Grants Account 26000	State Flow-through Fund 27000	Public School Capital Outlay 31200	Capital Improvement 31600	Total
\$ -	\$ -	\$ -	\$ 59,547	\$ 327,683
2,997	2,092	58,026	61,885	970,515
-	-	-	-	-
2,997	2,092	58,026	121,432	1,298,198
-	-	-	-	(3,772)
(4,656)	(2,092)	(77,368)	-	(912,569)
1,659	-	19,342	-	-
-	-	-	121,432	381,857
-	-	-	-	-
-	-	-	121,432	381,857
-	-	-	(121,432)	(112,392)
-	-	-	-	269,465

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY LEARNING CENTER**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Primary Government</b>
	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 517,619
Receivables	
Due from other governments	84,642
Due from other	716
Total current assets	602,977
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	977,923
Building improvements	42,662
Less: accumulated depreciation	(941,364)
Total noncurrent assets	79,221
Total assets	\$ 682,198
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	7,784
Due to government	9,721
Compensated absences	23,472
Deferred revenue	309,100
Total current liabilities	350,077
Total liabilities	350,077
Invested in capital assets, net of related debt	79,221
Restricted	14,619
Unrestricted	238,281
Total net assets	332,121
Total liabilities and net assets	\$ 682,198

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, 2012

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	\$ 1,358,424	\$ -	\$ 116,391	\$ -	\$ (1,242,033)
Support services:					
Students	378,150	-	-	-	(378,150)
Instruction	2,384	-	-	-	(2,384)
General Administration	250,497	-	-	-	(250,497)
School Administration	143,545	-	-	-	(143,545)
Central Services	62,163	-	-	-	(62,163)
Operation & Maintenance of Plant	361,733	-	-	-	(361,733)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	86,462	-	61,564	-	(24,898)
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	<u>229,573</u>	<u>-</u>	<u>-</u>	<u>202,038</u>	<u>(27,535)</u>
Total governmental activities	<u>\$ 2,872,931</u>	<u>\$ -</u>	<u>\$ 177,955</u>	<u>\$ 202,038</u>	<u>(2,492,938)</u>
			<b>General Revenues:</b>		
					2,171,691
					2,144
					<u>22,483</u>
				Total general revenues	<u>2,196,318</u>
				Change in net assets	<u>(296,620)</u>
				Net assets - beginning	<u>628,741</u>
				Net assets - ending	<u>\$ 332,121</u>

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, 2012

Exhibit B-1  
(Page 1 of 4)

	General 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I 24101	IDEA B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 184,179	\$ 19,442	\$ 4,898	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	5,322	-
Due from other	716	-	-	-	-
Due from other funds	126,755	-	-	-	-
<i>Total assets</i>	<u>\$ 311,650</u>	<u>\$ 19,442</u>	<u>\$ 4,898</u>	<u>\$ 5,322</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	7,784	-	-	-	-
Due to government	-	9,721	-	-	-
Due to other funds	-	-	-	5,322	39,729
Deferred revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>7,784</u>	<u>9,721</u>	<u>-</u>	<u>5,322</u>	<u>39,729</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	9,721	4,898	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	303,866	-	-	-	(39,729)
<i>Total fund balance (deficit)</i>	<u>303,866</u>	<u>9,721</u>	<u>4,898</u>	<u>-</u>	<u>(39,729)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 311,650</u>	<u>\$ 19,442</u>	<u>\$ 4,898</u>	<u>\$ 5,322</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST SECONDARY LEARNING CENTER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177	Dual Credit Instruction 27103
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	6,752	-	1,907	20,151
Due from other	-	-	-	-	-
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 6,752</u>	<u>\$ -</u>	<u>\$ 1,907</u>	<u>\$ 20,151</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	-
Due to government	-	-	-	-	-
Due to other funds	-	6,752	-	1,907	20,151
Deferred revenue	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>6,752</u>	<u>-</u>	<u>1,907</u>	<u>20,151</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 6,752</u>	<u>\$ -</u>	<u>\$ 1,907</u>	<u>\$ 20,151</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST SECONDARY LEARNING CENTER  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	2008 Library GO Bond 27105	2010 Library GO Bond 27106	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 309,100	\$ 517,619
Accounts receivable					
Due from other governments	-	-	50,510	-	84,642
Due from other	-	-	-	-	716
Due from other funds	-	-	-	-	126,755
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,510</u>	<u>\$ 309,100</u>	<u>\$ 729,732</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	7,784
Due to government	-	-	-	-	9,721
Due to other funds	1,956	428	50,510	-	126,755
Deferred revenue	-	-	-	309,100	309,100
<i>Total liabilities</i>	<u>1,956</u>	<u>428</u>	<u>50,510</u>	<u>309,100</u>	<u>453,360</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	14,619
Assigned	-	-	-	-	-
Unassigned (deficit)	(1,956)	(428)	-	-	261,753
<i>Total fund balance (deficit)</i>	<u>(1,956)</u>	<u>(428)</u>	<u>-</u>	<u>-</u>	<u>276,372</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50,510</u>	<u>\$ 309,100</u>	<u>\$ 729,732</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, 2012**

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 276,372
Compensated absences	(23,472)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>79,221</u>
Net Assets-total Governmental Activities	<u><u>\$ 332,121</u></u>

The 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, 2012**

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	3,640	\$ -	\$ -	\$ -	\$ -
State sources	2,171,691	61,564	11,833	-	-
Federal sources	-	-	-	27,556	27,074
Interest	2,144	-	-	-	-
Miscellaneous	19,566	-	-	-	-
<i>Total revenues</i>	<u>2,197,041</u>	<u>61,564</u>	<u>11,833</u>	<u>27,556</u>	<u>27,074</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,169,987	-	47,243	27,556	48,333
Support Services:					
Students	358,033	-	-	-	18,470
Instruction	-	-	-	-	-
General Administration	250,301	-	-	-	-
School Administration	143,545	-	-	-	-
Central Services	62,163	-	-	-	-
Operation & Maintenance of Plant	360,465	-	-	-	-
Student Transportation	-	86,462	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>2,344,494</u>	<u>86,462</u>	<u>47,243</u>	<u>27,556</u>	<u>66,803</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(147,453)</u>	<u>(24,898)</u>	<u>(35,410)</u>	<u>-</u>	<u>(39,729)</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>(147,453)</u>	<u>(24,898)</u>	<u>(35,410)</u>	<u>-</u>	<u>(39,729)</u>
<i>Fund balances - beginning of year</i>	<u>451,319</u>	<u>34,619</u>	<u>40,308</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 303,866</u>	<u>\$ 9,721</u>	<u>\$ 4,898</u>	<u>\$ -</u>	<u>\$ (39,729)</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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 2 of 4)

	IDEA B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	EMSI 26177	Dual Credit Instruction 27103
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ 4,903	\$ -
State sources	-	-	-	-	33,734
Federal sources	439	9,234	893	-	-
Interest	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total revenues</i>	<u>439</u>	<u>9,234</u>	<u>893</u>	<u>4,903</u>	<u>33,734</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	9,234	893	4,903	33,734
Support Services:					
Students	439	-	-	-	-
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>439</u>	<u>9,234</u>	<u>893</u>	<u>4,903</u>	<u>33,734</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 3 of 4)

	2008 Library GO Bond 27105	2010 Library GO Bond 27106	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total Primary Government
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ 8,543
State sources	-	-	202,038	-	2,480,860
Federal sources	-	-	-	-	65,196
Interest	-	-	-	-	2,144
Miscellaneous	-	-	-	-	19,566
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>202,038</u>	<u>-</u>	<u>2,576,309</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	-	-	-	1,341,883
Support Services:					
Students	-	-	-	-	376,942
Instruction	1,956	428	-	-	2,384
General Administration	-	-	-	-	250,301
School Administration	-	-	-	-	143,545
Central Services	-	-	-	-	62,163
Operation & Maintenance of Plant	-	-	-	-	360,465
Student Transportation	-	-	-	-	86,462
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	202,038	-	202,038
<i>Total expenditures</i>	<u>1,956</u>	<u>428</u>	<u>202,038</u>	<u>-</u>	<u>2,826,183</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,956)</u>	<u>(428)</u>	<u>-</u>	<u>-</u>	<u>(249,874)</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>(1,956)</u>	<u>(428)</u>	<u>-</u>	<u>-</u>	<u>(249,874)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>526,246</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (1,956)</u>	<u>\$ (428)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 276,372</u>

The accompanying notes are an integral part of these financial statements

**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, 2012

Exhibit B-2  
(Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (249,874)
Change to compensated absences	(4,478)

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	(47,768)
Capital outlays	<u>5,500</u>
Excess of capital outlay over depreciation expense	<u>(42,268)</u>
Change in Net Assets of governmental activities:	<u><u>\$ (296,620)</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY 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, 2012**

	<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 sources	\$ 18,000	\$ 44,910	19,566	\$ (25,344)
State sources	2,150,553	2,171,691	2,171,691	-
Federal sources	-	-	26,911	26,911
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,168,553</u>	<u>2,216,601</u>	<u>2,218,168</u>	<u>1,567</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,289,504	1,298,704	1,169,990	128,714
<i>Support Services:</i>				
Students	464,396	444,396	358,033	86,363
Instruction	-	-	-	-
General Administration	280,897	295,897	250,301	45,596
School Administration	157,159	156,084	143,545	12,539
Central Services	89,544	90,219	62,163	28,056
Operation & Maintenance of Plant	352,053	382,620	352,679	29,941
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,633,553</u>	<u>2,667,920</u>	<u>2,336,711</u>	<u>331,209</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(465,000)</u>	<u>(451,319)</u>	<u>(118,543)</u>	<u>332,776</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	465,000	451,319	-	(451,319)
<i>Total other financing sources (uses)</i>	<u>465,000</u>	<u>451,319</u>	<u>-</u>	<u>(451,319)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(118,543)</u>	<u>(118,543)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>430,191</u>	<u>430,191</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,648</u>	<u>\$ 311,648</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(21,127)	
Adjustments to expenditures			(7,783)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (147,453)</u>	

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, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	91,837	71,285	36,664	(34,621)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>91,837</u>	<u>71,285</u>	<u>36,664</u>	<u>(34,621)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	91,837	105,905	86,462	19,443
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>91,837</u>	<u>105,905</u>	<u>86,462</u>	<u>19,443</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(34,620)</u>	<u>(49,798)</u>	<u>(15,178)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	34,620	-	(34,620)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>34,620</u>	<u>-</u>	<u>(34,620)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(49,798)</u>	<u>(49,798)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>69,240</u>	<u>69,240</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,442</u>	<u>\$ 19,442</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			24,900	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (24,898)</u>	

The accompanying notes are an integral part of these financial statements

**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, 2012**

Exhibit C-3

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	9,985	11,566	11,833	267
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,985</u>	<u>11,566</u>	<u>11,833</u>	<u>267</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	50,292	51,873	47,243	4,630
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>50,292</u>	<u>51,873</u>	<u>47,243</u>	<u>4,630</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(40,307)</u>	<u>(40,307)</u>	<u>(35,410)</u>	<u>4,897</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	40,307	40,307	-	(40,307)
<i>Total other financing sources (uses)</i>	<u>40,307</u>	<u>40,307</u>	<u>-</u>	<u>(40,307)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(35,410)</u>	<u>(35,410)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>40,308</u>	<u>40,308</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,898</u>	<u>\$ 4,898</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (35,410)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY LEARNING CENTER**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	27,827	27,556	23,649	(3,907)
Interest	-	-	-	-
<i>Total revenues</i>	<u>27,827</u>	<u>27,556</u>	<u>23,649</u>	<u>(3,907)</u>
<i>Expenditures:</i>				
Current:				
Instruction	27,827	27,556	27,556	-
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>27,827</u>	<u>27,556</u>	<u>27,556</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,907)</u>	<u>(3,907)</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>(3,907)</u>	<u>(3,907)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,415)</u>	<u>(1,415)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,322)</u>	<u>\$ (5,322)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,907	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	39,634	70,630	27,074	(43,556)
Interest	-	-	-	-
<i>Total revenues</i>	<u>39,634</u>	<u>70,630</u>	<u>27,074</u>	<u>(43,556)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	32,447	48,785	48,333	452
<i>Support Services:</i>				
Students	7,187	21,845	18,470	3,375
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>39,634</u>	<u>70,630</u>	<u>66,803</u>	<u>3,827</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(39,729)</u>	<u>(39,729)</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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(39,729)</u>	<u>(39,729)</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>\$ (39,729)</u>	<u>\$ (39,729)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (39,729)</u>	

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**

Exhibit C-6

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	529	439	(90)
Interest	-	-	-	-
<i>Total revenues</i>	-	529	439	(90)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	529	439	90
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>	-	529	439	90
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	9,366	9,234	2,482	(6,752)
Interest	-	-	-	-
<i>Total revenues</i>	<u>9,366</u>	<u>9,234</u>	<u>2,482</u>	<u>(6,752)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	9,366	9,234	9,234	-
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>9,366</u>	<u>9,234</u>	<u>9,234</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,752)</u>	<u>(6,752)</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>(6,752)</u>	<u>(6,752)</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>\$ (6,752)</u>	<u>\$ (6,752)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			6,752	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	-	893	893	-
Interest	-	-	-	-
<i>Total revenues</i>	-	893	893	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	893	893	-
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>	-	893	893	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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-9

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 5,000	\$ 5,234	\$ 234
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	5,000	5,234	234
<i>Expenditures:</i>				
Current:				
Instruction	-	5,000	4,903	97
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	4,903	97
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	331	331
<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>	-	-	331	331
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,238)	(2,238)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,907)	\$ (1,907)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(331)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

Exhibit C-10

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	33,734	39,491	5,757
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	33,734	39,491	5,757
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	33,734	33,734	-
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>	-	33,734	33,734	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	5,757	5,757
<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>	-	-	5,757	5,757
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(25,908)	(25,908)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (20,151)	\$ (20,151)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(5,757)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY 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, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	3,405	-	(3,405)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,405	-	(3,405)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	3,405	1,956	1,449
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>	-	3,405	1,956	1,449
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,956)	(1,956)
<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>	-	-	(1,956)	(1,956)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,956)	\$ (1,956)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,956)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY LEARNING CENTER**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-12

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,241	-	(2,241)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,241	-	(2,241)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	2,241	428	1,813
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>	-	2,241	428	1,813
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(428)	(428)
<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>	-	-	(428)	(428)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (428)	\$ (428)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (428)</u>	

The accompanying notes are an integral part of these financial statements



**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, 2012**

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	202,038	151,528	(50,510)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	202,038	151,528	(50,510)
<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	-	202,038	202,038	-
<i>Total expenditures</i>	-	202,038	202,038	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(50,510)	(50,510)
<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>	-	-	(50,510)	(50,510)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (50,510)	\$ (50,510)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			50,510	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-14

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 163,203	\$ 163,203	\$ 157,526	\$ (5,677)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>163,203</u>	<u>163,203</u>	<u>157,526</u>	<u>(5,677)</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	330,867	330,867	-	330,867
<i>Total expenditures</i>	<u>330,867</u>	<u>330,867</u>	<u>-</u>	<u>330,867</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(167,664)</u>	<u>(167,664)</u>	<u>157,526</u>	<u>325,190</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	167,664	167,664	-	(167,664)
<i>Total other financing sources (uses)</i>	<u>167,664</u>	<u>167,664</u>	<u>-</u>	<u>(167,664)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>157,526</u>	<u>157,526</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>151,574</u>	<u>151,574</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 309,100</u>	<u>\$ 309,100</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(157,526)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Schedule I

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2012
New Mexico Educators Federal Credit Union	FHLB 3133XVNT4 Rate 1.75 Maturity 12/14/12	\$ 3,000,000
		\$ 3,000,000

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST SECONDARY LEARNING CENTER  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>New Mexico Educators Federal Credit Union</u>
Checking - Operational Account	\$ 554,820
Total On Deposit	554,820
Reconciling Items	<u>(37,201)</u>
Reconciled Balance June 30, 2012	<u>\$ 517,619</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, 2012**

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, 2011	\$ 430,192	* \$ 34,619	\$ 40,308	\$ -	\$ -	\$ -
Add:						
2011-12 revenues	2,218,168	71,285	11,833	52,229	893	2,997
Prior year warrants voided	-	-	-	-	-	-
Total cash available	2,648,360	105,904	52,141	52,229	893	2,997
Less:						
Receivables/Payables	(716)	-	-	-	-	-
2011-12 expenditures	(2,336,565)	(86,462)	(47,243)	(104,033)	(893)	(5,047)
Loans to other funds	(126,900)	-	-	51,804	-	2,050
Cash, June 30, 2012	184,179	19,442	4,898	-	-	-
Cash Reconciliation to GAAP Basis:						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per books	184,179	19,442	4,898	-	-	-
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	119,687	(9,721)	-	(39,729)	-	-
Fund Balance, Modified Accrual Basis (deficit)	303,866	9,721	4,898	(39,729)	-	-

\*Does not agree to prior year audit report.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST SECONDARY LEARNING CENTER**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
 (Page 2 of 2)

State Flow-through Fund 27000	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	Total
\$ -	\$ -	\$ 151,574	\$ 656,693
13,582	151,528	157,526	2,680,041
-	-	-	-
13,582	151,528	309,100	3,336,734
-	-	-	(716)
(36,118)	(202,038)	-	(2,818,399)
22,536	50,510	-	-
-	-	309,100	517,619
-	-	-	-
-	-	309,100	517,619
(2,384)	-	(309,100)	(241,247)
(2,384)	-	-	276,372

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 347,804
Receivables	
Due from other governments	36,966
Prepays	65,609
Total current assets	<u>450,379</u>
Capital assets	
Building improvements	119,219
Furniture, fixtures and equipment	37,474
Less: accumulated depreciation	<u>(14,183)</u>
Total capital assets	142,510
Prepays	62,563
Total noncurrent assets	<u>205,073</u>
Total assets	<u>\$ 655,452</u>
<b>LIABILITIES AND NET ASSETS</b>	
Due to government	\$ 418
Accrued salaries	72,182
Deferred revenue	3,500
Current portion of compensated absences	33,518
Total current liabilities	<u>109,618</u>
Total liabilities	<u>109,618</u>
Invested in capital assets	142,510
Restricted for:	
Other	129,359
Unrestricted	273,965
Total net assets	<u>545,834</u>
Total liabilities and net assets	<u>\$ 655,452</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, 2012

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	695,582	1,451	83,292	\$ -	\$ (610,839)
Support services:					
Students	140,535	-	-	-	(140,535)
Instruction	731	-	-	-	(731)
General Administration	19,660	-	-	-	(19,660)
School Administration	134,380	-	-	-	(134,380)
Central Services	135,941				(135,941)
Operation & Maintenance of Plant	146,519	-	-	-	(146,519)
Other support services	22				(22)
Food Services	1,140				(1,140)
Facilities Materials, Supplies & Other Services	88,369	-	-	88,369	-
<b>Total governmental activities</b>	<b>\$ 1,362,879</b>	<b>\$ 1,451</b>	<b>\$ 83,292</b>	<b>\$ 88,369</b>	<b>(1,189,767)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,513,481
			Interest income		48
			<b>Total general revenues</b>		<b>1,513,529</b>
			Change in net assets		323,762
			Net assets - beginning		222,072
			Net assets - ending		<b>\$ 545,834</b>



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 346,236	\$ -	\$ 191	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	23,024	4,089
Due from other funds	37,346	-	-	-	-
Prepays	125,516	-	-	2,656	-
<i>Total assets</i>	<u>509,098</u>	<u>-</u>	<u>191</u>	<u>25,680</u>	<u>4,089</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Due to government	-	-	-	-	-
Accrued expenses	71,791	-	-	7	371
Deferred revenue	3,500	-	-	-	-
Due to other funds	-	-	-	23,017	3,718
<i>Total liabilities</i>	<u>75,291</u>	<u>-</u>	<u>-</u>	<u>23,024</u>	<u>4,089</u>
<i>Fund balances</i>					
Nonspendable	125,516	-	-	2,656	-
Restricted	-	-	191	-	-
Assigned	308,291	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>433,807</u>	<u>-</u>	<u>191</u>	<u>2,656</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 509,098</u>	<u>\$ -</u>	<u>\$ 191</u>	<u>\$ 25,680</u>	<u>\$ 4,089</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Federal Charter School Planning 24146	Teacher Principal Training 24154	Medicaid 25153	Education Job Fund 25255	LANL Foundation 26113
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ 368	\$ -	\$ 996	\$ 13	\$ -
Accounts receivable						
Due from other governments	260	-	8,627	-	-	-
Due from other funds	-	-	-	-	-	-
Prepays	-	-	-	-	-	-
<i>Total assets</i>	<u>260</u>	<u>368</u>	<u>8,627</u>	<u>996</u>	<u>13</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Due to government	-	368	50	-	-	-
Accrued expenses	-	-	-	-	13	-
Deferred revenue	-	-	-	-	-	-
Due to other funds	260	-	8,577	-	-	-
<i>Total liabilities</i>	<u>260</u>	<u>368</u>	<u>8,627</u>	<u>-</u>	<u>13</u>	<u>-</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	996	-	-
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>996</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 260</u>	<u>\$ 368</u>	<u>\$ 8,627</u>	<u>\$ 996</u>	<u>\$ 13</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TAOS ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Intel Foundation 26116	Dual Credit Instructional Materials 27103	Library GO Bonds 27105	Technology for Education PED 27117	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 347,804
Accounts receivable						
Due from other governments	-	966	-	-	-	36,966
Due from other funds	-	-	-	-	-	37,346
Prepays	-	-	-	-	-	128,172
<i>Total assets</i>	<u>-</u>	<u>966</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>550,288</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Due to government	-	-	-	-	-	418
Accrued expenses	-	-	-	-	-	72,182
Deferred revenue	-	-	-	-	-	3,500
Due to other funds	300	966	508	-	-	37,346
<i>Total liabilities</i>	<u>300</u>	<u>966</u>	<u>508</u>	<u>-</u>	<u>-</u>	<u>113,446</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	128,172
Restricted	-	-	-	-	-	1,187
Assigned	-	-	-	-	-	308,291
Unassigned (deficit)	(300)	-	(508)	-	-	(808)
<i>Total fund balance (deficit)</i>	<u>(300)</u>	<u>-</u>	<u>(508)</u>	<u>-</u>	<u>-</u>	<u>436,842</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 966</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 550,288</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TAOS ACADEMY  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$	436,842
Compensated Absences		(33,518)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>142,510</u>
Net Assets-total Governmental Activities	\$	<u><u>545,834</u></u>

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 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED  
JUNE 30, 2012

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 9,925	\$ -	\$ 1,331	\$ -	\$ -
State grant	1,513,481	6,085	-	-	-
Federal grant	-	-	-	25,870	27,714
Miscellaneous income	-	-	-	-	-
Interest	48	-	-	-	-
<i>Total revenues</i>	<u>1,523,454</u>	<u>6,085</u>	<u>1,331</u>	<u>25,870</u>	<u>27,714</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	641,688	6,085	-	23,214	-
Support Services					
Students	112,561	-	-	-	27,714
Instruction	731	-	-	-	-
General Administration	19,660	-	-	-	-
School Administration	134,380	-	-	-	-
Central Services	156,487	-	-	-	-
Operation & Maintenance of Plant	257,677	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	22	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	1,140	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,323,206</u>	<u>6,085</u>	<u>1,140</u>	<u>23,214</u>	<u>27,714</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>200,248</u>	<u>-</u>	<u>191</u>	<u>2,656</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>200,248</u>	<u>-</u>	<u>191</u>	<u>2,656</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>233,559</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 433,807</u>	<u>\$ -</u>	<u>\$ 191</u>	<u>\$ 2,656</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TAOS ACADEMY

Exhibit B-2  
(Page 2 of 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED  
JUNE 30, 2012

	IDEA-B Risk Pool 24120	Federal Charter School Planning 24146	Teacher Principal Training 24154	Medicaid 25153	Education Job Fund 25255	LANL Foundation 26113
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,500
State grant	-	-	-	-	-	-
Federal grant	260	-	8,627	996	568	-
Miscellaneous income	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>260</u>	<u>-</u>	<u>8,627</u>	<u>996</u>	<u>568</u>	<u>1,500</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	-	8,627	-	568	1,500
Support Services	-	-	-	-	-	-
Students	260	-	-	-	-	-
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	-
School Administration	-	-	-	-	-	-
Central Services	-	-	-	-	-	-
Operation & Maintenance of Plant	-	4,000	-	-	-	-
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
<i>Total expenditures</i>	<u>260</u>	<u>4,000</u>	<u>8,627</u>	<u>-</u>	<u>568</u>	<u>1,500</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(4,000)</u>	<u>-</u>	<u>996</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>-</u>	<u>(4,000)</u>	<u>-</u>	<u>996</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 996</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TAOS ACADEMY

Exhibit B-2  
(Page 3 of 4)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED  
JUNE 30, 2012

	Intel Foundation 26116	2009 Dual Credit 27103	Library GO Bonds 27105	Technology for Education PED 27117	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,756
State grant	-	1,867	-	-	88,369	1,609,802
Federal grant	-	-	-	-	-	64,035
Miscellaneous income	-	-	-	-	-	-
Interest	-	-	-	-	-	48
<i>Total revenues</i>	<u>-</u>	<u>1,867</u>	<u>-</u>	<u>-</u>	<u>88,369</u>	<u>1,686,641</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	300	1,867	-	294	-	684,143
Support Services						
Students	-	-	-	-	-	140,535
Instruction	-	-	-	-	-	731
General Administration	-	-	-	-	-	19,660
School Administration	-	-	-	-	-	134,380
Central Services	-	-	-	-	-	156,487
Operation & Maintenance of Plant	-	-	-	-	-	261,677
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	22
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	1,140
Capital outlay	-	-	-	-	88,369	88,369
<i>Total expenditures</i>	<u>300</u>	<u>1,867</u>	<u>-</u>	<u>294</u>	<u>88,369</u>	<u>1,487,144</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(300)</u>	<u>-</u>	<u>-</u>	<u>(294)</u>	<u>-</u>	<u>199,497</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>(300)</u>	<u>-</u>	<u>-</u>	<u>(294)</u>	<u>-</u>	<u>199,497</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(508)</u>	<u>294</u>	<u>-</u>	<u>237,345</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (300)</u>	<u>\$ -</u>	<u>\$ (508)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 436,842</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS 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, 2012**

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

Net change in fund balances - total governmental funds	\$ 199,497
Change in Compensated Absences	(11,439)
<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 capital outlays exceed depreciation for the period.</p>	
Capital Outlays	144,349
Depreciation expense	<u>(8,645)</u>
Change in Net Assets-total Governmental Activities	<u>\$ 323,762</u>

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 9,925	\$ 9,925
State grants	1,306,289	1,513,481	1,513,481	-
Federal grants	-	-	-	-
Miscellaneous	-	48	48	-
<i>Total revenues</i>	<u>1,306,289</u>	<u>1,513,529</u>	<u>1,523,454</u>	<u>9,925</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	822,414	860,571	741,549	119,022
Support Services				
Students	72,500	134,841	112,561	22,280
Instruction	3,670	4,170	731	3,439
General Administration	31,000	26,700	19,660	7,040
School Administration	132,850	142,168	134,380	7,788
Central Services	148,581	170,622	156,487	14,135
Operation & Maintenance of Plant	130,657	407,957	257,677	150,280
Student Transportation	-	-	-	-
Other Support Services	-	59	22	37
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,341,672</u>	<u>1,747,088</u>	<u>1,423,067</u>	<u>324,021</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(35,383)</u>	<u>(233,559)</u>	<u>100,387</u>	<u>333,946</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	35,383	233,559	-	(233,559)
<i>Total other financing sources (uses)</i>	<u>35,383</u>	<u>233,559</u>	<u>-</u>	<u>(233,559)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>100,387</u>	<u>100,387</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>233,559</u>	<u>233,559</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 333,946</u>	<u>\$ 333,946</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>99,861</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 200,248</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	4,583	5,948	6,085	137
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,583</u>	<u>5,948</u>	<u>6,085</u>	<u>137</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,583	5,948	6,085	(137)
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>4,583</u>	<u>5,948</u>	<u>6,085</u>	<u>(137)</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 10,800	\$ 1,331	\$ (9,469)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,800</u>	<u>1,331</u>	<u>(9,469)</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	-	10,800	1,140	9,660
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,800</u>	<u>1,140</u>	<u>9,660</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>191</u>	<u>191</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>191</u>	<u>191</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>\$ 191</u>	<u>\$ 191</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 191</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,230	31,740	3,867	(27,873)
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,230</u>	<u>31,740</u>	<u>3,867</u>	<u>(27,873)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	10,230	31,740	25,870	5,870
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>10,230</u>	<u>31,740</u>	<u>25,870</u>	<u>5,870</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,003)</u>	<u>(22,003)</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>(22,003)</u>	<u>(22,003)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,021)</u>	<u>(1,021)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,024)</u>	<u>\$ (23,024)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			23,024	
Adjustments to expenditures			<u>2,656</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 2,656</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	27,714	27,852	138
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>27,714</u>	<u>27,852</u>	<u>138</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	27,714	27,714	-
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>27,714</u>	<u>27,714</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>138</u>	<u>138</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>138</u>	<u>138</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,227)</u>	<u>(4,227)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,089)</u>	<u>\$ (4,089)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(138)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	260	-	(260)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>260</u>	<u>-</u>	<u>(260)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	260	260	-
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>260</u>	<u>260</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(260)</u>	<u>(260)</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>(260)</u>	<u>(260)</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>\$ (260)</u>	<u>\$ (260)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			260	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS 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, 2012**

	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, 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>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	5,591	10,469	1,070	(9,399)
Interest	-	-	-	-
<i>Total revenues</i>	<u>5,591</u>	<u>10,469</u>	<u>1,070</u>	<u>(9,399)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	5,591	10,469	8,627	1,842
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>5,591</u>	<u>10,469</u>	<u>8,627</u>	<u>1,842</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(7,557)</u>	<u>(7,557)</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>(7,557)</u>	<u>(7,557)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,020)</u>	<u>(1,020)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,577)</u>	<u>\$ (8,577)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			7,557	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**MEDICAID**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	729	996	267
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>729</u>	<u>996</u>	<u>267</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	729	-	729
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>729</u>	<u>-</u>	<u>729</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>996</u>	<u>996</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>996</u>	<u>996</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>\$ 996</u>	<u>\$ 996</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 996</u>	

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-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	568	568	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>568</u>	<u>568</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	568	568	-
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>568</u>	<u>568</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 (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**LANL FOUNDATION**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,500	1,500	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,500	1,500	-
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>1,500</u>	<u>1,500</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**INTEL 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	5,000	-	(5,000)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	5,000	300	4,700
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>5,000</u>	<u>300</u>	<u>4,700</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(300)</u>	<u>(300)</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>(300)</u>	<u>(300)</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>\$ (300)</u>	<u>\$ (300)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (300)</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,523	1,927	(596)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,523</u>	<u>1,927</u>	<u>(596)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,523	1,902	621
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>2,523</u>	<u>1,902</u>	<u>621</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>25</u>	<u>25</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>25</u>	<u>25</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,026)</u>	<u>(1,026)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,001)</u>	<u>\$ (1,001)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,001	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	2,464	2,464
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>2,464</u>	<u>2,464</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>2,464</u>	<u>2,464</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>2,464</u>	<u>2,464</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,972)</u>	<u>(2,972)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (508)</u>	<u>\$ (508)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,464)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	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	-	294	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>294</u>	<u>294</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(294)</u>	<u>(294)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	294	-	(294)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>294</u>	<u>-</u>	<u>(294)</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>294</u>	<u>294</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (294)</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	88,369	88,369	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>88,369</u>	<u>88,369</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	-	88,369	88,369	-
<i>Total expenditures</i>	<u>-</u>	<u>88,369</u>	<u>88,369</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	\$ 796
<i>Total assets</i>	<u>796</u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>796</u>
<i>Total liabilities</i>	<u>\$ 796</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 454	3,678	3,336	\$ 796
<b>Total assets</b>	<u>\$ 454</u>	<u>\$ 3,678</u>	<u>\$ 3,336</u>	<u>\$ 796</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 454	3,678	3,336	\$ 796
<b>Total liabilities</b>	<u>\$ 454</u>	<u>\$ 3,678</u>	<u>\$ 3,336</u>	<u>\$ 796</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	Centinel Bank
Checking - Operational	\$ 439,326
Total On Deposit	439,326
Reconciling Items	(90,726)
Reconciled Balance June 30, 2012	\$ 348,600
Less Agency Funds	796
Total Cash	\$ 347,804

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services Account 21000	Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2011	\$ 233,559	\$ -	\$ -	\$ 454	\$ 4,000
Add:					
2011-12 revenues	1,523,452	6,085	1,331	3,678	26,521
Loans from other funds	-	-	-	-	-
Total cash available	1,757,011	6,085	1,331	4,132	30,521
Less:					
2011-12 expenditures	(1,423,068)	(6,085)	(1,331)	(3,678)	(69,070)
Loans to other funds	-	-	-	-	-
Receivables/Payables	-	-	-	-	-
Cash, June 30, 2012	<u>333,943</u>	<u>-</u>	<u>-</u>	<u>454</u>	<u>(38,549)</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	12,293	-	191	342	38,917
Cash per Books	<u>346,236</u>	<u>-</u>	<u>191</u>	<u>796</u>	<u>368</u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	99,864	-	191	(454)	41,205
Fund Balance, Modified Accrual Basis (deficit)	<u>433,807</u>	<u>-</u>	<u>191</u>	<u>-</u>	<u>2,656</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Account 25000	Local Grants Fund 26000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Total
\$ 600	\$ -	\$ (214)	\$ -	\$ 238,399
1,563	1,500	901	88,369	1,653,400
-	-	-	-	-
2,163	1,500	687	88,369	1,891,799
(567)	(1,800)	(2,196)	(88,369)	(1,596,165)
-	-	-	-	-
-	-	-	-	-
<u>1,596</u>	<u>(300)</u>	<u>(1,509)</u>	<u>-</u>	<u>295,634</u>
(587)	300	1,509	-	52,966
<u>1,009</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 348,600</u>
			Less Activity Fund	\$ 796
			Exhibit B-1	<u>\$ 347,804</u>
(600)	-	1,001	-	141,208
<u>996</u>	<u>(300)</u>	<u>(508)</u>	<u>-</u>	<u>436,842</u>
			Less Activity Fund	-
			Exhibit B-1	<u>\$ 436,842</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME VII**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS INTEGRATED SCHOOL OF THE ARTS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 91,305
Receivables	
Due from other governments	233,717
Deposits	6,000
Prepaid expenses	25,659
Total current assets	<u>356,681</u>
Capital assets	
Furniture, fixtures and equipment	10,915
Less: accumulated depreciation	(1,456)
Prepaid expenses	2,220
Total noncurrent assets	<u>11,679</u>
Total assets	<u>\$ 368,360</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 101,012
Accrued salaries	40,701
Total current liabilities	<u>141,713</u>
Total liabilities	<u>141,713</u>
Invested in capital assets	11,679
Restricted for:	
Other	50,626
Unrestricted	164,342
Total net assets	<u>226,647</u>
Total liabilities and net assets	<u>\$ 368,360</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, 2012

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	\$ 654,015	\$ 12,384	\$ 280,146	\$ -	\$ (361,485)
Support services:					
Students	31,663		-	-	(31,663)
Instruction	6,602	-	-	-	(6,602)
General Administration	15,910	-	-	-	(15,910)
School Administration	144,134	-	-	-	(144,134)
Central Services	105,978	-	-	-	(105,978)
Operation & Maintenance of Plant	172,100	-	-	-	(172,100)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	21,492	-	-	-	(21,492)
Facilities Materials, Supplies & Other Services	65,268	-	-	65,268	-
Total governmental activities	<u>\$ 1,217,162</u>	<u>\$ 12,384</u>	<u>\$ 280,146</u>	<u>\$ 65,268</u>	<u>(859,364)</u>
<b>General Revenues:</b>					
State Equalization Guarantee					932,225
Total general revenues					932,225
Change in net assets					72,861
Net assets - beginning					153,786
Net assets - ending					\$ 226,647



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS INTEGRATED SCHOOL OF THE ARTS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Risk Pool 24120
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 64,952	\$ 16,747	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	15,860	181
Due from other funds	185,456	-	-	-
Deposits	-	-	-	-
Prepaid Expenses & other assets	-	-	-	-
	<u>250,408</u>	<u>16,747</u>	<u>15,860</u>	<u>181</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	43,151	-	-	-
Accrued expenses	40,695	-	-	-
Due to other funds	-	-	15,860	181
<i>Total liabilities</i>	<u>83,846</u>	<u>-</u>	<u>15,860</u>	<u>181</u>
<i>Fund balances</i>				
Fund Balance:				
Nonspendable	-	-	-	-
Restricted	-	16,747	-	-
Assigned	166,562	-	-	-
Unassigned	-	-	-	-
	<u>166,562</u>	<u>16,747</u>	<u>-</u>	<u>-</u>
<i>Total fund balance</i>	<u>166,562</u>	<u>16,747</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 250,408</u>	<u>\$ 16,747</u>	<u>\$ 15,860</u>	<u>\$ 181</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**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 2 of 3)

	Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 9,600	\$ -	\$ 6	\$ -	\$ 91,305
Accounts receivable					
Due from other governments	181,648	3,394	-	32,634	233,717
Due from other funds	-	-	-	-	185,456
Deposits	6,000	-	-	-	6,000
Prepaid Expenses & other assets	27,879	-	-	-	27,879
<i>Total assets</i>	<u>225,127</u>	<u>3,394</u>	<u>6</u>	<u>32,634</u>	<u>544,357</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	57,861	-	-	-	101,012
Accrued expenses	-	-	6	-	40,701
Due to other funds	133,387	3,394	-	32,634	185,456
<i>Total liabilities</i>	<u>191,248</u>	<u>3,394</u>	<u>6</u>	<u>32,634</u>	<u>327,169</u>
<i>Fund balances</i>					
Fund Balance:					
Nonspendable	33,879	-	-	-	33,879
Restricted	-	-	-	-	16,747
Assigned	-	-	-	-	166,562
Unassigned	-	-	-	-	-
<i>Total fund balance</i>	<u>33,879</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>217,188</u>
<i>Total liabilities and fund balance</i>	<u>\$ 225,127</u>	<u>\$ 3,394</u>	<u>\$ 6</u>	<u>\$ 32,634</u>	<u>\$ 544,357</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  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 3)

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

Fund balances - total governmental funds	\$ 217,188
--	------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>9,459</u>
--	--------------

Net Assets-total Governmental Activities	<u><u>\$ 226,647</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 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 3)

	Operational 11000	Instructional Support 14000	Title I IASA 24101	IDEA-B Risk Pool 24120
<i>Revenues:</i>				
Local and county grant	\$ 12,384	\$ -	\$ -	\$ -
State grant	932,225	20,198	-	-
Federal grant	-	-	29,366	181
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>944,609</u>	<u>20,198</u>	<u>29,366</u>	<u>181</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	507,163	7,016	15,453	-
Support Services				
Students	31,482	-	-	181
Instruction	1,630	-	4,972	-
General Administration	15,910	-	-	-
School Administration	144,134	-	-	-
Central Services	86,108	-	-	-
Operation & Maintenance of Plant	89,927	-	-	-
Community Services Operations	21,492	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>897,846</u>	<u>7,016</u>	<u>20,425</u>	<u>181</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>46,763</u>	<u>13,182</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>46,763</u>	<u>13,182</u>	<u>8,941</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>119,799</u>	<u>3,565</u>	<u>(8,941)</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 166,562</u>	<u>\$ 16,747</u>	<u>\$ -</u>	<u>\$ -</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, 2012

Exhibit B-2  
(Page 2 of 3)

	Charter School Planning 24146	Teacher Principal Training 24154	Education Job Fund 25255	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 12,384
State grant	-	-	-	65,268	1,017,691
Federal grant	226,712	3,394	295	-	259,948
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>226,712</u>	<u>3,394</u>	<u>295</u>	<u>65,268</u>	<u>1,290,023</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	120,694	3,394	295	-	654,015
Support Services					
Students	-	-	-	-	31,663
Instruction	-	-	-	-	6,602
General Administration	-	-	-	-	15,910
School Administration	-	-	-	-	144,134
Central Services	19,142	-	-	-	105,250
Operation & Maintenance of Plant	82,173	-	-	-	172,100
Community Services Operations	-	-	-	-	21,492
Capital outlay	-	-	-	65,268	65,268
<i>Total expenditures</i>	<u>222,009</u>	<u>3,394</u>	<u>295</u>	<u>65,268</u>	<u>1,216,434</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>4,703</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73,589</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>4,703</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>73,589</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>29,176</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,599</u>
<i>Fund balances - end of year</i>	<u>\$ 33,879</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,188</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, 2012

Exhibit B-2  
 (Page 3 of 3)

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

Net change in fund balances - total governmental funds	\$	73,589
--	----	--------

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		-
		-

Change in Net Assets-total Governmental Activities	\$	72,861
--	----	--------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TAOS INTEGRATED SCHOOL OF THE ARTS**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 12,024	\$ 12,384	\$ 360
State grants	943,868	932,225	932,225	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>943,868</u>	<u>944,249</u>	<u>944,609</u>	<u>360</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	496,481	509,978	464,012	45,966
Support Services				
Students	79,571	87,200	31,482	55,718
Instruction	4,000	4,000	1,630	2,370
General Administration	33,000	34,200	15,910	18,290
School Administration	130,483	156,693	144,134	12,559
Central Services	76,200	102,911	86,108	16,803
Operation & Maintenance of Plant	83,234	148,641	89,927	58,714
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	40,899	52,226	21,492	30,734
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>943,868</u>	<u>1,095,849</u>	<u>854,695</u>	<u>241,154</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(151,600)</u>	<u>89,914</u>	<u>241,514</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	151,600	-	(151,600)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>151,600</u>	<u>-</u>	<u>(151,600)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>89,914</u>	<u>89,914</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>119,799</u>	<u>119,799</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209,713</u>	<u>\$ 209,713</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			(43,151)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 46,763</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, 2012**

	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	-	23,763	7,016	16,747
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>23,763</u>	<u>7,016</u>	<u>16,747</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(23,763)</u>	<u>(7,016)</u>	<u>16,747</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	23,763	-	(23,763)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>23,763</u>	<u>-</u>	<u>(23,763)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(7,016)</u>	<u>(7,016)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>23,763</u>	<u>23,763</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,747</u>	<u>\$ 16,747</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			20,198	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 13,182</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	23,464	35,998	13,506	(22,492)
Interest	-	-	-	-
<i>Total revenues</i>	<u>23,464</u>	<u>35,998</u>	<u>13,506</u>	<u>(22,492)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	23,464	31,026	24,394	6,632
Support Services				
Students	-	-	-	-
Instruction	-	4,972	4,972	-
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>23,464</u>	<u>35,998</u>	<u>29,366</u>	<u>6,632</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(15,860)</u>	<u>(15,860)</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>(15,860)</u>	<u>(15,860)</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>\$ (15,860)</u>	<u>\$ (15,860)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			15,860	
Adjustments to expenditures			<u>(8,941)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	172	-	(172)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>172</u>	<u>-</u>	<u>(172)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	172	-	172
Support Services				
Students	-	-	181	(181)
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>172</u>	<u>181</u>	<u>(9)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(181)</u>	<u>(181)</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>(181)</u>	<u>(181)</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>\$ (181)</u>	<u>\$ (181)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			181	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	303,766	303,766	107,648	(196,118)
Interest	-	-	-	-
<i>Total revenues</i>	<u>303,766</u>	<u>303,766</u>	<u>107,648</u>	<u>(196,118)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	211,630	211,630	153,185	58,445
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	1,200	1,200	-	1,200
Central Services	1,736	6,997	-	6,997
Operation & Maintenance of Plant	89,200	83,939	1,199	82,740
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>303,766</u>	<u>303,766</u>	<u>154,384</u>	<u>149,382</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(46,736)</u>	<u>(46,736)</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>(46,736)</u>	<u>(46,736)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(77,051)</u>	<u>(77,051)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (123,787)</u>	<u>\$ (123,787)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			119,064	
Adjustments to expenditures			<u>(67,625)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 4,703</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	4,827	11,789	-	(11,789)
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,827</u>	<u>11,789</u>	<u>-</u>	<u>(11,789)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,827	11,789	3,394	8,395
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>4,827</u>	<u>11,789</u>	<u>3,394</u>	<u>8,395</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,394)</u>	<u>(3,394)</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>(3,394)</u>	<u>(3,394)</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>\$ (3,394)</u>	<u>\$ (3,394)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,394	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	295	4,277	3,982
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>295</u>	<u>4,277</u>	<u>3,982</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	295	295	-
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>295</u>	<u>295</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,982</u>	<u>3,982</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>3,982</u>	<u>3,982</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,982)</u>	<u>(3,982)</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			(3,982)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	65,268	47,431	(17,837)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>65,268</u>	<u>47,431</u>	<u>(17,837)</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	-	65,268	65,268	-
<i>Total expenditures</i>	<u>-</u>	<u>65,268</u>	<u>65,268</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(17,837)</u>	<u>(17,837)</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>(17,837)</u>	<u>(17,837)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(14,797)</u>	<u>(14,797)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (32,634)</u>	<u>\$ (32,634)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,837	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 448</u>
<i>Total assets</i>	<u><u>448</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>448</u>
<i>Total liabilities</i>	<u><u>\$ 448</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 1,072	2,553	3,177	\$ 448
<b>Total assets</b>	<u>\$ 1,072</u>	<u>\$ 2,553</u>	<u>\$ 3,177</u>	<u>\$ 448</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 1,072	2,553	3,177	\$ 448
<b>Total liabilities</b>	<u>\$ 1,072</u>	<u>\$ 2,553</u>	<u>\$ 3,177</u>	<u>\$ 448</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**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Peoples Bank</u>
Checking - Operational	\$ 144,442
Total On Deposit	<u>144,442</u>
Reconciling Items	<u>(52,689)</u>
Reconciled Balance June 30, 2012	<u>\$ 91,753</u>
Less Agency Funds	448
Total Cash	<u>\$ 91,305</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**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

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, 2011	\$ 119,801	\$ 3,565	\$ 1,072	\$ 20,235	\$ -	\$ -	\$ -	\$ 144,673
Add:								
2011-12 revenues	944,609	-	2,552	95,674	295	-	32,634	1,075,764
Loans from other funds	-	-	-	-	-	-	-	-
Total cash available	1,064,410	3,565	3,624	115,909	295	-	32,634	1,220,437
Less:								
2011-12 expenditures	(855,737)	(7,016)	(3,176)	(187,326)	(295)	-	(64,226)	(1,117,776)
Loans to other funds	(68,500)	-	-	51,705	-	-	16,795	-
Receivables/Payables	(111,692)	20,198	-	21,782	3,676	-	14,797	(51,239)
Cash, June 30, 2012	<u>28,481</u>	<u>16,747</u>	<u>448</u>	<u>2,070</u>	<u>3,676</u>	<u>-</u>	<u>-</u>	<u>51,422</u>
Fund Balance Reconciliation to GAAP Basis:								
Audit reclassifications to cash	36,471	-	-	7,530	(3,670)	-	-	40,331
Cash per Books	<u>\$ 64,952</u>	<u>\$ 16,747</u>	<u>\$ 448</u>	<u>\$ 9,600</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,753</u>
						Less Activity Funds		448
						Per Exhibit B-1		<u>\$ 91,305</u>
Fund Balance Reconciliation to GAAP Basis:								
Modified Accrual Adjustments	138,081	-	-	31,809	(3,676)	-	-	166,214
Fund Balance, Modified Accrual Basis	<u>\$ 166,562</u>	<u>\$ 16,747</u>	<u>\$ 448</u>	<u>\$ 33,879</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,636</u>
						Less Activity Funds		448
						Per Exhibit B-1		<u>\$ 217,188</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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	202,872
Receivables	
Due from other governments	103,200
Prepays	10,172
Total current assets	<u>316,244</u>
Capital assets	
Furniture, fixtures and equipment	15,755
Less: accumulated depreciation	<u>(3,948)</u>
Total noncurrent assets	<u>11,807</u>
Total assets	<u><u>\$ 328,051</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	13,100
Accrued salaries	53,773
Due to government	21,368
Deferred revenue	9,134
Total current liabilities	<u>97,375</u>
Total liabilities	<u>97,375</u>
Invested in capital assets	11,807
Restricted for:	
Other	51,225
Unrestricted	167,644
Total net assets	<u>230,676</u>
Total liabilities and net assets	<u><u>\$ 328,051</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  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 625,010	\$ -	\$ 251,763	\$ -	\$ (373,247)
Support services:					
Students	207,105	-	-	-	(207,105)
Instruction	3,057	-	-	-	(3,057)
General Administration	15,804	-	-	-	(15,804)
School Administration	143,285	-	-	-	(143,285)
Central Services	56,795	-	-	-	(56,795)
Operation & Maintenance of Plant	31,463	-	-	-	(31,463)
Operation of Non-Instructional Services	7,406	32,923	-	-	25,517
Student Transportation	195,719	-	217,087	-	21,368
Food Services Operation	23,212	2,327	21,987	-	1,102
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	34,351	-	-	34,351	-
Total governmental activities	\$ 1,343,207	\$ 35,250	\$ 490,837	\$ 34,351	(782,769)
			<b>General Revenues:</b>		
			State Equalization Guarantee		971,722
			Miscellaneous		753
			Total general revenues		972,475
			Change in net assets		189,706
			Net assets - beginning		40,970
			Net assets - ending		\$ 230,676

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE ALBUQUERQUE SIGN LANGUAGE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 5)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 128,262	\$ 43,137	\$ 9,660	\$ 1,248
Accounts receivable				
Due from other governments	-	-	-	-
Due from other funds	84,147	-	-	-
Prepaid Expenses	-	-	-	-
	<u>212,409</u>	<u>43,137</u>	<u>9,660</u>	<u>1,248</u>
<i>Total assets</i>				
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	50,359	401	-	-
Due to government	-	21,368	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	8,718	-
	<u>50,359</u>	<u>21,769</u>	<u>8,718</u>	<u>-</u>
<i>Total liabilities</i>				
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	21,368	942	1,248
Assigned	162,050	-	-	-
Unassigned (deficit)	-	-	-	-
	<u>162,050</u>	<u>21,368</u>	<u>942</u>	<u>1,248</u>
<i>Total fund balance (deficit)</i>				
<i>Total liabilities and fund balance</i>	<u>\$ 212,409</u>	<u>\$ 43,137</u>	<u>\$ 9,660</u>	<u>\$ 1,248</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ALBUQUERQUE SIGN LANGUAGE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 5)

	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Charter Planning 24146
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	10,739	3,897	17,189	57,580
Due from other funds	-	-	-	-
Prepaid Expenses	-	-	-	10,172
	<u>10,739</u>	<u>3,897</u>	<u>17,189</u>	<u>67,752</u>
<i>Total assets</i>	<u>10,739</u>	<u>3,897</u>	<u>17,189</u>	<u>67,752</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	13,100
Accrued expenses	1,628	-	584	-
Due to government	-	-	-	-
Due to other funds	9,111	8,303	16,605	39,772
Deferred revenue	-	-	-	416
	<u>10,739</u>	<u>8,303</u>	<u>17,189</u>	<u>53,288</u>
<i>Total liabilities</i>	<u>10,739</u>	<u>8,303</u>	<u>17,189</u>	<u>53,288</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	10,172
Restricted	-	-	-	4,292
Assigned	-	-	-	-
Unassigned (deficit)	-	(4,406)	-	-
	<u>-</u>	<u>(4,406)</u>	<u>-</u>	<u>14,464</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>(4,406)</u>	<u>-</u>	<u>14,464</u>
 <i>Total liabilities and fund balance</i>	 <u>\$ 10,739</u>	 <u>\$ 3,897</u>	 <u>\$ 17,189</u>	 <u>\$ 67,752</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ALBUQUERQUE SIGN LANGUAGE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 3 of 5)

	Teacher Principal Training 24154	Tile XIX Medicaid 25153	Education Job 25255	Golden Apple Foundation 26163
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 10,565	\$ -	\$ -
Accounts receivable				
Due from other governments	194	3,439	-	-
Due from other funds	-	-	-	-
Prepaid Expenses	-	-	-	-
	194	14,004	-	-
<i>Total assets</i>	194	14,004	-	-
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	-
Accrued expenses	-	801	-	-
Due to government	-	-	-	-
Due to other funds	194	-	-	-
Deferred revenue	-	-	-	-
	194	801	-	-
<i>Total liabilities</i>	194	801	-	-
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	13,203	-	-
Assigned	-	-	-	-
Unassigned (deficit)	-	-	-	-
	-	13,203	-	-
<i>Total fund balance (deficit)</i>	-	13,203	-	-
 <i>Total liabilities and fund balance</i>	 \$ 194	 \$ 14,004	 \$ -	 \$ -

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ALBUQUERQUE SIGN LANGUAGE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 4 of 5)

	Student Library Fund SB-1 27106	Private Dir Grant 29102	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ 10,000	\$ -	\$ 202,872
Accounts receivable				
Due from other governments	1,574	-	8,588	103,200
Due from other funds	-	-	-	84,147
Prepaid Expenses	-	-	-	10,172
	<u>1,574</u>	<u>-</u>	<u>8,588</u>	<u>196,122</u>
<i>Total assets</i>	<u>1,574</u>	<u>10,000</u>	<u>8,588</u>	<u>400,391</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	-	-	13,100
Accrued expenses	-	-	-	53,773
Due to government	-	-	-	21,368
Due to other funds	1,574	-	8,588	84,147
Deferred revenue	-	-	-	9,134
	<u>1,574</u>	<u>-</u>	<u>8,588</u>	<u>181,522</u>
<i>Total liabilities</i>	<u>1,574</u>	<u>-</u>	<u>8,588</u>	<u>181,522</u>
<i>Fund balances</i>				
Nonspendable	-	-	-	10,172
Restricted	-	-	-	41,053
Assigned	-	10,000	-	172,050
Unassigned (deficit)	-	-	-	(4,406)
	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>218,869</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>218,869</u>
 <i>Total liabilities and fund balance</i>	 <u>\$ 1,574</u>	 <u>\$ 10,000</u>	 <u>\$ 8,588</u>	 <u>\$ 400,391</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, 2012**

Exhibit B-1  
(Page 5 of 5)

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

Fund balances - total governmental funds	\$ 218,869
--	------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>11,807</u>
---	---------------

Net Assets-total Governmental Activities	<u><u>\$ 230,676</u></u>
--	--------------------------

**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, 2012**

Exhibit B-2  
(Page 1 of 5)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
<i>Revenues:</i>				
Local and county grant	\$ 32,923	\$ -	\$ -	\$ -
Charges for services	-	-	-	2,327
State grant	971,722	217,087	-	-
Federal grant	-	-	-	21,987
Miscellaneous	753	-	-	-
<i>Total revenues</i>	<u>1,005,398</u>	<u>217,087</u>	<u>-</u>	<u>24,314</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	473,211	-	886	-
Support Services				
Students	154,790	-	-	-
Instruction	1,483	-	-	-
General Administration	15,804	-	-	-
School Administration	127,133	-	-	-
Central Services	56,656	-	-	-
Operation & Maintenance of Plant	31,133	-	-	-
Student Transportation	-	195,719	-	-
Other Support Services	7,406	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	23,212
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>867,616</u>	<u>195,719</u>	<u>886</u>	<u>23,212</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>137,782</u>	<u>21,368</u>	<u>(886)</u>	<u>1,102</u>
<i>Other financing sources (uses):</i>				
Operating transfers	8,203	-	-	-
<i>Total other financing sources (uses)</i>	<u>8,203</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>145,985</u>	<u>21,368</u>	<u>(886)</u>	<u>1,102</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>16,065</u>	<u>-</u>	<u>1,828</u>	<u>146</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 162,050</u>	<u>\$ 21,368</u>	<u>\$ 942</u>	<u>\$ 1,248</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, 2012**

Exhibit B-2  
(Page 2 of 5)

	Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Charter Planning 24146
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
State grant	-	-	-	-
Federal grant	16,372	14,340	17,189	137,472
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>16,372</u>	<u>14,340</u>	<u>17,189</u>	<u>137,472</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,364	-	17,099	111,281
Support Services				
Students	1,008	18,746	90	4,430
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	21,292
Central Services	-	-	-	139
Operation & Maintenance of Plant	-	-	-	330
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>16,372</u>	<u>18,746</u>	<u>17,189</u>	<u>137,472</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(4,406)</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>-</u>	<u>(4,406)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,464</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ (4,406)</u>	<u>\$ -</u>	<u>\$ 14,464</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, 2012**

Exhibit B-2  
(Page 3 of 5)

	Teacher Principal Training 24154	Title XIX Medicaid 25153	Education Job 25255	Golden Apple Foundation 26163
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ 3,000
Charges for services	-	-	-	-
State grant	-	-	-	-
Federal grant	1,784	49,752	280	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,784</u>	<u>49,752</u>	<u>280</u>	<u>3,000</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,784	-	280	3,000
Support Services				
Students	-	28,041	-	-
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>1,784</u>	<u>28,041</u>	<u>280</u>	<u>3,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>21,711</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	305	(8,508)	-	-
<i>Total other financing sources (uses)</i>	<u>305</u>	<u>(8,508)</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>305</u>	<u>13,203</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>(305)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 13,203</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2012**

Exhibit B-2  
(Page 4 of 5)

	Student Library Fund SB-1 27106	Private Dir Grant 29102	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ -	\$ 10,000	\$ -	\$ 45,923
Charges for services	-	-	-	2,327
State grant	1,574	-	34,351	1,224,734
Federal grant	-	-	-	259,176
Miscellaneous	-	-	-	753
<i>Total revenues</i>	<u>1,574</u>	<u>10,000</u>	<u>34,351</u>	<u>1,532,913</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	622,905
Support Services				
Students	-	-	-	207,105
Instruction	1,574	-	-	3,057
General Administration	-	-	-	15,804
School Administration	-	-	-	148,425
Central Services	-	-	-	56,795
Operation & Maintenance of Plant	-	-	-	31,463
Student Transportation	-	-	-	195,719
Other Support Services	-	-	-	7,406
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	23,212
Capital outlay	-	-	34,351	34,351
<i>Total expenditures</i>	<u>1,574</u>	<u>-</u>	<u>34,351</u>	<u>1,346,242</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>186,671</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>10,000</u>	<u>-</u>	<u>186,671</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,198</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ 218,869</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, 2012**

Exhibit B-2  
 (Page 5 of 5)

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

Net change in fund balances - total governmental funds	\$	186,671
<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		(2,193)
Capital Outlays		5,228
Excess of capital outlay over depreciation		3,035
Change in Net Assets-total Governmental Activities	\$	189,706

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ALBUQUERQUE SIGN LANGUAGE ACADEMY**  
**OPERATIONAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 20,000	\$ 20,000	\$ 33,676	\$ 13,676
State grants	720,190	971,722	971,722	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>740,190</u>	<u>991,722</u>	<u>1,005,398</u>	<u>13,676</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	393,643	584,556	473,328	111,228
Support Services				
Students	120,218	168,970	154,790	14,180
Instruction	3,000	1,483	1,483	-
General Administration	16,500	17,304	15,804	1,500
School Administration	128,027	134,046	127,979	6,067
Central Services	28,550	70,977	60,089	10,888
Operation & Maintenance of Plant	52,252	30,673	31,133	(460)
Student Transportation	-	-	-	-
Other Support Services	6,000	12,685	7,406	5,279
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>748,190</u>	<u>1,020,694</u>	<u>872,012</u>	<u>148,682</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(8,000)</u>	<u>(28,972)</u>	<u>133,386</u>	<u>162,358</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	(305)	(305)
Designated Cash	8,000	28,972	-	(28,972)
<i>Total other financing sources (uses)</i>	<u>8,000</u>	<u>28,972</u>	<u>(305)</u>	<u>(29,277)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>133,081</u>	<u>133,081</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>73,622</u>	<u>73,622</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206,703</u>	<u>\$ 206,703</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>12,904</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 145,985</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	183,449	238,455	238,455	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>183,449</u>	<u>238,455</u>	<u>238,455</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	183,449	238,455	195,719	42,736
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>183,449</u>	<u>238,455</u>	<u>195,719</u>	<u>42,736</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>42,736</u>	<u>42,736</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>42,736</u>	<u>42,736</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,064</u>	<u>1,064</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,800</u>	<u>\$ 43,800</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(21,368)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 21,368</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 MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,566	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,566</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,566	10,546	886	9,660
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>2,566</u>	<u>10,546</u>	<u>886</u>	<u>9,660</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,546)</u>	<u>(886)</u>	<u>9,660</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	10,546	-	(10,546)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,546</u>	<u>-</u>	<u>(10,546)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(886)</u>	<u>(886)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,546</u>	<u>10,546</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,660</u>	<u>\$ 9,660</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (886)</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 1,000	\$ 2,000	\$ 2,327	\$ 327
State grants	-	-	-	-
Federal grants	10,000	21,500	22,421	921
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,000</u>	<u>23,500</u>	<u>24,748</u>	<u>1,248</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	11,000	24,072	24,072	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,000</u>	<u>24,072</u>	<u>24,072</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(572)</u>	<u>676</u>	<u>1,248</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	572	-	(572)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>572</u>	<u>-</u>	<u>(572)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>676</u>	<u>676</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>572</u>	<u>572</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,248</u>	<u>\$ 1,248</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(434)	
Adjustments to expenditures			<u>860</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,102</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	13,463	23,216	18,456	(4,760)
Interest	-	-	-	-
<i>Total revenues</i>	<u>13,463</u>	<u>23,216</u>	<u>18,456</u>	<u>(4,760)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	12,179	21,932	15,364	6,568
Support Services				
Students	1,284	1,284	1,008	276
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>13,463</u>	<u>23,216</u>	<u>16,372</u>	<u>6,844</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,084</u>	<u>2,084</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>2,084</u>	<u>2,084</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(12,823)</u>	<u>(12,823)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (10,739)</u>	<u>\$ (10,739)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(2,084)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	19,239	18,746	13,690	(5,056)
Interest	-	-	-	-
<i>Total revenues</i>	<u>19,239</u>	<u>18,746</u>	<u>13,690</u>	<u>(5,056)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	19,239	18,746	18,746	-
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>19,239</u>	<u>18,746</u>	<u>18,746</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,056)</u>	<u>(5,056)</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>(5,056)</u>	<u>(5,056)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,247)</u>	<u>(3,247)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,303)</u>	<u>\$ (8,303)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			650	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (4,406)</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 RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	17,189	-	(17,189)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>17,189</u>	<u>-</u>	<u>(17,189)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	17,100	17,100	-
Support Services				
Students	-	89	89	-
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>17,189</u>	<u>17,189</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(17,189)</u>	<u>(17,189)</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>(17,189)</u>	<u>(17,189)</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>\$ (17,189)</u>	<u>\$ (17,189)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,189	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	154,580	158,163	98,883	(59,280)
Interest	-	-	-	-
<i>Total revenues</i>	<u>154,580</u>	<u>158,163</u>	<u>98,883</u>	<u>(59,280)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	146,580	139,784	98,181	41,603
Support Services				
Students	-	4,430	4,430	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	11,120	11,120	-
Central Services	6,000	925	925	-
Operation & Maintenance of Plant	2,000	1,904	330	1,574
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>154,580</u>	<u>158,163</u>	<u>114,986</u>	<u>43,177</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(16,103)</u>	<u>(16,103)</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>(16,103)</u>	<u>(16,103)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(23,669)</u>	<u>(23,669)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (39,772)</u>	<u>\$ (39,772)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			38,589	
Adjustments to expenditures			<u>(22,486)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	1,590	4,814	1,590	(3,224)
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,590</u>	<u>4,814</u>	<u>1,590</u>	<u>(3,224)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,590	4,814	1,784	3,030
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>1,590</u>	<u>4,814</u>	<u>1,784</u>	<u>3,030</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(194)</u>	<u>(194)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	305	305
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>305</u>	<u>305</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>111</u>	<u>111</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(305)</u>	<u>(305)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (194)</u>	<u>\$ (194)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			194	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	24,000	37,400	45,558	8,158
Interest	-	-	-	-
<i>Total revenues</i>	<u>24,000</u>	<u>37,400</u>	<u>45,558</u>	<u>8,158</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	24,000	37,400	28,514	8,886
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>24,000</u>	<u>37,400</u>	<u>28,514</u>	<u>8,886</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>17,044</u>	<u>17,044</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>17,044</u>	<u>17,044</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,280)</u>	<u>(7,280)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,764</u>	<u>\$ 9,764</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,194	
Adjustments to expenditures			<u>(8,035)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 13,203</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	280	4,878	4,598
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>280</u>	<u>4,878</u>	<u>4,598</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	280	280	-
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>280</u>	<u>280</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(4,598)</u>	<u>(4,598)</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			(4,598)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**GOLDEN APPLE FOUNDATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 3,000	\$ 3,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,000	3,000	-
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 other financing sources (uses)</i>	<u>-</u>	<u>3,000</u>	<u>3,000</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	-	-	-	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STUDENT LIBRARY FUND SB-1**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,040	2,040	-	(2,040)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,040</u>	<u>2,040</u>	<u>-</u>	<u>(2,040)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	2,040	2,040	1,574	466
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>2,040</u>	<u>2,040</u>	<u>1,574</u>	<u>466</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,574)</u>	<u>(1,574)</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>(1,574)</u>	<u>(1,574)</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>\$ (1,574)</u>	<u>\$ (1,574)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,574	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**PRIVATE DIR GRANT**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 10,000	\$ 10,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	10,000	-	10,000
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>10,000</u>	<u>-</u>	<u>10,000</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	-	-	-	-
<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</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 10,000</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	34,351	31,059	(3,292)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>34,351</u>	<u>31,059</u>	<u>(3,292)</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	-	34,351	34,351	-
<i>Total expenditures</i>	<u>-</u>	<u>34,351</u>	<u>34,351</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,292)</u>	<u>(3,292)</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>(3,292)</u>	<u>(3,292)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(5,296)</u>	<u>(5,296)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,588)</u>	<u>\$ (8,588)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,292	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>NM Bank &amp; Trust</u>
Checking - Operational	\$ 217,740
Total On Deposit	217,740
Reconciling Items	<u>(14,868)</u>
Total Cash	<u>\$ 202,872</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, 2012**

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, 2011	\$ 26,302	\$ 1,064	\$ 10,546	\$ 572	\$ -
Add:					
2011-12 revenues	<u>1,005,399</u>	<u>238,455</u>	<u>-</u>	<u>24,748</u>	<u>132,618</u>
Total cash available	1,031,701	239,519	10,546	25,320	132,618
Less:					
2011-12 expenditures	(872,015)	(195,719)	(886)	(24,072)	(169,078)
Loans to other funds	(84,147)	-	-	-	73,985
Permanent cash transfers	(305)	-	-	-	305
Receivables/Payables	<u>53,028</u>	<u>(663)</u>	<u>-</u>	<u>-</u>	<u>(37,830)</u>
Cash, June 30, 2012	<u><u>128,262</u></u>	<u><u>43,137</u></u>	<u><u>9,660</u></u>	<u><u>1,248</u></u>	<u><u>-</u></u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	<u><u>128,262</u></u>	<u><u>43,137</u></u>	<u><u>9,660</u></u>	<u><u>1,248</u></u>	<u><u>-</u></u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	<u>33,788</u>	<u>(21,769)</u>	<u>(8,718)</u>	<u>-</u>	<u>10,058</u>
Fund Balance, Modified Accrual Basis	<u><u>162,050</u></u>	<u><u>21,368</u></u>	<u><u>942</u></u>	<u><u>1,248</u></u>	<u><u>10,058</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**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Fund 25000	Local Grants Fund 26000	State Flow Through Fund 27000	Local or State Fund 29000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,484
50,436	3,000	-	10,000	31,059	1,495,715
50,436	3,000	-	10,000	31,059	1,534,199
(28,794)	(3,000)	(1,574)	-	(34,350)	(1,329,488)
-	-	1,574	-	8,588	-
-	-	-	-	-	-
(11,077)	-	-	-	(5,297)	(1,839)
<u>10,565</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>202,872</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>10,565</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>202,872</u>
<u>2,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,997</u>
<u>13,203</u>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>218,869</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 51,185
Receivables	
Due from government	9,067
Prepaid	20,000
Total current assets	<u>80,252</u>
Capital assets	
Furniture, fixtures and equipment	6,416
Less: accumulated depreciation	<u>(2,246)</u>
Total noncurrent assets	<u>4,170</u>
Total assets	<u>\$ 84,422</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	\$ 37,335
Due to government	<u>10,009</u>
Total current liabilities	<u>47,344</u>
Total liabilities	<u>47,344</u>
Invested in capital assets	4,170
Restricted	32,003
Unrestricted	<u>905</u>
Total net assets	<u>37,078</u>
Total liabilities and net assets	<u>\$ 84,422</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, 2012

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	\$ 780,616	\$ -	\$ 99,190	\$ -	\$ (681,426)
Support services:					
Students	150,156	-	-	-	(150,156)
Instruction	604	-	-	-	(604)
General Administration	21,282	-	-	-	(21,282)
School Administration	269,592	-	-	-	(269,592)
Central Services	94,759	-	-	-	(94,759)
Operation & Maintenance of Plant	375,941	-	-	-	(375,941)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	5,375	2,879	2,708	-	212
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	83,881	-	-	83,881	-
Total governmental activities	\$ 1,782,206	\$ 2,879	\$ 101,898	\$ 83,881	(1,593,548)
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,599,259
			Miscellaneous		1,516
			Total general revenues		1,600,775
			Change in net assets		7,227
			Net assets - beginning		29,851
			Net assets - ending		\$ 37,078

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE ASK ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 29,628	\$ -	\$ -	\$ 10,018
Accounts receivable				
Due from other governments	-	-	-	-
Due from other funds	8,574	-	-	-
Prepaid Expenses	-	-	-	-
<i>Total assets</i>	38,202	-	-	10,018
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued expenses	37,214	-	-	-
Due to government	-	-	-	10,009
Due to other funds	-	-	81	9
<i>Total liabilities</i>	37,214	-	81	10,018
<i>Fund balances</i>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Unassigned (deficit)	988	-	(81)	-
<i>Total fund balance (deficit)</i>	988	-	(81)	-
<i>Total liabilities and fund balance</i>	\$ 38,202	\$ -	\$ -	\$ 10,018

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE ASK ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	General Mills Foundation 26166	CNM Foundation 26207
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ 11,533	\$ -	\$ -	\$ -	\$ 6
Accounts receivable						
Due from other governments	624	470	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid Expenses	-	20,000	-	-	-	-
<i>Total assets</i>	<u>624</u>	<u>32,003</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	113	-	-	-	-	6
Due to government	-	-	-	-	-	-
Due to other funds	511	-	-	-	-	-
<i>Total liabilities</i>	<u>624</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6</u>
<i>Fund balances</i>						
Nonspendable	-	20,000	-	-	-	-
Restricted	-	12,003	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>32,003</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 624</u>	<u>\$ 32,003</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE ASK ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	2010 SB 1 Instructional Materials 27171	City/County Grants 29107	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ 51,185
Accounts receivable					
Due from other governments	5,494	-	-	2,479	9,067
Due from other funds	-	-	-	-	8,574
Prepaid Expenses	-	-	-	-	20,000
<i>Total assets</i>	<u>5,494</u>	<u>-</u>	<u>-</u>	<u>2,479</u>	<u>88,826</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	37,333
Due to government	-	-	-	-	10,009
Due to other funds	5,494	-	-	2,479	8,574
<i>Total liabilities</i>	<u>5,494</u>	<u>-</u>	<u>-</u>	<u>2,479</u>	<u>55,916</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	20,000
Restricted	-	-	-	-	12,003
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	907
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,910</u>
<i>Total liabilities and fund balance</i>	<u>\$ 5,494</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,479</u>	<u>\$ 88,826</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, 2012

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

Fund balances - total governmental funds	\$	32,910
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>4,168</u>
Net Assets-total Governmental Activities	\$	<u><u>37,078</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, 2012**

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	\$ 1,515	\$ -	\$ 2,880	\$ -
State grant	1,599,259	31,970	-	-
Federal grant	-	-	2,708	-
Miscellaneous income	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,600,774</u>	<u>31,970</u>	<u>5,588</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	711,526	7,547	-	-
Support Services				
Students	150,156	-	-	-
Instruction	604	-	-	-
General Administration	21,282	-	-	-
School Administration	259,140	-	-	-
Central Services	94,759	-	-	-
Operation & Maintenance of Plant	375,941	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	5,375	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,613,408</u>	<u>7,547</u>	<u>5,375</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(12,634)</u>	<u>24,423</u>	<u>213</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	(737)	-	-	-
<i>Total other financing sources (uses)</i>	<u>(737)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(13,371)</u>	<u>24,423</u>	<u>213</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>14,359</u>	<u>(24,423)</u>	<u>(294)</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 988</u>	<u>\$ -</u>	<u>\$ (81)</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher/Principal Training 24154	Education Job Fund 25255	General Mills Foundation 26166	CNM Foundation 26207
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 25,000	\$ -
State grant	-	-	-	-	-	-
Federal grant	20,445	11,429	2,166	471	-	-
Miscellaneous income	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>20,445</u>	<u>11,429</u>	<u>2,166</u>	<u>471</u>	<u>25,000</u>	<u>-</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	20,445	5,750	2,166	471	25,000	-
Support Services						
Students	-	-	-	-	-	-
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	-
School Administration	-	9,169	-	-	-	-
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>20,445</u>	<u>14,919</u>	<u>2,166</u>	<u>471</u>	<u>25,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,490)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	737	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>737</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>(3,490)</u>	<u>737</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>35,493</u>	<u>(737)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 32,003</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**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, 2012**

Exhibit B-2  
(Page 3 of 4)

	2010 SB 1 Instructional Materials 27171	City/County Grants 29107	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ 1,500	\$ -	\$ -	\$ 30,895
State grant	5,494	-	81,402	2,479	1,720,604
Federal grant	-	-	-	-	37,219
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>5,494</u>	<u>1,500</u>	<u>81,402</u>	<u>2,479</u>	<u>1,788,718</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	5,494	1,500	-	-	779,899
Support Services					
Students	-	-	-	-	150,156
Instruction	-	-	-	-	604
General Administration	-	-	-	-	21,282
School Administration	-	-	-	-	268,309
Central Services	-	-	-	-	94,759
Operation & Maintenance of Plant	-	-	-	-	375,941
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	5,375
Capital outlay	-	-	81,402	2,479	83,881
<i>Total expenditures</i>	<u>5,494</u>	<u>1,500</u>	<u>81,402</u>	<u>2,479</u>	<u>1,780,206</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,512</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,512</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,398</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,910</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE ASK 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, 2012

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

Net change in fund balances - total governmental funds \$ 8,512

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 expense exceeds capital outlay for the period.

Depreciation expense (1,285)

Excess of depreciation over capital outlay (1,285)

Change in Net Assets-total Governmental Activities \$ 7,227

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK 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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 1,515	\$ 1,515
State grants	2,208,527	1,599,259	1,599,259	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,208,527</u>	<u>1,599,259</u>	<u>1,600,774</u>	<u>1,515</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,051,389	728,031	717,564	10,467
Support Services				
Students	167,770	135,496	150,156	(14,660)
Instruction	-	500	604	(104)
General Administration	32,000	20,732	21,282	(550)
School Administration	300,593	250,083	259,140	(9,057)
Central Services	110,170	101,268	94,759	6,509
Operation & Maintenance of Plant	547,605	377,508	375,941	1,567
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,209,527</u>	<u>1,613,618</u>	<u>1,619,446</u>	<u>(5,828)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,000)</u>	<u>(14,359)</u>	<u>(18,672)</u>	<u>(4,313)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	1,000	14,359	-	(14,359)
<i>Total other financing sources (uses)</i>	<u>1,000</u>	<u>14,359</u>	<u>-</u>	<u>(14,359)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(18,672)</u>	<u>(18,672)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>34,108</u>	<u>34,108</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,436</u>	<u>\$ 15,436</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>5,301</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (13,371)</u></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, 2012**

	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	-	7,547	7,547	-
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>7,547</u>	<u>7,547</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(7,547)</u>	<u>(7,547)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	7,547	-	(7,547)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>7,547</u>	<u>-</u>	<u>(7,547)</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>7,547</u>	<u>7,547</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			31,970	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 24,423</u>	

The accompanying notes are an integral part of these financial statements

**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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 10,000	\$ 10,000	\$ 2,880	\$ (7,120)
State grants	-	-	-	-
Federal grants	-	-	2,708	2,708
Interest	-	-	-	-
<i>Total revenues</i>	<u>10,000</u>	<u>10,000</u>	<u>5,588</u>	<u>(4,412)</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	10,000	10,000	5,375	4,625
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>5,375</u>	<u>4,625</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>213</u>	<u>213</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>213</u>	<u>213</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(294)</u>	<u>(294)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (81)</u>	<u>\$ (81)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 213</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK 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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	17,479	17,479
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>17,479</u>	<u>17,479</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>17,479</u>	<u>17,479</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>17,479</u>	<u>17,479</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,470)</u>	<u>(7,470)</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,009</u>	<u>\$ 10,009</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(17,479)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	20,460	19,821	(639)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>20,460</u>	<u>19,821</u>	<u>(639)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	20,460	20,445	15
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>20,460</u>	<u>20,445</u>	<u>15</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(624)</u>	<u>(624)</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>(624)</u>	<u>(624)</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>\$ (624)</u>	<u>\$ (624)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			624	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	79,672	10,959	(68,713)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>79,672</u>	<u>10,959</u>	<u>(68,713)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	69,670	69,670	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	10,002	9,169	833
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>79,672</u>	<u>78,839</u>	<u>833</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(67,880)</u>	<u>(67,880)</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>(67,880)</u>	<u>(67,880)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>79,413</u>	<u>79,413</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,533</u>	<u>\$ 11,533</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			470	
Adjustments to expenditures			<u>63,920</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,490)</u>	

The accompanying notes are an integral part of these financial statements



**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	2,166	2,468	2,166	(302)
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,166</u>	<u>2,468</u>	<u>2,166</u>	<u>(302)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,166	2,468	2,166	302
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>2,166</u>	<u>2,468</u>	<u>2,166</u>	<u>302</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	-	-	737	737
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>737</u>	<u>737</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>737</u>	<u>737</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(737)</u>	<u>(737)</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>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 737</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK ACADEMY**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	471	8,083	7,612
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>471</u>	<u>8,083</u>	<u>7,612</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	471	471	-
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>471</u>	<u>471</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,612)</u>	<u>(7,612)</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			(7,612)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 25,000	\$ 10,000	\$ (15,000)
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>25,000</u>	<u>10,000</u>	<u>(15,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	25,000	25,000	-
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>25,000</u>	<u>25,000</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</i>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>15,000</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			15,000	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

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-10

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012

	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>6</u>	<u>6</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK ACADEMY**  
**2010 SB 1 INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	5,494	-	(5,494)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>5,494</u>	<u>-</u>	<u>(5,494)</u>
<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	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>5,494</u>	<u>5,494</u>	<u>-</u>
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(5,494)</u>	<u>(5,494)</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>(5,494)</u>	<u>(5,494)</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>\$ (5,494)</u>	<u>\$ (5,494)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			5,494	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK ACADEMY**  
**CITY/COUNTY GRANTS**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,500	\$ 1,500	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,500	1,500	-
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>1,500</u>	<u>1,500</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>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

Exhibit C-13

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	81,402	81,402	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>81,402</u>	<u>81,402</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	-	81,402	81,402	-
<i>Total expenditures</i>	<u>-</u>	<u>81,402</u>	<u>81,402</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE ASK 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, 2012**

Exhibit C-14

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,479	-	(2,479)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,479</u>	<u>-</u>	<u>(2,479)</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	-	2,479	2,479	-
<i>Total expenditures</i>	<u>-</u>	<u>2,479</u>	<u>2,479</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,479)</u>	<u>(2,479)</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>(2,479)</u>	<u>(2,479)</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>\$ (2,479)</u>	<u>\$ (2,479)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,479	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 20,796</u>
<i>Total assets</i>	<u><u>20,796</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>20,796</u>
<i>Total liabilities</i>	<u><u>\$ 20,796</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 7,631	17,909	4,744	\$ 20,796
<b>Total assets</b>	<u>\$ 7,631</u>	<u>\$ 17,909</u>	<u>\$ 4,744</u>	<u>\$ 20,796</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 7,631	17,909	4,744	\$ 20,796
<b>Total liabilities</b>	<u>\$ 7,631</u>	<u>\$ 17,909</u>	<u>\$ 4,744</u>	<u>\$ 20,796</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
THE ASK ACADEMY  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 105,520</u>
Total On Deposit	105,520
Reconciling Items	<u>(33,539)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 71,981</u></u>
Less Agency Funds	20,796
Total Cash	<u><u>\$ 51,185</u></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, 2012**

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, 2011	\$ 18,877	\$ 7,547	\$ -	\$ 7,631	\$ 87,646	\$ -
Add:						
2011-12 revenues	1,600,774	-	5,587	17,909	50,424	471
Loans from other funds	-	-	-	-	-	-
Total cash available	1,619,651	7,547	5,587	25,540	138,070	471
Less:						
2011-12 expenditures	(1,619,446)	(7,547)	(5,375)	(4,744)	(101,450)	(471)
Loans to other funds	(8,054)	-	81	-	-	-
Receivables/Payables	17,404	-	(293)	-	(15,857)	-
Cash, June 30, 2012	<u>9,554</u>	<u>-</u>	<u>-</u>	<u>20,796</u>	<u>20,763</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Audit reclassifications to cash	12,020	-	81	-	777	-
Cash per Books	<u>29,628</u>	<u>-</u>	<u>-</u>	<u>20,796</u>	<u>21,551</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference	-	-	-	-	-	-
Modified Accrual Adjustments	(8,566)	-	(80)	-	(11,240)	-
Fund Balance, Modified Accrual Basis	<u>988</u>	<u>-</u>	<u>(81)</u>	<u>20,796</u>	<u>32,003</u>	<u>-</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, 2012**

Schedule III  
(Page 2 of 2)

Local Grants Account 26000	State Flow Through Fund 27000	City/County Account 29000	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total
\$ 15,006	\$ -	\$ -	\$ -	\$ -	\$ 136,707
10,000	717	1,500	81,402	-	1,768,785
-	-	-	-	-	-
25,006	717	1,500	81,402	-	1,905,492
(25,000)	(6,211)	(1,500)	(81,402)	(2,479)	(1,855,626)
-	5,494	-	-	2,479	-
-	-	-	-	-	1,254
<u>6</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,119</u>
-	-	-	-	-	12,878
<u>6</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 71,981</u>
				Less Activity Funds	20,796
				Total Per Exhibit B-1	<u>\$ 51,185</u>
-	-	-	-	-	-
(6)	-	-	-	-	(19,893)
-	-	-	-	-	53,706
				Less Activity Funds	20,796
				Total Per Exhibit B-1	<u>\$ 32,910</u>

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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	337,723
Receivables	
Due from other governments	4,848
Due from agency funds	1,818
Prepaid Expenses	45,000
Total current assets	<u>389,389</u>
Noncurrent assets:	
Capital assets	
Furniture, fixtures, and equipment	30,721
Less: accumulated depreciation	<u>(1,570)</u>
Total noncurrent assets	29,151
Total assets	<u><u>\$ 418,540</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	<u>166</u>
Total current liabilities	166
Total liabilities	166
Invested in capital assets	29,151
Restricted	55,883
Unrestricted	<u>333,340</u>
Total net assets	<u>418,374</u>
Total liabilities and net assets	<u><u>\$ 418,540</u></u>

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, 2012

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	452,202	870	260,105	-	(191,227)
Support services:					
Students	89,526	-	-	-	(89,526)
Instruction	138,221	-	-	-	(138,221)
General Administration	145,442	-	-	-	(145,442)
School Administration	208,445	-	-	-	(208,445)
Central Services	196,502	-	-	-	(196,502)
Operation & Maintenance of Plant	249,688	-	-	-	(249,688)
Operation of Non-Instructional Services	902	-	-	-	(902)
Food Services Operation	643	-	-	-	(643)
Facilities Materials, Supplies & Other Services	87,269	-	-	87,269	-
<b>Total governmental activities</b>	<b><u>1,568,840</u></b>	<b><u>870</u></b>	<b><u>260,105</u></b>	<b><u>87,269</u></b>	<b><u>(1,220,596)</u></b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	<u>1,377,192</u>	
			Total general revenues	<u>1,377,192</u>	
			Change in net assets	156,596	
			Net assets - beginning	261,778	
			Net assets - ending	<u>418,374</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Instructional Materials 14000	IDEA B 24106
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 326,700	\$ 3,149	\$ -
Accounts receivable			
Due from other governments	-	-	4,848
Due from other funds	6,198	-	-
Due from agency fund	1,818	-	-
Prepaid Expenses	-	-	-
	<u>334,716</u>	<u>3,149</u>	<u>4,848</u>
<i>Total assets</i>	<u>334,716</u>	<u>3,149</u>	<u>4,848</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accrued expenses	-	-	26
Due to other funds	-	-	6,198
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>6,224</u>
<i>Fund balances</i>			
Fund Balance:			
Nonspendable			
Restricted	-	3,149	-
Unassigned (deficit)	334,716	-	(1,376)
	<u>334,716</u>	<u>3,149</u>	<u>(1,376)</u>
<i>Total fund balance (deficit)</i>	<u>334,716</u>	<u>3,149</u>	<u>(1,376)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 334,716</u>	<u>\$ 3,149</u>	<u>\$ 4,848</u>



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 2 of 3)

Federal Planning Charter School 24146	Public School Capital Outlay 31200	Total Primary Government
\$ 7,874	\$ -	\$ 337,723
-	-	4,848
-	-	6,198
-	-	1,818
45,000	-	45,000
52,874	-	395,587
140	-	166
-	-	6,198
140	-	6,364
45,000	-	45,000
7,734	-	10,883
-	-	333,340
52,734	-	389,223
\$ 52,874	\$ -	\$ 395,587

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

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	\$ 389,223
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>29,151</u>
Net Assets-total Governmental Activities	<u>\$ 418,374</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**

Exhibit B-2  
 (Page 1 of 3)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

	Operational 11000	Instructional Materials 14000	IDEA B 24106
<i>Revenues:</i>			
Local and county grant	\$ 870	\$ -	\$ -
State grant	1,377,192	7,480	-
Federal grant	-	-	17,245
<i>Total revenues</i>	1,378,062	7,480	17,245
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	233,263	4,331	17,899
Support Services			
Students	88,804	-	722
Instruction	123,935	-	-
General Administration	145,288	-	-
School Administration	150,452	-	-
Central Services	165,138	-	-
Operation & Maintenance of Plant	208,868	-	-
Student Transportation	-	-	-
Other Support Services	902	-	-
Community Services Operations	-	-	-
Food Services Operations	643	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	1,117,293	4,331	18,621
<i>Excess (deficiency) of revenues over (under) expenditures</i>	260,769	3,149	(1,376)
<i>Other financing sources (uses):</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-
<i>Net changes in fund balances</i>	260,769	3,149	(1,376)
<i>Fund balances - beginning of year</i>	73,947	-	-
<i>Fund balances - end of year (deficit)</i>	\$ 334,716	\$ 3,149	\$ (1,376)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**

Exhibit B-2  
 (Page 2 of 3)

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

Federal Planning Charter School 24146	Public School Capital Outlay 31200	Total Primary Government
\$ -	\$ -	\$ 870
-	87,269	1,471,941
235,380	-	252,625
<u>235,380</u>	<u>87,269</u>	<u>1,725,436</u>
211,010	-	466,503
-	-	89,526
14,286	-	138,221
154	-	145,442
67,752	-	218,204
31,364	-	196,502
45,912	-	254,780
-	-	-
-	-	902
-	-	-
-	-	643
-	87,269	87,269
<u>370,478</u>	<u>87,269</u>	<u>1,510,723</u>
<u>(135,098)</u>	<u>-</u>	<u>127,444</u>
-	-	-
-	-	-
<u>(135,098)</u>	<u>-</u>	<u>127,444</u>
<u>187,831</u>	<u>-</u>	<u>261,778</u>
<u>\$ 52,734</u>	<u>\$ -</u>	<u>\$ 389,223</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, 2012

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	\$ 127,444
<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 capital outlays exceed depreciation for the period.</p>	
Depreciation expense	(1,570)
Capital outlays	<u>30,722</u>
	<u>29,152</u>
Change in Net Assets-total Governmental Activities	<u>\$ 156,596</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 870	\$ 870
State grants	1,071,566	1,466,489	1,466,489	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,071,566</u>	<u>1,466,489</u>	<u>1,467,359</u>	<u>870</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	299,320	338,751	233,263	105,488
Support Services				
Students	56,113	138,687	88,804	49,883
Instruction	82,511	120,511	123,935	(3,424)
General Administration	168,613	172,613	145,288	27,325
School Administration	74,844	153,024	153,567	(543)
Central Services	75,856	216,856	177,373	39,483
Operation & Maintenance of Plant	314,309	325,809	208,868	116,941
Student Transportation	-	-	-	-
Other Support Services	-	-	902	(902)
Food Services Operations	-	238	643	(405)
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,071,566</u>	<u>1,466,489</u>	<u>1,132,643</u>	<u>333,846</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>334,716</u>	<u>334,716</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>334,716</u>	<u>334,716</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>334,716</u>	<u>\$ 334,716</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(89,297)	
Adjustments to expenditures			<u>15,350</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>260,769</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	-
State grants	\$ -	\$ 7,480	\$ 7,480	\$ -
Federal grants	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,480</u>	<u>7,480</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	7,480	4,331	3,149
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>7,480</u>	<u>4,331</u>	<u>3,149</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,149</u>	<u>3,149</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>3,149</u>	<u>3,149</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>\$ 3,149</u>	<u>\$ 3,149</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>3,149</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**IDEA B ENTITLEMENT**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	24,200	12,397	(11,803)
<i>Total revenues</i>	<u>-</u>	<u>24,200</u>	<u>12,397</u>	<u>(11,803)</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	24,200	17,899	6,301
Support Services				
Students	-	-	722	(722)
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>24,200</u>	<u>18,621</u>	<u>5,579</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,224)</u>	<u>(6,224)</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>(6,224)</u>	<u>(6,224)</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>\$ (6,224)</u>	<u>\$ (6,224)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,848	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>(1,376)</u>	

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, 2012**

Exhibit C-4

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	100,000	100,000	460,400	360,400
Interest	-	-	-	-
<i>Total revenues</i>	<u>100,000</u>	<u>100,000</u>	<u>460,400</u>	<u>360,400</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	67,725	266,010	264,123	1,887
Support Services				
Students	1,125	1,125	-	1,125
Instruction	-	14,295	14,286	9
General Administration	14,000	2,778	154	2,624
School Administration	15,750	68,114	67,752	362
Central Services	1,400	64,625	62,897	1,728
Operation & Maintenance of Plant	-	45,912	45,912	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>100,000</u>	<u>462,859</u>	<u>455,124</u>	<u>7,735</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(362,859)</u>	<u>5,276</u>	<u>368,135</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	362,859	-	(362,859)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>362,859</u>	<u>-</u>	<u>(362,859)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,276</u>	<u>5,276</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,458</u>	<u>2,458</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,734</u>	<u>\$ 7,734</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(225,020)	
Adjustments to expenditures			(84,646)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>(135,098)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**PUBLIC SCHOOL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-5

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	-
State grants	\$ -	\$ 87,269	\$ 87,269	\$ -
Federal grants	-	-	-	-
<i>Total revenues</i>	-	87,269	87,269	-
<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	-	87,269	87,269	-
<i>Total expenditures</i>	-	87,269	87,269	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			-	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	<u>1,818</u>
<b>Total Assets</b>	<u><u>\$ 1,818</u></u>
<b>LIABILITIES</b>	
Due to other funds	<u>1,818</u>
<b>Total Liabilities</b>	<u><u>\$ 1,818</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE GREAT ACADEMY**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ -	\$ 2,250	\$ 432	\$ 1,818
<b>Total assets</b>	<u>\$ -</u>	<u>\$ 2,250</u>	<u>\$ 432</u>	<u>\$ 1,818</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ -	\$ 432	\$ 432	\$ -
Due to other funds	-	1,818	-	1,818
<b>Total liabilities</b>	<u>\$ -</u>	<u>\$ 2,250</u>	<u>\$ 432</u>	<u>\$ 1,818</u>

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, 2012**

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 406,168
Total On Deposit	406,168
Reconciling Items	<u>(66,627)</u>
Reconciled Balance June 30, 2012	<u>\$ 339,541</u>
Less Agency funds	<u>(1,818)</u>
Total governmental funds	<u>\$ 337,723</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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000
Cash, June 30, 2011	\$ -	\$ -
Add:		
2011-12 revenues	1,467,359	7,480
Total cash available	1,467,359	7,480
Less:		
2011-12 expenditures	(1,141,491)	(4,331)
Receivables/Payables	-	-
Cash, June 30, 2012	325,868	3,149
Fund Balance Reconciliation to GAAP Basis:		
Audit reclassifications to cash	832	-
Cash per Books	326,700	3,149
Fund Balance Reconciliation to GAAP Basis:		
Modified Accrual Adjustments	8,016	-
Fund Balance, Modified Accrual Basis	334,716	3,149

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, 2012**

Schedule III  
(Page 2 of 2)

Non-Instructional Fund 23000	Federal Flowthrough 24000	Public School Capital Outlay 31200	Total
\$ -	\$ 2,459	\$ -	\$ 2,459
432	472,797	87,269	2,035,337
432	475,256	87,269	2,037,796
(2,250)	(473,743)	(76,604)	(1,698,419)
-	164	-	164
(1,818)	1,677	10,665	339,541
3,636	6,197	(10,665)	-
1,818	7,874	-	\$ 339,541
		Less Activity Funds	1,818
		Per Exhibit B-1	\$ 337,723
(1,818)	43,484	-	49,682
-	51,358	-	389,223
		Less Activity Funds	-
		Per Exhibit B-1	389,223

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 NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 8,216
Receivables	
Due from other governments	54,200
Total current assets	<u>62,416</u>
Capital assets	
Buildings	117,836
Furniture, fixtures and equipment	66,946
Less: accumulated depreciation	<u>(33,751)</u>
Total noncurrent assets	<u>151,031</u>
Total assets	<u><u>\$ 213,447</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 4,170
Accrued salaries	29,783
Current portion of capital lease obligation	<u>39,590</u>
Total current liabilities	73,543
Total liabilities	<u>73,543</u>
Invested in capital assets, net of related debt	111,441
Restricted	18,779
Unrestricted	<u>9,684</u>
Total net assets	<u>139,904</u>
Total liabilities and net assets	<u><u>\$ 213,447</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  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 785,305	\$ 17	\$ 55,022	\$ -	\$ (730,266)
Support services:					
Students	60,814	-	-	-	(60,814)
Instruction	13,143	-	-	-	(13,143)
General Administration	30,386	-	-	-	(30,386)
School Administration	311,655	-	-	-	(311,655)
Central Services	71,321	-	-	-	(71,321)
Operation & Maintenance of Plant	96,846	-	-	-	(96,846)
Food Services Operation	44,224	18,214	21,172	-	(4,838)
Other Support Services	179	-	-	-	(179)
Facilities Materials, Supplies & Other Services	45,479	-	-	85,069	39,590
<b>Total governmental activities</b>	<b>\$ 1,459,352</b>	<b>\$ 18,231</b>	<b>\$ 76,194</b>	<b>\$ 85,069</b>	<b>(1,279,858)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		1,174,702
			Miscellaneous		82,436
			Total general revenues		1,257,138
			Change in net assets		(22,720)
			Net assets - beginning		162,624
			Net assets - ending		<u>\$ 139,904</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE INTERNATIONAL SCHOOL AT MESA DEL SOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ 1,934	\$ -
Accounts receivable				
Due from other governments	-	-	-	20,793
Due from other funds	48,757	7,568	-	-
<i>Total assets</i>	<u>48,757</u>	<u>7,568</u>	<u>1,934</u>	<u>20,793</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	4,170	-	-	-
Accrued expenses	28,855	-	-	322
Due to other funds	-	-	-	20,471
<i>Total liabilities</i>	<u>33,025</u>	<u>-</u>	<u>-</u>	<u>20,793</u>
<i>Fund balances</i>				
Restricted	-	7,568	1,934	-
Unassigned (deficit)	15,732	-	-	-
<i>Total fund balance (deficit)</i>	<u>15,732</u>	<u>7,568</u>	<u>1,934</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 48,757</u>	<u>\$ 7,568</u>	<u>\$ 1,934</u>	<u>\$ 20,793</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE INTERNATIONAL SCHOOL AT MESA DEL SOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ 1,473
Accounts receivable					
Due from other governments	15,639	222	420	-	-
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>15,639</u>	<u>222</u>	<u>420</u>	<u>-</u>	<u>1,473</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	-
Accrued expenses	606	-	-	-	-
Due to other funds	19,605	222	420	-	-
<i>Total liabilities</i>	<u>20,211</u>	<u>222</u>	<u>420</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>					
Restricted	-	-	-	-	1,473
Unassigned (deficit)	(4,572)	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>(4,572)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,473</u>
<i>Total liabilities and fund balance</i>	<u>\$ 15,639</u>	<u>\$ 222</u>	<u>\$ 420</u>	<u>\$ -</u>	<u>\$ 1,473</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE INTERNATIONAL SCHOOL AT MESA DEL SOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Daniels Fund 26141	2008 Library GO Bond 27105	2010 Library GO Bond 27106	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 4,809	\$ -	\$ 8,216
Accounts receivable						
Due from other governments	-	3,000	-	-	14,126	54,200
Due from other funds	-	-	-	2,995	-	59,320
<i>Total assets</i>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>7,804</u>	<u>14,126</u>	<u>121,736</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	-	-	-	-	-	4,170
Accrued expenses	-	-	-	-	-	29,783
Due to other funds	-	3,000	1,476	-	14,126	59,320
<i>Total liabilities</i>	<u>-</u>	<u>3,000</u>	<u>1,476</u>	<u>-</u>	<u>14,126</u>	<u>93,273</u>
<i>Fund balances</i>						
Restricted	-	-	-	7,804	-	18,779
Unassigned (deficit)	-	-	(1,476)	-	-	9,684
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,476)</u>	<u>7,804</u>	<u>-</u>	<u>28,463</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 7,804</u>	<u>\$ 14,126</u>	<u>\$ 121,736</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, 2012

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 28,463
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	151,031
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(39,590)</u>
Net Assets-total Governmental Activities	<u>\$ 139,904</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  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 77,672	\$ -	\$ -	\$ -	\$ -
State grant	1,174,702	7,184	-	-	-
Federal grant	-	-	21,172	20,793	15,639
Fees	-	-	18,214	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,252,374</u>	<u>7,184</u>	<u>39,386</u>	<u>20,793</u>	<u>15,639</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	713,009	3,103	-	20,793	14,432
Support Services					
Students	54,813	-	-	-	5,779
Instruction	5,304	-	-	-	-
General Administration	28,743	-	-	-	-
School Administration	303,951	-	-	-	-
Central Services	70,668	-	-	-	-
Operation & Maintenance of Plant	93,825	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	183	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	5,082	-	39,142	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,275,578</u>	<u>3,103</u>	<u>39,142</u>	<u>20,793</u>	<u>20,211</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(23,204)</u>	<u>4,081</u>	<u>244</u>	<u>-</u>	<u>(4,572)</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>(23,204)</u>	<u>4,081</u>	<u>244</u>	<u>-</u>	<u>(4,572)</u>
<i>Fund balances - beginning of year</i>	<u>38,936</u>	<u>3,487</u>	<u>1,690</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 15,732</u>	<u>\$ 7,568</u>	<u>\$ 1,934</u>	<u>\$ -</u>	<u>\$ (4,572)</u>

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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	PNM Foundation 26123	Daniels Fund 26141	2008 Library GO Bond 27105
<i>Revenues:</i>						
Local and county grant	\$ -	\$ -	\$ -	\$ 1,473	\$ -	\$ -
State grant	-	-	-	-	-	3,000
Federal grant	222	420	381	-	-	-
Fees	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>222</u>	<u>420</u>	<u>381</u>	<u>1,473</u>	<u>-</u>	<u>3,000</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	420	381	-	23,639	-
Support Services						
Students	222	-	-	-	-	-
Instruction	-	-	-	-	-	3,000
General Administration	-	-	-	-	-	-
School Administration	-	-	-	-	1,702	-
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>222</u>	<u>420</u>	<u>381</u>	<u>-</u>	<u>25,341</u>	<u>3,000</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,473</u>	<u>(25,341)</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>-</u>	<u>-</u>	<u>-</u>	<u>1,473</u>	<u>(25,341)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,341</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,473</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 3 of 4)

	2010 Library GO Bond 27106	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ -	\$ 10,691	\$ -	\$ 89,836
State grant	-	-	85,069	1,269,955
Federal grant	-	-	-	58,627
Fees	-	-	-	18,214
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,691</u>	<u>85,069</u>	<u>1,436,632</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,064	-	782,841
Support Services				
Students	-	-	-	60,814
Instruction	1,476	3,363	-	13,143
General Administration	-	1,643	-	30,386
School Administration	-	-	-	305,653
Central Services	-	653	-	71,321
Operation & Maintenance of Plant	-	-	-	93,825
Student Transportation	-	-	-	-
Other Support Services	-	-	-	183
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	44,224
Capital outlay	-	-	85,069	85,069
<i>Total expenditures</i>	<u>1,476</u>	<u>12,723</u>	<u>85,069</u>	<u>1,487,459</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,476)</u>	<u>(2,032)</u>	<u>-</u>	<u>(50,827)</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>(1,476)</u>	<u>(2,032)</u>	<u>-</u>	<u>(50,827)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>9,836</u>	<u>-</u>	<u>79,290</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (1,476)</u>	<u>\$ 7,804</u>	<u>\$ -</u>	<u>\$ 28,463</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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ (50,827)
--	-------------

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	(11,486)
	(11,486)

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

Principal payments of capital lease obligation	39,593
	39,593

Change in Net Assets-total Governmental Activities	\$ (22,720)
--	-------------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE INTERNATIONAL SCHOOL AT MESA DEL SOL**  
**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 68,000	\$ 68,150	\$ 150
State grants	1,313,764	1,174,702	1,174,702	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,313,764</u>	<u>1,242,702</u>	<u>1,242,852</u>	<u>150</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	758,142	727,719	713,009	14,710
Support Services				
Students	50,920	49,158	50,673	(1,515)
Instruction	9,700	4,979	5,304	(325)
General Administration	29,000	28,824	28,743	81
School Administration	164,855	307,518	303,951	3,567
Central Services	144,805	70,879	70,668	211
Operation & Maintenance of Plant	201,231	87,318	84,303	3,015
Student Transportation	-	-	-	-
Other Support Services	-	159	183	(24)
Food Services Operations	-	5,082	5,082	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,358,653</u>	<u>1,281,636</u>	<u>1,261,916</u>	<u>19,720</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(44,889)</u>	<u>(38,934)</u>	<u>(19,064)</u>	<u>19,870</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	44,889	38,934	-	(38,934)
<i>Total other financing sources (uses)</i>	<u>44,889</u>	<u>38,934</u>	<u>-</u>	<u>(38,934)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(19,064)</u>	<u>(19,064)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>99,165</u>	<u>99,165</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,101</u>	<u>\$ 80,101</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,522	
Adjustments to expenditures			(13,662)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (23,204)</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 MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	4,187	7,023	7,184	161
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>4,187</u>	<u>7,023</u>	<u>7,184</u>	<u>161</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,187	10,510	3,103	7,407
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>	<u>4,187</u>	<u>10,510</u>	<u>3,103</u>	<u>7,407</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(3,487)</u>	<u>4,081</u>	<u>7,568</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	3,487	-	(3,487)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>3,487</u>	<u>-</u>	<u>(3,487)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>4,081</u>	<u>4,081</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>3,487</u>	<u>3,487</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,568</u>	<u>\$ 7,568</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 4,081</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**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Fees	\$ -	\$ -	\$ 18,214	\$ 18,214
State grants	-	-	-	-
Federal grants	30,000	41,300	21,262	(20,038)
Interest	-	-	-	-
<i>Total revenues</i>	<u>30,000</u>	<u>41,300</u>	<u>39,476</u>	<u>(1,824)</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	30,000	41,300	39,142	2,158
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>30,000</u>	<u>41,300</u>	<u>39,142</u>	<u>2,158</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>334</u>	<u>334</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>334</u>	<u>334</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,600</u>	<u>1,600</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,934</u>	<u>\$ 1,934</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(90)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 244</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**

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	16,153	20,830	3,005	(17,825)
Interest	-	-	-	-
<i>Total revenues</i>	<u>16,153</u>	<u>20,830</u>	<u>3,005</u>	<u>(17,825)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,153	20,830	20,793	37
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>16,153</u>	<u>20,830</u>	<u>20,793</u>	<u>37</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(17,788)</u>	<u>(17,788)</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>(17,788)</u>	<u>(17,788)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,005)</u>	<u>(3,005)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,793)</u>	<u>\$ (20,793)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,788	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	21,498	-	(21,498)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>21,498</u>	<u>-</u>	<u>(21,498)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	15,719	14,432	1,287
Support Services				
Students	-	5,779	5,779	-
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>21,498</u>	<u>20,211</u>	<u>1,287</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(20,211)</u>	<u>(20,211)</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>(20,211)</u>	<u>(20,211)</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>\$ (20,211)</u>	<u>\$ (20,211)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			15,639	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (4,572)</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	222	140	(82)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>222</u>	<u>140</u>	<u>(82)</u>
<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>	<u>-</u>	<u>222</u>	<u>222</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(82)</u>	<u>(82)</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>(82)</u>	<u>(82)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(140)</u>	<u>(140)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (222)</u>	<u>\$ (222)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			82	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	2,568	2,568	-	(2,568)
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,568</u>	<u>2,568</u>	<u>-</u>	<u>(2,568)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,568	2,568	420	2,148
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>2,568</u>	<u>2,568</u>	<u>420</u>	<u>2,148</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(420)</u>	<u>(420)</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>(420)</u>	<u>(420)</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>\$ (420)</u>	<u>\$ (420)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			420	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	381	381	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>381</u>	<u>381</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	381	381	-
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>381</u>	<u>381</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**PNM FOUNDATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,473	1,473	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,473</u>	<u>1,473</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	1,473	-	1,473
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>1,473</u>	<u>-</u>	<u>1,473</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,473</u>	<u>1,473</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>1,473</u>	<u>1,473</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>\$ 1,473</u>	<u>\$ 1,473</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 1,473</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**  
**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, 2012**

	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	-	23,639	23,639	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	1,702	-	1,702
School Administration	-	-	1,702	(1,702)
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>25,341</u>	<u>25,341</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(25,341)</u>	<u>(25,341)</u>	<u>-</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	25,341	-	(25,341)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>25,341</u>	<u>-</u>	<u>(25,341)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(25,341)</u>	<u>(25,341)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>25,341</u>	<u>25,341</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (25,341)</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**  
**2008 LIBRARY GO BOND**

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, 2012**

	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>	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	3,000	3,000	-
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>3,000</u>	<u>3,000</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,000)</u>	<u>(3,000)</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>(3,000)</u>	<u>(3,000)</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>\$ (3,000)</u>	<u>\$ (3,000)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			3,000	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,102	2,102	-	(2,102)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,102</u>	<u>2,102</u>	<u>-</u>	<u>(2,102)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	2,102	2,102	1,476	626
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>2,102</u>	<u>2,102</u>	<u>1,476</u>	<u>626</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,476)</u>	<u>(1,476)</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>(1,476)</u>	<u>(1,476)</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>\$ (1,476)</u>	<u>\$ (1,476)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,476)</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, 2012**

Exhibit C-13

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 7,662	\$ 4,956	\$ 10,691	\$ 5,735
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,662</u>	<u>4,956</u>	<u>10,691</u>	<u>5,735</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,350	7,559	7,064	495
Support Services				
Students	-	-	-	-
Instruction	-	3,363	3,363	-
General Administration	-	900	1,643	(743)
School Administration	-	-	-	-
Central Services	3,312	2,970	653	2,317
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>7,662</u>	<u>14,792</u>	<u>12,723</u>	<u>2,069</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(9,836)</u>	<u>(2,032)</u>	<u>7,804</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	9,836	-	(9,836)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>9,836</u>	<u>-</u>	<u>(9,836)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,032)</u>	<u>(2,032)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>9,836</u>	<u>9,836</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,804</u>	<u>\$ 7,804</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (2,032)</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**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	85,069	80,320	(4,749)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>85,069</u>	<u>80,320</u>	<u>(4,749)</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	-	85,069	85,069	-
<i>Total expenditures</i>	<u>-</u>	<u>85,069</u>	<u>85,069</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,749)</u>	<u>(4,749)</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>(4,749)</u>	<u>(4,749)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,377)</u>	<u>(9,377)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (14,126)</u>	<u>\$ (14,126)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			4,749	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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 ASSETS AND LIABILITIES  
JUNE 30, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 5,360</u>
<i>Total assets</i>	<u><u>5,360</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>5,360</u>
<i>Total liabilities</i>	<u><u>\$ 5,360</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 5,088	10,114	9,842	\$ 5,360
<b>Total assets</b>	<u>\$ 5,088</u>	<u>\$ 10,114</u>	<u>\$ 9,842</u>	<u>\$ 5,360</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 5,088	10,114	9,842	\$ 5,360
<b>Total liabilities</b>	<u>\$ 5,088</u>	<u>\$ 10,114</u>	<u>\$ 9,842</u>	<u>\$ 5,360</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**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>New Mexico Bank &amp; Trust</u>
Checking - Operational	<u>\$ 32,765</u>
Total On Deposit	32,765
Reconciling Items	<u>(19,189)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 13,576</u></u>
Less Agency Funds	(5,360)
Total Cash	<u><u>\$ 8,216</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, 2012**

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, 2011	\$ 116,211	\$ 3,486	\$ 1,600	\$ 5,088	\$ (13,821)	\$ -
Add:						
2011-12 revenues	1,242,852	7,184	39,475	10,113	10,807	381
Loans from other funds	-	-	-	-	-	-
Total cash available	1,359,063	10,670	41,075	15,201	(3,014)	381
Less:						
2011-12 expenditures	(1,261,913)	(3,102)	(39,141)	(9,841)	(41,647)	(381)
Loans to other funds	(66,370)	-	-	-	12,085	381
Receivables/Payables	(31,347)	-	-	-	(2,968)	-
Cash, June 30, 2012	<u>(567)</u>	<u>7,568</u>	<u>1,934</u>	<u>5,360</u>	<u>(35,544)</u>	<u>381</u>
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled Difference	1,185	-	-	-	-	(381)
Audit Adjustments to Cash	(618)	(7,568)	-	-	35,544	-
Cash per Books	<u>-</u>	<u>-</u>	<u>1,934</u>	<u>5,360</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:						
Unreconciled difference	1,185	-	-	-	-	-
Modified Accrual Adjustments	14,547	-	-	(5,360)	(4,572)	-
Fund Balance, Modified Accrual Basis	<u>15,732</u>	<u>7,568</u>	<u>1,934</u>	<u>-</u>	<u>(4,572)</u>	<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, 2012**

Schedule III  
(Page 2 of 2)

Local Grants Account 26000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ 23,826	\$ -	\$ 9,836	\$ (18,754)	\$ 127,472
2,254	-	10,691	80,320	1,404,077
-	-	-	-	-
26,080	-	20,527	61,566	1,531,549
(25,341)	(4,476)	(12,723)	(85,069)	(1,483,634)
-	-	-	53,904	-
-	-	-	-	(34,315)
<u>739</u>	<u>(4,476)</u>	<u>7,804</u>	<u>30,401</u>	<u>13,600</u>
-	-	-	-	804
734	4,476	(2,995)	(30,401)	(828)
<u>1,473</u>	<u>-</u>	<u>4,809</u>	<u>-</u>	<u>13,576</u>
			Less Activity Fund	<u>5,360</u>
			Exhibit B-1	<u>\$ 8,216</u>
-	-	-	-	1,185
-	(1,476)	2,995	-	14,887
<u>1,473</u>	<u>(1,476)</u>	<u>7,804</u>	<u>-</u>	<u>28,463</u>
			Less Activity Fund	<u>-</u>
			Exhibit B-1	<u>\$ 28,463</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 570,955
Receivables	
Due from other governments	25,415
Total current assets	<u>596,370</u>
Capital assets	
Equipment	174,217
Less: accumulated depreciation	-
Total noncurrent assets	<u>174,217</u>
Total assets	<u><u>\$ 770,587</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	18,541
Accrued salaries	72,602
Deferred revenue	14,330
Total current liabilities	<u>105,473</u>
Total liabilities	105,473
Invested in capital assets	174,217
Restricted for:	
Other	9,054
Unrestricted	<u>481,843</u>
Total net assets	<u>665,114</u>
Total liabilities and net assets	<u><u>\$ 770,587</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, 2012

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	\$ 642,690	\$ -	\$ 235,473	\$ -	\$ (407,217)
Support services:					
Students	168,309	-	-	-	(168,309)
Instruction	14,872	-	-	-	(14,872)
General Administration	24,140	-	-	-	(24,140)
School Administration	160,881	-	-	-	(160,881)
Central Services	92,449	-	-	-	(92,449)
Operation & Maintenance of Plant	24,385	-	-	-	(24,385)
Facilities Materials, Supplies & Other Services	63,270	-	-	63,270	-
<b>Total governmental activities</b>	<b>\$ 1,190,996</b>	<b>\$ -</b>	<b>\$ 235,473</b>	<b>\$ 63,270</b>	<b>(892,253)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	1,262,084	
			Miscellaneous	10,562	
			<b>Total general revenues</b>	<b>1,272,646</b>	
			Change in net assets	380,393	
			Net assets - beginning	284,721	
			Net assets - ending	<b>\$ 665,114</b>	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE MASTERS PROGRAM  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(1 of 3)

	Operational 11000	Instructional Support 14000	IDEA-B Entitlement 24106	Federal Charter School Planning 24146	Teacher Principal Training 24154
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 547,571	\$ 14,330	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	5,884	-	3,713
Due from other funds	25,415	-	-	-	-
<i>Total assets</i>	<u>572,986</u>	<u>14,330</u>	<u>5,884</u>	<u>-</u>	<u>3,713</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	18,541	-	-	-	-
Accrued expenses	72,602	-	-	-	-
Deferred revenue	-	14,330	-	-	-
Due to other funds	-	-	5,884	-	3,713
<i>Total liabilities</i>	<u>91,143</u>	<u>14,330</u>	<u>5,884</u>	<u>-</u>	<u>3,713</u>
<i>Fund balances</i>					
Restricted	-	-	-	-	-
Unassigned	481,843	-	-	-	-
<i>Total fund balance</i>	<u>481,843</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 572,986</u>	<u>\$ 14,330</u>	<u>\$ 5,884</u>	<u>\$ -</u>	<u>\$ 3,713</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE MASTERS PROGRAM  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(2 of 3)

	Education Job Fund 25255	LANL Foundation 26113	2009 Dual Credit Instruction 27103	McCune Grant 29114	Public Schools Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ 9,040	\$ -	\$ 14	\$ -	\$ 570,955
Accounts receivable						
Due from other governments	-	-	-	-	15,818	25,415
Due from other funds	-	-	-	-	-	25,415
<i>Total assets</i>	<u>-</u>	<u>9,040</u>	<u>-</u>	<u>14</u>	<u>15,818</u>	<u>621,785</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	-	-	-	-	-	18,541
Accrued expenses	-	-	-	-	-	72,602
Deferred revenue	-	-	-	-	-	14,330
Due to other funds	-	-	-	-	15,818	25,415
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,818</u>	<u>130,888</u>
<i>Fund balances</i>						
Restricted	-	9,040	-	14	-	9,054
Unassigned	-	-	-	-	-	481,843
<i>Total fund balance</i>	<u>-</u>	<u>9,040</u>	<u>-</u>	<u>14</u>	<u>-</u>	<u>490,897</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 9,040</u>	<u>\$ -</u>	<u>\$ 14</u>	<u>\$ 15,818</u>	<u>\$ 621,785</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, 2012**

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

Fund balances - total governmental funds	\$ 490,897
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>174,217</u>
Net Assets-total Governmental Activities	<u>\$ 665,114</u>

The accompanying notes are an integral part of these financial statements.

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, 2012

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	\$ 562	\$ -	\$ -	\$ -	\$ -
State grant	1,262,084	12,267	-	-	-
Federal grant	-	-	21,937	174,217	3,713
<i>Total revenues</i>	<u>1,262,646</u>	<u>12,267</u>	<u>21,937</u>	<u>174,217</u>	<u>3,713</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	589,478	12,267	1,165	174,217	3,713
Support Services					
Students	147,537	-	20,772	-	-
Instruction	14,872	-	-	-	-
General Administration	24,140	-	-	-	-
School Administration	160,881	-	-	-	-
Central Services	92,449	-	-	-	-
Operation & Maintenance of Plant	24,385	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,053,742</u>	<u>12,267</u>	<u>21,937</u>	<u>174,217</u>	<u>3,713</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>208,904</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>
<i>Net changes in fund balances</i>	<u>208,904</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>272,939</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 481,843</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2012

Exhibit B-2  
(Page 2 of 3)

	Education Job Fund 25255	LANL Foundation 26113	2009 Dual Credit Instruction 27103	McCune Grant 29114	Public Schools Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>						
Local and county grant	\$ -	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,562
State grant	-	-	22,832	-	63,270	1,360,453
Federal grant	507	-	-	-	-	200,374
<i>Total revenues</i>	<u>507</u>	<u>10,000</u>	<u>22,832</u>	<u>-</u>	<u>63,270</u>	<u>1,571,389</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	507	960	22,832	11,768	-	816,907
Support Services						
Students	-	-	-	-	-	168,309
Instruction	-	-	-	-	-	14,872
General Administration	-	-	-	-	-	24,140
School Administration	-	-	-	-	-	160,881
Central Services	-	-	-	-	-	92,449
Operation & Maintenance of Plant	-	-	-	-	-	24,385
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-
Capital outlay	-	-	-	-	63,270	63,270
<i>Total expenditures</i>	<u>507</u>	<u>960</u>	<u>22,832</u>	<u>11,768</u>	<u>63,270</u>	<u>1,365,213</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>9,040</u>	<u>-</u>	<u>(11,768)</u>	<u>-</u>	<u>206,176</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>-</u>	<u>9,040</u>	<u>-</u>	<u>(11,768)</u>	<u>-</u>	<u>206,176</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,782</u>	<u>-</u>	<u>284,721</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ 9,040</u>	<u>\$ -</u>	<u>\$ 14</u>	<u>\$ -</u>	<u>\$ 490,897</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, 2012

Exhibit B-2  
(Page 3 of 3)

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

Net change in fund balances - total governmental funds	\$ 206,176
--	------------

Capital outlays to purchase or build capital assets are reported in governmental funds  
as expenditures. However, for governmental funds 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.

Capital Outlays	174,217
-----------------	---------

Change in Net Assets-total Governmental Activities	<u>\$ 380,393</u>
--	-------------------

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**OPERATING FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 562	\$ 562
State grants	1,184,102	1,262,084	1,262,084	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	1,184,102	1,262,084	1,262,646	562
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	797,466	925,205	589,478	335,727
Support Services				
Students	135,982	156,032	147,537	8,495
Instruction	32,964	18,914	14,872	4,042
General Administration	54,800	53,800	24,140	29,660
School Administration	175,014	194,514	160,881	33,633
Central Services	94,284	94,284	92,449	1,835
Operation & Maintenance of Plant	108,870	108,870	34,117	74,753
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	1,399,380	1,551,619	1,063,474	488,145
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(215,278)	(289,535)	199,172	488,707
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	215,278	289,535	-	(289,535)
<i>Total other financing sources (uses)</i>	215,278	289,535	-	(289,535)
<i>Net changes in fund balances</i>	-	-	199,172	199,172
<i>Cash or fund balance, beginning of year</i>	-	-	282,670	282,670
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 481,842	\$ 481,842
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			9,732	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 208,904</b>	

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, 2012**

	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>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	26,597	12,267	14,330
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>	-	26,597	12,267	14,330
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(26,597)	(12,267)	14,330
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	26,597	-	(26,597)
<i>Total other financing sources (uses)</i>	-	26,597	-	(26,597)
<i>Net changes in fund balances</i>	-	-	(12,267)	(12,267)
<i>Cash or fund balance, beginning of year</i>	-	-	26,597	26,597
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 14,330	\$ 14,330
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			12,267	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	21,937	23,433	1,496
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>21,937</u>	<u>23,433</u>	<u>1,496</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	1,165	(1,165)
Support Services				
Students	-	21,937	20,772	1,165
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>21,937</u>	<u>21,937</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,496</u>	<u>1,496</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>1,496</u>	<u>1,496</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,380)</u>	<u>(7,380)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,884)</u>	<u>\$ (5,884)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			(1,496)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-4

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	266,644	266,644	174,217	(92,427)
Interest	-	-	-	-
<i>Total revenues</i>	266,644	266,644	174,217	(92,427)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	266,644	266,644	174,217	92,427
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>	266,644	266,644	174,217	92,427
<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>Net changes in fund balances</i>	-	-	-	-
<i>Cash or fund balance, beginning of year, as restated</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

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	4,062	3,713	2,662	(1,051)
Interest	-	-	-	-
<i>Total revenues</i>	4,062	3,713	2,662	(1,051)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	4,062	3,713	3,713	-
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>	4,062	3,713	3,713	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,051)	(1,051)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(1,051)	(1,051)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,662)	(2,662)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,713)	\$ (3,713)
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			1,051	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	-	\$ -
State grants	-	-	-	-
Federal grants	-	507	9,598	9,091
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>507</u>	<u>9,598</u>	<u>9,091</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	507	507	-
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>507</u>	<u>507</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,091)</u>	<u>(9,091)</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			(9,091)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**LANL FOUNDATION**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	10,000	\$ 10,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>10,000</u>	<u>10,000</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	10,000	960	9,040
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>960</u>	<u>9,040</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,000)</u>	<u>9,040</u>	<u>19,040</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>9,040</u>	<u>9,040</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>\$ 9,040</u>	<u>\$ 9,040</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 9,040</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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	22,832	22,832	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	22,832	22,832	-
<i>Expenditures:</i>				
Current:				
Instruction	-	22,832	22,832	-
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>	-	22,832	22,832	-
<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 expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	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	-	5,000	4,986	14
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>5,000</u>	<u>4,986</u>	<u>14</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(5,000)</u>	<u>(4,986)</u>	<u>14</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	5,000	-	(5,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,986)</u>	<u>(4,986)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14</u>	<u>\$ 14</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(6,782)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (11,768)</u></u>	

The accompanying notes are an integral part of these financial statements

**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, 2012**

Exhibit C-10

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	63,270	64,253	983
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>63,270</u>	<u>64,253</u>	<u>983</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	-	63,270	63,270	-
<i>Total expenditures</i>	<u>-</u>	<u>63,270</u>	<u>63,270</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>983</u>	<u>983</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>983</u>	<u>983</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(16,801)</u>	<u>(16,801)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,818)</u>	<u>\$ (15,818)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess expenditures over (under) expenditures				
Adjustments to revenues			(983)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**THE MASTERS PROGRAM**  
**AGENCY FUNDS**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	\$ <u>8,384</u>
<i>Total assets</i>	<u><u>8,384</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>8,384</u>
<i>Total liabilities</i>	<u><u>\$ 8,384</u></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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 3,299	9,102	4,017	\$ 8,384
<b>Total assets</b>	<u>\$ 3,299</u>	<u>\$ 9,102</u>	<u>\$ 4,017</u>	<u>\$ 8,384</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 3,299	9,102	4,017	\$ 8,384
<b>Total liabilities</b>	<u>\$ 3,299</u>	<u>\$ 9,102</u>	<u>\$ 4,017</u>	<u>\$ 8,384</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 618,397
Total On Deposit	618,397
Reconciling Items	<u>(39,058)</u>
Reconciled Balance June 30, 2012	<u>\$ 579,339</u>
Less Agency Funds	8,384
Total Cash Per Exhibit B-1	<u>\$ 570,955</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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Federal Projects Account 24000	Federal Direct Account 25000	Local Grants Fund 26000
Cash, June 30, 2011	\$ 272,939	\$ 26,597	\$ (9,447)	\$ (10,555)	\$ 10,000 *
Add:					
2011-12 revenues	1,262,647	-	199,718	11,062	-
Loans from other funds	-	-	-	-	-
Total cash available	1,535,586	26,597	190,271	507	10,000
Less:					
2011-12 expenditures	(1,053,740)	(12,267)	(199,867)	(507)	(960)
Loans to other funds	(25,413)	-	9,596	-	-
Receivables/Payables	72,597	-	-	-	-
Cash, June 30, 2012	529,030	14,330	-	-	9,040
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	18,541	-	-	-	-
Cash per Books	547,571	14,330	-	-	9,040
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	(47,187)	(14,330)	-	-	-
Fund Balance, Modified Accrual Basis	481,843	-	-	-	9,040

\*Amount did not agree to prior year audited cash.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE MASTERS PROGRAM**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
 (Page 2 of 2)

State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Total
\$ -	\$ 5,000	\$ (16,801)	\$ 277,733
22,832	-	64,254	1,560,513
-	-	-	-
22,832	5,000	47,453	1,838,246
(22,832)	(4,986)	(63,270)	(1,358,429)
-	-	15,817	-
-	-	-	72,597
-	14	-	552,414
-	-	-	18,541
-	14	-	\$ 570,955
-	-	-	(61,517)
-	14	-	490,897

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 232,033	\$ 1,444
Receivables		
Other	106,532	50,000
Total current assets	338,565	51,444
Noncurrent assets:		
Capital assets		
Building and building improvements	129,151	4,358,474
Less: accumulated depreciation	(27,232)	(445,755)
Total noncurrent assets	101,919	3,912,719
Total assets	\$ 440,484	\$ 3,964,163
Accrued liabilities	\$ 131,973	\$ -
Due to other government	4,271	-
Deferred revenue	187,279	-
Current portion of capital lease obligation	-	545,400
Total current liabilities	323,523	545,400
Noncurrent portion of capital lease obligation	-	2,029,385
Total liabilities	323,523	2,574,785
Invested in capital assets, net of related debt	101,919	1,337,934
Restricted	25,998	
Unrestricted (deficit)	(10,956)	51,444
Total net assets	116,961	1,389,378
Total liabilities and net assets	\$ 440,484	\$ 3,964,163

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, 2012**

Exhibit B-1  
 (Page 1 of 1)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 14,485	\$ 13,625	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	43,830	-
Due from other funds	106,532	-	-	-
	<u>106,532</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 121,017</u>	<u>\$ 13,625</u>	<u>\$ 43,830</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Due to government	-	-	-	-
Accrued expenses	131,973	-	-	-
Due to other funds	-	-	43,830	-
Deferred revenue	-	-	-	-
	<u>131,973</u>	<u>-</u>	<u>43,830</u>	<u>-</u>
<i>Fund balances</i>				
Restricted	-	13,625	-	-
Unassigned (deficit)	(10,956)	-	-	-
	<u>(10,956)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>(10,956)</u>	<u>13,625</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 121,017</u>	<u>\$ 13,625</u>	<u>\$ 43,830</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 3)

	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public School Capital Outlay 31200	Capital Improvements HB33 31600	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ 16,644	\$ -	\$ 187,279	\$ 232,033
Accounts receivable					
Due from other governments	-	-	62,702	-	106,532
Due from other funds	-	-	-	-	106,532
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 16,644</u>	<u>\$ 62,702</u>	<u>\$ 187,279</u>	<u>\$ 445,097</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Due to government	-	4,271	-	-	4,271
Accrued expenses	-	-	-	-	131,973
Due to other funds	-	-	62,702	-	106,532
Deferred revenue	-	-	-	187,279	187,279
<i>Total liabilities</i>	<u>-</u>	<u>4,271</u>	<u>62,702</u>	<u>187,279</u>	<u>430,055</u>
<i>Fund balances</i>					
Restricted	-	12,373	-	-	25,998
Unassigned (deficit)	-	-	-	-	(10,956)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>12,373</u>	<u>-</u>	<u>-</u>	<u>15,042</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 16,644</u>	<u>\$ 62,702</u>	<u>\$ 187,279</u>	<u>\$ 445,097</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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 15,042
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>101,919</u>
Net Assets-total Governmental Activities	<u><u>\$ 116,961</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, 2012**

Exhibit B-2  
(Page 1 of 3)

	General 11000	Instructional Materials 14000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Local and county sources	\$ 207,865	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
State sources	1,859,477	15,171	-	-
Federal sources	-	-	43,830	57,877
<i>Total revenues</i>	<u>2,067,342</u>	<u>15,171</u>	<u>43,830</u>	<u>57,877</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,288,776	26,147	43,830	57,877
Support Services:				
Students	155,170	-	-	-
Instruction	-	-	-	-
General Administration	18,869	-	-	-
School Administration	70,546	-	-	-
Central Services	88,040	-	-	-
Operation & Maintenance of Plant	572,005	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,193,406</u>	<u>26,147</u>	<u>43,830</u>	<u>57,877</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(126,064)</u>	<u>(10,976)</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>(126,064)</u>	<u>(10,976)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>115,108</u>	<u>24,601</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (10,956)</u>	<u>\$ 13,625</u>	<u>\$ -</u>	<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, 2012**

Exhibit B-2  
 (Page 2 of 3)

	Education Job Fund 25255	Beginning Teacher Mentoring 27154	Public School Capital Outlay 31200	Capital Improvements HB33 31600	Total Primary Government
<i>Revenues:</i>					
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ 207,865
Property taxes	-	-	-	172,360	172,360
State sources	-	-	250,806	-	2,125,454
Federal sources	841	-	-	-	102,548
<i>Total revenues</i>	<u>841</u>	<u>-</u>	<u>250,806</u>	<u>172,360</u>	<u>2,608,227</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	841	-	-	-	1,417,471
Support Services:					
Students	-	-	-	-	155,170
Instruction	-	-	-	-	-
General Administration	-	-	-	4,796	23,665
School Administration	-	-	-	-	70,546
Central Services	-	-	-	-	88,040
Operation & Maintenance of Plant	-	-	-	-	572,005
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	250,806	167,564	418,370
<i>Total expenditures</i>	<u>841</u>	<u>-</u>	<u>250,806</u>	<u>172,360</u>	<u>2,745,267</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(137,040)</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(137,040)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>12,373</u>	<u>-</u>	<u>-</u>	<u>152,082</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 12,373</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,042</u>

The accompanying notes are an integral part of these financial statements

**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, 2012**

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	\$ (137,040)
<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 capital outlay exceeds depreciation for the period.</p>	
Depreciation expense	(8,717)
Capital outlays	35,000
Excess of capital outlay over depreciation expense	<u>26,283</u>
Change in Net Assets of governmental activities:	<u><u>\$ (110,757)</u></u>

**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ 105,000	\$ 282,865	\$ 207,865	\$ (75,000)
State sources	1,877,021	1,859,477	1,859,477	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,982,021</u>	<u>2,142,342</u>	<u>2,067,342</u>	<u>(75,000)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,170,068	1,337,373	1,288,776	48,597
Support Services:				
Students	142,344	215,544	155,170	60,374
Instruction	-	-	-	-
General Administration	25,000	25,000	18,869	6,131
School Administration	89,336	105,336	70,546	34,790
Central Services	77,796	88,396	88,040	356
Operation & Maintenance of Plant	537,477	537,477	517,015	20,462
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,042,021</u>	<u>2,309,126</u>	<u>2,138,416</u>	<u>170,710</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(60,000)</u>	<u>(166,784)</u>	<u>(71,074)</u>	<u>95,710</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	60,000	166,784	-	(166,784)
<i>Total other financing sources (uses)</i>	<u>60,000</u>	<u>166,784</u>	<u>-</u>	<u>(166,784)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(71,074)</u>	<u>(71,074)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>166,787</u>	<u>166,787</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 95,713</u>	<u>\$ 95,713</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(54,990)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (126,064)</u></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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	12,270	12,270	15,171	2,901
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>12,270</u>	<u>12,270</u>	<u>15,171</u>	<u>2,901</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	15,270	15,270	26,147	(10,877)
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>15,270</u>	<u>15,270</u>	<u>26,147</u>	<u>(10,877)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(3,000)</u>	<u>(3,000)</u>	<u>(10,976)</u>	<u>(7,976)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	3,000	3,000	-	(3,000)
<i>Total other financing sources (uses)</i>	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>(3,000)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,976)</u>	<u>(10,976)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>24,601</u>	<u>24,601</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,625</u>	<u>\$ 13,625</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (10,976)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**

Exhibit C-3

TITLE I  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	14,427	43,830	-	(43,830)
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,427</u>	<u>43,830</u>	<u>-</u>	<u>(43,830)</u>
<i>Expenditures:</i>				
Current:				
Instruction	14,427	43,830	43,830	-
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>14,427</u>	<u>43,830</u>	<u>43,830</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(43,830)</u>	<u>(43,830)</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>(43,830)</u>	<u>(43,830)</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>\$ (43,830)</u>	<u>\$ (43,830)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			43,830	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	92,365	57,877	(34,488)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>92,365</u>	<u>57,877</u>	<u>(34,488)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	92,365	57,877	34,488
<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>-</u>	<u>92,365</u>	<u>57,877</u>	<u>34,488</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	841	841	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>841</u>	<u>841</u>	<u>-</u>
<i>Expenditures:</i>				
Current:				
Instruction	-	841	841	-
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>841</u>	<u>841</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

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	-	-	-	-
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>12,373</u>	<u>12,373</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,373</u>	<u>\$ 12,373</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**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, 2012**

Exhibit C-7

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	250,806	188,104	(62,702)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>250,806</u>	<u>188,104</u>	<u>(62,702)</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	-	250,806	250,806	-
<i>Total expenditures</i>	<u>-</u>	<u>250,806</u>	<u>250,806</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(62,702)</u>	<u>(62,702)</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>(62,702)</u>	<u>(62,702)</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>\$ (62,702)</u>	<u>\$ (62,702)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			62,702	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ 201,045	\$ 201,045	\$ 189,784	\$ (11,261)
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>201,045</u>	<u>201,045</u>	<u>189,784</u>	<u>(11,261)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	2,011	2,011	4,796	(2,785)
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	392,931	392,931	167,564	225,367
<i>Total expenditures</i>	<u>394,942</u>	<u>394,942</u>	<u>172,360</u>	<u>222,582</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(193,897)</u>	<u>(193,897)</u>	<u>17,424</u>	<u>211,321</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	193,897	193,897	-	(193,897)
<i>Total other financing sources (uses)</i>	<u>193,897</u>	<u>193,897</u>	<u>-</u>	<u>(193,897)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>17,424</u>	<u>17,424</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>169,855</u>	<u>169,855</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 187,279</u>	<u>\$ 187,279</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(17,424)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 19,241	54,347	73,588	\$ -
<b>Total assets</b>	<u>\$ 19,241</u>	<u>\$ 54,347</u>	<u>\$ 73,588</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Deposits held for others	\$ 19,241	\$ 54,347	\$ 73,588	\$ -
<b>Total liabilities</b>	<u>\$ 19,241</u>	<u>\$ 54,347</u>	<u>\$ 73,588</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational Account	\$ 292,859
Total On Deposit	292,859
Reconciling Items	<u>(60,826)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 232,033</u></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, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Student Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2011	\$ 166,782	\$ 24,601	\$ 19,241	\$ -
Add:				
2011-12 revenues	2,067,343	15,171	54,347	57,877
Total cash available	2,234,125	39,772	73,588	57,877
Less:				
Receivables/Payables	(94,204)	-	-	-
2011-12 expenditures	(2,138,413)	(26,147)	(73,588)	(101,707)
Cash, June 30, 2012	1,508	13,625	-	(43,830)
Cash Reconciliation to GAAP Basis:				
Audit reclassifications to cash	12,977	-	-	43,830
Cash per books	14,485	13,625	-	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(12,464)	-	-	43,830
Fund Balance, Modified Accrual Basis (deficit)	(10,956)	13,625	-	-

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MONTESSORI ELEMENTARY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Funds 25000	State Flowthrough Account 27000	Public School Capital Outlay 31200	Capital Improvements HB33 31600	Total
\$ -	\$ 16,644	\$ -	\$ 169,854	\$ 397,122
<u>841</u>	<u>-</u>	<u>188,104</u>	<u>189,785</u>	<u>2,573,468</u>
841	16,644	188,104	359,639	2,970,590
-	-	-	-	(94,204)
<u>(841)</u>	<u>-</u>	<u>(250,806)</u>	<u>(172,360)</u>	<u>(2,763,862)</u>
<u>-</u>	<u>16,644</u>	<u>(62,702)</u>	<u>187,279</u>	<u>112,524</u>
-	-	62,702	-	119,509
<u>-</u>	<u>16,644</u>	<u>-</u>	<u>187,279</u>	<u>232,033</u>
-	(4,271)	62,702	(187,279)	(97,482)
<u>-</u>	<u>12,373</u>	<u>-</u>	<u>-</u>	<u>15,042</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 457,606
Receivables	
Due from other governments	43,794
Total current assets	<u>501,400</u>
Capital assets	
Furniture, fixtures and equipment	68,000
Building improvements	50,968
Vehicle	32,593
Less: accumulated depreciation	<u>(95,755)</u>
Total noncurrent assets	<u>55,806</u>
Total assets	<u><u>\$ 557,206</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	\$ 135,155
Total current liabilities	<u>135,155</u>
Total liabilities	135,155
Invested in capital assets	55,806
Restricted	22,477
Unrestricted	<u>343,768</u>
Total net assets	<u>422,051</u>
Total liabilities and net assets	<u><u>\$ 557,206</u></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 ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 1,132,527	\$ 1,450	\$ 152,727	\$ -	\$ (978,350)
Support services:					
Students	112,601	-	-	-	(112,601)
Instruction	12,499	-	-	-	(12,499)
General Administration	91,005	-	-	-	(91,005)
School Administration	326,740	-	-	-	(326,740)
Central Services	173,279	-	-	-	(173,279)
Operation & Maintenance of Plant	922,521	-	-	-	(922,521)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	3,375	-	-	-	(3,375)
Food Services Operation	69,880	175	64,853	-	(4,852)
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	228,542	-	-	219,814	(8,728)
<b>Total governmental activities</b>	<b>\$ 3,072,969</b>	<b>\$ 1,625</b>	<b>\$ 217,580</b>	<b>\$ 219,814</b>	<b>(2,633,950)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		2,460,914
			Miscellaneous		16,562
			<b>Total general revenues</b>		<b>2,477,476</b>
			Change in net assets		(156,474)
			Net assets - beginning		578,525
			Net assets - ending		<b>\$ 422,051</b>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**BALANCE SHEET**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 435,656	\$ 21,950	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	3,321	23,864
Due from other funds	41,102	-	-	-
<i>Total assets</i>	476,758	21,950	3,321	23,864
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued salaries	132,990	-	11	2,154
Due to other funds	-	-	2,783	21,710
<i>Total liabilities</i>	132,990	-	2,794	23,864
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	21,950	527	-
Assigned	343,768	-	-	-
<i>Total fund balance</i>	343,768	21,950	527	-
<i>Total liabilities and fund balance</i>	\$ 476,758	\$ 21,950	\$ 3,321	\$ 23,864

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**BALANCE SHEET**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	IDEA-B Entitlement 24106	Teacher/Principal Training 24154	Education Job Fund 25255	2008 G.O. Student Library 27105
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable				
Due from other governments	-	691	-	1,432
Due from other funds	-	-	-	-
	-	691	-	1,432
<i>Total assets</i>	-	691	-	1,432
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued salaries	-	-	-	-
Due to other funds	-	691	-	1,432
	-	691	-	1,432
<i>Total liabilities</i>	-	691	-	1,432
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	-	-	-
Assigned	-	-	-	-
	-	-	-	-
<i>Total fund balance</i>	-	-	-	-
 <i>Total liabilities and fund balance</i>	 \$ -	 \$ 691	 \$ -	 \$ 1,432

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**BALANCE SHEET**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 4)

	Library GO Bond 27106	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 457,606
Accounts receivable				
Due from other governments	2,210	-	12,276	43,794
Due from other funds	-	-	-	41,102
	2,210	-	12,276	542,502
<i>Total assets</i>	2,210	-	12,276	542,502
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accrued salaries	-	-	-	135,155
Due to other funds	2,210	-	12,276	41,102
	2,210	-	12,276	176,257
<i>Total liabilities</i>	2,210	-	12,276	176,257
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	-	-	22,477
Assigned	-	-	-	343,768
	-	-	-	366,245
<i>Total fund balance</i>	-	-	-	366,245
 <i>Total liabilities and fund balance</i>	 \$ 2,210	 \$ -	 \$ 12,276	 \$ 542,502

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE NEW AMERICA SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 366,245
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>55,806</u>
Net Assets-total Governmental Activities	<u><u>\$ 422,051</u></u>

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, 2012

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 1,450	\$ -	\$ 175	\$ -
State grant	2,460,914	16,819	-	-
Federal grant	-	-	64,853	72,521
Miscellaneous income	16,562	-	-	-
<i>Total revenues</i>	<u>2,478,926</u>	<u>16,819</u>	<u>65,028</u>	<u>72,521</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	987,390	11,045	-	72,521
Support Services				
Students	90,816	-	-	-
Instruction	12,499	-	-	-
General Administration	91,005	-	-	-
School Administration	326,315	-	-	-
Central Services	173,279	-	-	-
Operation & Maintenance of Plant	938,321	-	-	-
Student Transportation	3,375	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	795	-	69,085	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,623,795</u>	<u>11,045</u>	<u>69,085</u>	<u>72,521</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(144,869)</u>	<u>5,774</u>	<u>(4,057)</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>(144,869)</u>	<u>5,774</u>	<u>(4,057)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>488,637</u>	<u>16,176</u>	<u>4,584</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 343,768</u>	<u>\$ 21,950</u>	<u>\$ 527</u>	<u>\$ -</u>

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, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA-B Entitlement 24106	Teacher Principal Training 24154	Education Job Fund 25255	2008 G.O. Student Library 27105
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	1,432
Federal grant	54,974	3,709	1,062	-
Miscellaneous income	-	-	-	-
<i>Total revenues</i>	<u>54,974</u>	<u>3,709</u>	<u>1,062</u>	<u>1,432</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	33,189	3,284	1,062	1,432
Support Services				
Students	21,785	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	425	-	-
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>54,974</u>	<u>3,709</u>	<u>1,062</u>	<u>1,432</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	-	-	-	-
<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>

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, 2012

Exhibit B-2  
(Page 3 of 4)

	Library GO Bond 27106	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ -	\$ -	\$ -	\$ 1,625
State grant	2,210	207,538	12,276	2,701,189
Federal grant	-	-	-	197,119
Miscellaneous income	-	-	-	16,562
<i>Total revenues</i>	<u>2,210</u>	<u>207,538</u>	<u>12,276</u>	<u>2,916,495</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	1,109,923
Support Services				
Students	-	-	-	112,601
Instruction	-	-	-	12,499
General Administration	-	-	-	91,005
School Administration	-	-	-	326,740
Central Services	-	-	-	173,279
Operation & Maintenance of Plant	-	-	-	938,321
Student Transportation	-	-	-	3,375
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	69,880
Capital outlay	2,210	207,538	12,276	222,024
<i>Total expenditures</i>	<u>2,210</u>	<u>207,538</u>	<u>12,276</u>	<u>3,059,647</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(143,152)</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>-</u>	<u>(143,152)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>509,397</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 366,245</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, 2012

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	\$ (143,152)
<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	(36,194)
Capital Outlays	<u>22,872</u>
Excess depreciation over capital outlay	(13,322)
Change in Net Assets-total Governmental Activities	<u><u>\$ (156,474)</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 1,300	\$ 1,450	\$ 150
State grants	2,504,215	2,460,914	2,460,914	-
Federal grants	-	-	-	-
Miscellaneous	-	15,954	16,562	608
<i>Total revenues</i>	<u>2,504,215</u>	<u>2,478,168</u>	<u>2,478,926</u>	<u>758</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,059,079	1,131,977	987,390	144,587
Support Services				
Students	-	-	90,816	(90,816)
Instruction	37,000	14,771	12,499	2,272
General Administration	90,000	102,753	91,005	11,748
School Administration	389,290	368,269	326,315	41,954
Central Services	146,859	200,514	173,279	27,235
Operation & Maintenance of Plant	860,840	1,010,193	938,321	71,872
Student Transportation	45,000	3,256	3,375	(119)
Other Support Services	-	-	-	-
Food Services Operations	20,000	22,149	795	21,354
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,648,068</u>	<u>2,853,882</u>	<u>2,623,795</u>	<u>230,087</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(143,853)</u>	<u>(375,714)</u>	<u>(144,869)</u>	<u>230,845</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	143,853	375,714	-	(375,714)
<i>Total other financing sources (uses)</i>	<u>143,853</u>	<u>375,714</u>	<u>-</u>	<u>(375,714)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(144,869)</u>	<u>(144,869)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>554,442</u>	<u>554,442</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 409,573</u>	<u>\$ 409,573</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (144,869)</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	7,945	11,874	16,819	4,945
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,945</u>	<u>11,874</u>	<u>16,819</u>	<u>4,945</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,945	28,050	11,045	17,005
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>7,945</u>	<u>28,050</u>	<u>11,045</u>	<u>17,005</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(16,176)</u>	<u>5,774</u>	<u>21,950</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	16,176	-	(16,176)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>16,176</u>	<u>-</u>	<u>(16,176)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,774</u>	<u>5,774</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>16,176</u>	<u>16,176</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,950</u>	<u>\$ 21,950</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 5,774</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 4,182	\$ 4,182
State grants	-	-	-	-
Federal grants	-	72,000	64,823	(7,177)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>72,000</u>	<u>69,005</u>	<u>(2,995)</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	-	72,000	69,085	2,915
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>72,000</u>	<u>69,085</u>	<u>2,915</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(80)</u>	<u>(80)</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)</u>	<u>(80)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(2,714)</u>	<u>(2,714)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,794)</u>	<u>\$ (2,794)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(3,977)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (4,057)</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	104,260	122,437	84,654	(37,783)
Interest	-	-	-	-
<i>Total revenues</i>	<u>104,260</u>	<u>122,437</u>	<u>84,654</u>	<u>(37,783)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	70,373	119,371	72,521	46,850
Support Services				
Students	27,887	2,000	-	2,000
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	6,000	1,066	-	1,066
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>122,437</u>	<u>72,521</u>	<u>49,916</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>12,133</u>	<u>12,133</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>12,133</u>	<u>12,133</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(35,997)</u>	<u>(35,997)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (23,864)</u>	<u>\$ (23,864)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(12,133)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	75,273	73,679	(1,594)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>75,273</u>	<u>73,679</u>	<u>(1,594)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	35,955	33,189	2,766
Support Services				
Students	-	39,318	21,785	17,533
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>75,273</u>	<u>54,974</u>	<u>20,299</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(18,705)</u>	<u>(18,705)</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			(18,705)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	14,028	22,099	12,559	(9,540)
Interest	-	-	-	-
<i>Total revenues</i>	<u>14,028</u>	<u>22,099</u>	<u>12,559</u>	<u>(9,540)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	14,028	17,035	3,284	13,751
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	5,064	425	4,639
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>22,099</u>	<u>3,709</u>	<u>18,390</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>8,850</u>	<u>8,850</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>8,850</u>	<u>8,850</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(9,541)</u>	<u>(9,541)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (691)</u>	<u>\$ (691)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(8,850)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	1,062	17,658	16,596
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,062</u>	<u>17,658</u>	<u>16,596</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,062	1,062	-
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>1,062</u>	<u>1,062</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>16,596</u>	<u>16,596</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>16,596</u>	<u>16,596</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(16,596)</u>	<u>(16,596)</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			(16,596)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**2008 LIBRARY GO BOND**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	1,432	-	(1,432)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>1,432</u>	<u>-</u>	<u>(1,432)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,432	1,432	-
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>1,432</u>	<u>1,432</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,432)</u>	<u>(1,432)</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>(1,432)</u>	<u>(1,432)</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>\$ (1,432)</u>	<u>\$ (1,432)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,432	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	2,288	-	(2,288)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,288</u>	<u>-</u>	<u>(2,288)</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	-	2,288	2,210	78
<i>Total expenditures</i>	<u>-</u>	<u>2,288</u>	<u>2,210</u>	<u>78</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,210)</u>	<u>(2,210)</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>(2,210)</u>	<u>(2,210)</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>\$ (2,210)</u>	<u>\$ (2,210)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,210	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	207,538	207,538	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>207,538</u>	<u>207,538</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	-	207,538	207,538	-
<i>Total expenditures</i>	<u>-</u>	<u>207,538</u>	<u>207,538</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	12,276	-	(12,276)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,276</u>	<u>-</u>	<u>(12,276)</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	-	12,276	12,276	-
<i>Total expenditures</i>	<u>-</u>	<u>12,276</u>	<u>12,276</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,276)</u>	<u>(12,276)</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>(12,276)</u>	<u>(12,276)</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>\$ (12,276)</u>	<u>\$ (12,276)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			12,276	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</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**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**JUNE 30, 2012**

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	\$ 4,577
<i>Total assets</i>	<u>4,577</u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>4,577</u>
<i>Total liabilities</i>	<u>\$ 4,577</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 300	7,205	2,928	\$ 4,577
<b>Total assets</b>	<u>\$ 300</u>	<u>\$ 7,205</u>	<u>\$ 2,928</u>	<u>\$ 4,577</u>
 <b>LIABILITIES</b>				
Deposits held for others	\$ 300	7,205	2,928	\$ 4,577
<b>Total liabilities</b>	<u>\$ 300</u>	<u>\$ 7,205</u>	<u>\$ 2,928</u>	<u>\$ 4,577</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	Wells Fargo Bank
Checking - Operational	\$ 530,108
Checking - Activities	\$ 4,277
Total On Deposit	<u>534,385</u>
Reconciling Items	<u>(72,202)</u>
Reconciled Balance June 30, 2012	<u>\$ 462,183</u>
Less Agency Funds	<u>4,577</u>
Total Cash	<u>\$ 457,606</u>

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, 2012**

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, 2011	\$ 554,442 *	\$ 16,176	\$ -	\$ 300	\$ 626 *
Add:					
2011-12 revenues	2,478,926	16,819	69,005	-	195,796
Loans from other funds	-	-	-	-	-
Total cash available	3,033,368	32,995	69,005	300	196,422
Less:					
2011-12 expenditures	(2,617,219)	(11,045)	(69,084)	-	(131,204)
Total outstanding loans	(18,900)	-	2,783	-	-
Receivables/Payables	(110,632)	-	(2,704)	-	(24,022)
Cash, June 30, 2012	286,617	21,950	-	300	41,196
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	149,039	-	-	4,277	(41,196)
Cash per Books	435,656	21,950	-	4,577	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	57,151	-	527	4,277	(41,196)
Fund Balance, Modified Accrual Basis	343,768	21,950	527	4,577	-

\* Balance did not agree to prior year



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE NEW AMERICA SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Grants 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Captial Improv. SB9 31700	Total
\$ -	\$ -	\$ -	\$ -	\$ 571,544
17,658	-	207,538	-	2,985,742
-	-	-	-	-
17,658	-	207,538	-	3,557,286
(1,062)	(3,642)	(207,538)	(12,277)	(3,053,071)
-	3,840	-	12,277	-
(13,614)	(198)	-	-	(151,170)
2,982	-	-	-	353,045
(2,982)	-	-	-	109,138
-	-	-	-	\$ 462,183
			Less Activity Fund Exhibit B-1	\$ 4,577
				\$ 457,606
(2,982)	-	-	-	17,777
-	-	-	-	370,822
			Less Activity Fund Exhibit B-1	4,577
				\$ 366,245

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b>Governmental Activities</b>
<b>ASSETS</b>	
Cash and cash equivalents	91,242
Receivables	
Due from other governments	97,587
Prepaid expenses	11,428
Total current assets	200,257
Capital assets	
Furniture, fixtures and equipment	48,545
Less: accumulated depreciation	(13,223)
Total noncurrent assets	35,322
Total assets	\$ 235,579
<b>LIABILITIES AND NET ASSETS</b>	
Accrued salaries	93,217
Deferred revenue	9,083
Total current liabilities	102,300
Total liabilities	102,300
Invested in capital assets	35,322
Restricted	15,528
Unrestricted	82,429
Total net assets	133,279
Total liabilities and net assets	\$ 235,579

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, 2012

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	1,027,679	5,015	211,036	-	\$ (811,628)
Support services:					
Students	139,217	-	-	-	(139,217)
Instruction	45,771	-	-	-	(45,771)
General Administration	34,547	-	-	-	(34,547)
School Administration	336,916	-	-	-	(336,916)
Central Services	63,773	-	-	-	(63,773)
Operation & Maintenance of Plant	134,404	-	-	-	(134,404)
Food Services Operation	52,906	-	42,567	-	(10,339)
Facilities Materials, Supplies & Other Services	118,509	-	-	118,509	-
<b>Total governmental activities</b>	<b>\$ 1,953,722</b>	<b>\$ 5,015</b>	<b>\$ 253,603</b>	<b>\$ 118,509</b>	<b>(1,576,595)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee	1,624,667	
			Miscellaneous	10,000	
			<b>Total general revenues</b>	<b>1,634,667</b>	
			Change in net assets	58,072	
			Net assets - beginning	75,207	
			Net assets - ending	<b>\$ 133,279</b>	

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 78,059	\$ 11	\$ 3,224	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	37,026	20,527
Due from other funds	98,030	-	-	-	-
Prepaid Expenses	11,428	-	-	-	-
<i>Total assets</i>	<u>187,517</u>	<u>11</u>	<u>3,224</u>	<u>37,026</u>	<u>20,527</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	93,217	-	-	-	-
Due to other funds	-	-	-	37,026	20,527
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>93,217</u>	<u>-</u>	<u>-</u>	<u>37,026</u>	<u>20,527</u>
<i>Fund balances</i>					
Nonspendable	11,428	-	-	-	-
Restricted	-	11	3,224	-	-
Assigned	9,339	-	-	-	-
Unassigned (deficit)	73,533	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>94,300</u>	<u>11</u>	<u>3,224</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 187,517</u>	<u>\$ 11</u>	<u>\$ 3,224</u>	<u>\$ 37,026</u>	<u>\$ 20,527</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	Federal Charter School Planning 24146	Teacher Principal Training 24154	Medicaid 25152	Education Job Fund 25255	2010 Library GO Bond 27106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ -	\$ 865	\$ -	\$ -
Accounts receivable					
Due from other governments	890	4,928	-	-	2,059
Due from other funds	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-
<i>Total assets</i>	<u>890</u>	<u>4,928</u>	<u>865</u>	<u>-</u>	<u>2,059</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accrued expenses	-	-	-	-	-
Due to other funds	890	4,928	-	-	2,059
Deferred revenue - other	-	-	-	-	-
<i>Total liabilities</i>	<u>890</u>	<u>4,928</u>	<u>-</u>	<u>-</u>	<u>2,059</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	-
Restricted	-	-	865	-	-
Assigned	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>865</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 890</u>	<u>\$ 4,928</u>	<u>\$ 865</u>	<u>\$ -</u>	<u>\$ 2,059</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	2010 GOB Instructional Materials 27171	Private Dir Grants 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash	\$ -	-	\$ 9,083	\$ -	\$ -	\$ 91,242
Accounts receivable						
Due from other governments	-	-	-	28,784	3,373	97,587
Due from other funds	-	-	-	-	-	98,030
Prepaid Expenses	-	-	-	-	-	11,428
<i>Total assets</i>	<u>-</u>	<u>-</u>	<u>9,083</u>	<u>28,784</u>	<u>3,373</u>	<u>298,287</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accrued expenses	-	-	-	-	-	93,217
Due to other funds	443	-	-	28,784	3,373	98,030
Deferred revenue - other	-	-	9,083	-	-	9,083
<i>Total liabilities</i>	<u>443</u>	<u>-</u>	<u>9,083</u>	<u>28,784</u>	<u>3,373</u>	<u>200,330</u>
<i>Fund balances</i>						
Nonspendable	-	-	-	-	-	11,428
Restricted	-	-	-	-	-	4,100
Assigned	-	-	-	-	-	9,339
Unassigned (deficit)	(443)	-	-	-	-	73,090
<i>Total fund balance (deficit)</i>	<u>(443)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>97,957</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,083</u>	<u>\$ 28,784</u>	<u>\$ 3,373</u>	<u>\$ 298,287</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 97,957
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>35,322</u>
Net Assets-total Governmental Activities	<u>\$ 133,279</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Local and county grant	\$ 5,015	\$ -	\$ -	\$ -	\$ -
State grant	1,624,667	44,038	-	-	-
Federal grant	-	-	42,567	74,136	31,800
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>1,629,682</u>	<u>44,038</u>	<u>42,567</u>	<u>74,136</u>	<u>31,800</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	896,289	4,395	-	68,894	-
Support Services					
Students	105,358	-	-	-	31,800
Instruction	45,771	-	-	-	-
General Administration	33,667	-	-	-	-
School Administration	336,916	-	-	-	-
Central Services	63,773	-	-	-	-
Operation & Maintenance of Plant	144,666	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	43,306	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>1,626,440</u>	<u>4,395</u>	<u>43,306</u>	<u>68,894</u>	<u>31,800</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>3,242</u>	<u>39,643</u>	<u>(739)</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>3,242</u>	<u>39,643</u>	<u>(739)</u>	<u>5,242</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>91,058</u>	<u>(39,632)</u>	<u>3,963</u>	<u>(5,242)</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 94,300</u>	<u>\$ 11</u>	<u>\$ 3,224</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	Federal Charter School Planning 24146	Teacher Principal Training 24154	Medicaid 25152	Education Job Fund 25255	2010 Library GO Bond 27106
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	-	2,059
Federal grant	34,716	7,892	865	613	-
Miscellaneous income	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>34,716</u>	<u>7,892</u>	<u>865</u>	<u>613</u>	<u>2,059</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	34,716	7,892	-	613	-
Support Services					
Students	-	-	-	-	2,059
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>34,716</u>	<u>7,892</u>	<u>-</u>	<u>613</u>	<u>2,059</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>865</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>-</u>	<u>-</u>	<u>865</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 865</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
TIERRA ADENTRO  
STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	2010 GOB Instructional Materials 27171	Private Dir Grant 29102	McCune Charitable Foundation 29114	Public Schools Capital Outlay 31200	SB-9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county grant	\$ -	\$ 10,000	\$ -	\$ -	\$ -	\$ 15,015
State grant	-	-	14,917	115,136	3,373	1,804,190
Federal grant	-	-	-	-	-	192,589
Miscellaneous income	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,000</u>	<u>14,917</u>	<u>115,136</u>	<u>3,373</u>	<u>2,011,794</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	443	-	14,437	-	-	1,027,679
Support Services						
Students	-	-	-	-	-	139,217
Instruction	-	-	-	-	-	45,771
General Administration	-	400	480	-	-	34,547
School Administration	-	-	-	-	-	336,916
Central Services	-	-	-	-	-	63,773
Operation & Maintenance of Plant	-	-	-	-	-	144,666
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	9,600	-	-	-	52,906
Capital outlay	-	-	-	115,136	3,373	118,509
<i>Total expenditures</i>	<u>443</u>	<u>10,000</u>	<u>14,917</u>	<u>115,136</u>	<u>3,373</u>	<u>1,963,984</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(443)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,810</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>(443)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,810</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,147</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (443)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 97,957</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**

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, 2012

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 47,810
<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 capital outlay exceeds depreciation for the period.</p>	
Depreciation expense	(7,104)
Capital Outlays	<u>17,366</u>
Change in Net Assets-total Governmental Activities	<u><u>\$ 58,072</u></u>

**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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 5,015	\$ 5,015
State grants	1,554,912	1,624,667	1,624,667	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>1,554,912</u>	<u>1,624,667</u>	<u>1,629,682</u>	<u>5,015</u>
<i>Expenditures:</i>				
Current:				
Instruction	924,265	949,265	896,289	52,976
Support Services				
Students	194,058	192,777	105,358	87,419
Instruction	-	-	45,771	(45,771)
General Administration	32,000	32,000	33,667	(1,667)
School Administration	221,389	287,055	336,916	(49,861)
Central Services	118,200	118,200	63,773	54,427
Operation & Maintenance of Plant	125,000	125,000	144,666	(19,666)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,614,912</u>	<u>1,704,297</u>	<u>1,626,440</u>	<u>77,857</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(60,000)</u>	<u>(79,630)</u>	<u>3,242</u>	<u>82,872</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	60,000	79,630	-	(79,630)
<i>Total other financing sources (uses)</i>	<u>60,000</u>	<u>79,630</u>	<u>-</u>	<u>(79,630)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,242</u>	<u>3,242</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>79,630</u>	<u>79,630</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 82,872</u>	<u>\$ 82,872</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 3,242</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, 2012**

	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>	-	-	-	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	4,406	4,395	11
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>	-	4,406	4,395	11
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	(4,406)	(4,395)	11
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	4,406	-	(4,406)
<i>Total other financing sources (uses)</i>	-	4,406	-	(4,406)
<i>Net changes in fund balances</i>	-	-	(4,395)	(4,395)
<i>Cash or fund balance, beginning of year</i>	-	-	4,406	4,406
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 11	\$ 11
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			44,038	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 39,643</b>	

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	8,000	41,550	42,567	1,017
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>8,000</u>	<u>41,550</u>	<u>42,567</u>	<u>1,017</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	8,000	48,810	46,603	2,207
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>8,000</u>	<u>48,810</u>	<u>46,603</u>	<u>2,207</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(7,260)</u>	<u>(4,036)</u>	<u>3,224</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	7,260	-	(7,260)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>7,260</u>	<u>-</u>	<u>(7,260)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(4,036)</u>	<u>(4,036)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>7,260</u>	<u>7,260</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,224</u>	<u>\$ 3,224</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			-	
Adjustments to revenues			-	
Adjustments to expenditures			<u>3,297</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (739)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**

Exhibit C-4

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	50,900	68,894	44,044	(24,850)
Interest	-	-	-	-
<i>Total revenues</i>	<u>50,900</u>	<u>68,894</u>	<u>44,044</u>	<u>(24,850)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	50,900	68,894	68,894	-
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>50,900</u>	<u>68,894</u>	<u>68,894</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(24,850)</u>	<u>(24,850)</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>(24,850)</u>	<u>(24,850)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(12,176)</u>	<u>(12,176)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,026)</u>	<u>\$ (37,026)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			30,092	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	31,800	22,796	(9,004)
Interest	-	-	-	-
<i>Total revenues</i>	-	31,800	22,796	(9,004)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	31,800	31,800	-
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>	-	31,800	31,800	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(9,004)	(9,004)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(9,004)	(9,004)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(11,523)	(11,523)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (20,527)	\$ (20,527)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			9,004	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

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, 2012**

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	34,716	34,716	33,826	(890)
Interest	-	-	-	-
<i>Total revenues</i>	<u>34,716</u>	<u>34,716</u>	<u>33,826</u>	<u>(890)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	34,716	34,716	34,716	-
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>34,716</u>	<u>34,716</u>	<u>34,716</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(890)</u>	<u>(890)</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>(890)</u>	<u>(890)</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>\$ (890)</u>	<u>\$ (890)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			890	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

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	6,440	7,892	10,913	3,021
Interest	-	-	-	-
<i>Total revenues</i>	<u>6,440</u>	<u>7,892</u>	<u>10,913</u>	<u>3,021</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	6,440	7,892	7,892	-
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>6,440</u>	<u>7,892</u>	<u>7,892</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,021</u>	<u>3,021</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>3,021</u>	<u>3,021</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(7,949)</u>	<u>(7,949)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,928)</u>	<u>\$ (4,928)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(3,021)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**MEDICAID**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	865	865
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>865</u>	<u>865</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>865</u>	<u>865</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>865</u>	<u>865</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>\$ 865</u>	<u>\$ 865</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 865</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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	613	613	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>613</u>	<u>613</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	613	613	-
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>613</u>	<u>613</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**2010 LIBRARY GO BONDS**

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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	-	\$ -
State grants	2,134	2,134	-	(2,134)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,134</u>	<u>2,134</u>	<u>-</u>	<u>(2,134)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	2,134	2,134	2,059	75
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>2,134</u>	<u>2,134</u>	<u>2,059</u>	<u>75</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,059)</u>	<u>(2,059)</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>(2,059)</u>	<u>(2,059)</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>\$ (2,059)</u>	<u>\$ (2,059)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,059	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**2010 GOB INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	7,559	-	(7,559)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>7,559</u>	<u>-</u>	<u>(7,559)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	7,559	443	7,116
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>7,559</u>	<u>443</u>	<u>7,116</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(443)</u>	<u>(443)</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>(443)</u>	<u>(443)</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>\$ (443)</u>	<u>\$ (443)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (443)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**PRIVATE DIRECT GRANT**

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 10,000	\$ 10,000	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	400	400	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	9,600	9,600	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>10,000</u>	<u>10,000</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	-	-	-	-
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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**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, 2012**

	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	-	23,520	14,437	9,083
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	480	480	-
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>24,000</u>	<u>14,917</u>	<u>9,083</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(12,000)</u>	<u>(2,917)</u>	<u>9,083</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	12,000	-	(12,000)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>12,000</u>	<u>-</u>	<u>(12,000)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,917)</u>	<u>(2,917)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>12,000</u>	<u>12,000</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,083</u>	<u>\$ 9,083</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,917	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012**

Exhibit C-14

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	115,136	86,352	(28,784)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	115,136	86,352	(28,784)
<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	-	115,136	115,136	-
<i>Total expenditures</i>	-	115,136	115,136	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(28,784)	(28,784)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(28,784)	(28,784)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (28,784)	\$ (28,784)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			28,784	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**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, 2012**

Exhibit C-15

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	3,373	-	(3,373)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>3,373</u>	<u>-</u>	<u>(3,373)</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	-	3,373	3,373	-
<i>Total expenditures</i>	<u>-</u>	<u>3,373</u>	<u>3,373</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,373)</u>	<u>(3,373)</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,373)</u>	<u>(3,373)</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>\$ (3,373)</u>	<u>\$ (3,373)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			3,373	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 6,908</u>
<i>Total assets</i>	<u><u>6,908</u></u>
 <b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>6,908</u>
<i>Total liabilities</i>	<u><u>\$ 6,908</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, 2012**

Exhibit D-2

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	<u>5,058</u>	<u>21,710</u>	<u>19,860</u>	<u>\$ 6,908</u>
<b>Total assets</b>	<u><u>\$ 5,058</u></u>	<u><u>\$ 21,710</u></u>	<u><u>\$ 19,860</u></u>	<u><u>\$ 6,908</u></u>
 <b>LIABILITIES</b>				
Deposits held for others	<u>\$ 5,058</u>	<u>21,710</u>	<u>19,860</u>	<u>\$ 6,908</u>
<b>Total liabilities</b>	<u><u>\$ 5,058</u></u>	<u><u>\$ 21,710</u></u>	<u><u>\$ 19,860</u></u>	<u><u>\$ 6,908</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	Wells Fargo
Checking - Operational	\$ 110,366
Total On Deposit	110,366
Reconciling Items	<u>(12,216)</u>
Reconciled Balance June 30, 2012	<u>\$ 98,150</u>
Less Agency Funds	6,908
Total Cash	<u>\$ 91,242</u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

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, 2011	\$ 91,058	* \$ (39,632)	* \$ 3,963	* \$ 5,058	\$ (5,242) *
Add:					
2011-12 revenues	1,629,682	-	42,567	21,709.00	111,577
Total cash available	1,720,740	(39,632)	46,530	26,767	106,335
Less:					
2011-12 expenditures	(1,626,436)	(4,395)	(46,603)	(19,859)	(143,300)
Receivables/Payables	(11,428)	44,038	3,297	-	(26,406)
Cash, June 30, 2012	82,876	11	3,224	6,908	(63,371)
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(4,817)	-	-	-	63,371
Cash per Books	78,059	11	3,224	6,908	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	11,424	-	-	-	63,371
Fund Balance, Modified Accrual Bas	94,300	11	3,224	6,908	-

Agrees to PY Audited fund balance

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Account 25000	State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	Capital Improv SB9 31700	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,205
<u>1,478</u>	<u>-</u>	<u>22,000</u>	<u>86,352</u>	<u>-</u>	<u>1,915,365</u>
1,478	-	22,000	86,352	-	1,970,570
(613)	(2,502)	(24,917)	(115,136)	(3,373)	(1,987,134)
<u>-</u>	<u>-</u>	<u>12,000</u>	<u>-</u>	<u>-</u>	<u>21,501</u>
<u>865</u>	<u>(2,502)</u>	<u>9,083</u>	<u>(28,784)</u>	<u>(3,373)</u>	<u>4,937</u>
-	2,502	-	28,784	3,373	93,213
<u>865</u>	<u>-</u>	<u>9,083</u>	<u>-</u>	<u>-</u>	<u>\$ 98,150</u>
				Less Activity Fund	<u>\$ 6,908</u>
				Exhibit B-1	<u>\$ 91,242</u>
-	2,059	(9,083)	28,784	3,373	99,928
<u>865</u>	<u>(443)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>104,865</u>
				Less Activity Fund	<u>6,908</u>
				Exhibit B-1	<u>\$ 97,957</u>

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, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	44,556
Receivables	
Due from other governments	8,334
Total current assets	<u>52,890</u>
Capital assets	
Furniture, fixtures and equipment	23,881
Less: accumulated depreciation	<u>(19,002)</u>
Total noncurrent assets	<u>4,879</u>
Total assets	<u><u>\$ 57,769</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	512
Due to government	6,148
Accrued salaries	4,463
Total current liabilities	<u>11,123</u>
Total liabilities	<u>11,123</u>
Invested in capital assets	4,879
Restricted	7,159
Unrestricted	<u>34,608</u>
Total net assets	<u>46,646</u>
Total liabilities and net assets	<u><u>\$ 57,769</u></u>

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, 2012

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	\$ 248,789	\$ 234	\$ 25,583	\$ -	\$ (222,972)
Support services:					
Students	39,012	-	-	-	(39,012)
Instruction	-	-	-	-	-
General Administration	41,678	-	-	-	(41,678)
School Administration	124,509	-	-	-	(124,509)
Central Services	54,887	-	-	-	(54,887)
Operation & Maintenance of Plant	33,546	-	-	-	(33,546)
Operation of Non-Instructional Service	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	20,405	-	16,387	-	(4,018)
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	32,788	-	-	32,788	-
Total governmental activities	<u>\$ 595,614</u>	<u>\$ 234</u>	<u>\$ 41,970</u>	<u>\$ 32,788</u>	<u>(520,622)</u>
			<b>General Revenues:</b>		
			State Equalization Guarantee	429,265	
			Miscellaneous	2,922	
			Total general revenues	432,187	
			Change in net assets	(88,435)	
			Net assets - beginning	135,081	
			Net assets - ending	\$ 46,646	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 4)

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ 31,168	\$ 331	\$ 6,404	\$ -
Accounts receivable				
Due from other governments	-	-	-	4,365
Due from other funds	9,731	-	-	-
	<u>40,899</u>	<u>331</u>	<u>6,404</u>	<u>4,365</u>
<i>Total assets</i>				
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	512	-	-	-
Accrued expenses	3,775	-	-	607
Due to government	-	-	-	-
Due to other funds	-	-	-	3,758
	<u>4,287</u>	<u>-</u>	<u>-</u>	<u>4,365</u>
<i>Total liabilities</i>				
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	331	6,404	-
Assigned	36,612	-	-	-
Unassigned (deficit)	-	-	-	-
	<u>36,612</u>	<u>331</u>	<u>6,404</u>	<u>-</u>
<i>Total fund balance (deficit)</i>				
	<u>\$ 40,899</u>	<u>\$ 331</u>	<u>\$ 6,404</u>	<u>\$ 4,365</u>
<i>Total liabilities and fund balance</i>				

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Indian Ed Title VII 24155	Indian Aid Impact 25147	Education Job Fund 25255
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ -	\$ 5	\$ 500	\$ -
Accounts receivable					
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
<i>Total assets</i>	<u>-</u>	<u>-</u>	<u>5</u>	<u>500</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	-
Accrued expenses	-	-	5	76	-
Due to government	-	-	-	-	-
Due to other funds	2,004	-	-	-	-
<i>Total liabilities</i>	<u>2,004</u>	<u>-</u>	<u>5</u>	<u>76</u>	<u>-</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	424	-
Assigned	-	-	-	-	-
Unassigned (deficit)	(2,004)	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>(2,004)</u>	<u>-</u>	<u>-</u>	<u>424</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 500</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 4)

	2010 Library GO Bond 27106	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	SB 9 Capital Improvement 31700	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ -	\$ 6,148	\$ -	\$ -	\$ 44,556
Accounts receivable					
Due from other governments	1,982	-	-	1,987	8,334
Due from other funds	-	-	-	-	9,731
<i>Total assets</i>	<u>1,982</u>	<u>6,148</u>	<u>-</u>	<u>1,987</u>	<u>62,621</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	512
Accrued expenses	-	-	-	-	4,463
Due to government	-	6,148	-	-	6,148
Due to other funds	1,982	-	-	1,987	9,731
<i>Total liabilities</i>	<u>1,982</u>	<u>6,148</u>	<u>-</u>	<u>1,987</u>	<u>20,854</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	-	-	-	7,159
Assigned	-	-	-	-	36,612
Unassigned (deficit)	-	-	-	-	(2,004)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,767</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,982</u>	<u>\$ 6,148</u>	<u>\$ -</u>	<u>\$ 1,987</u>	<u>\$ 62,621</u>

The accompanying notes are an integral part of these financial statements

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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 41,767
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>4,879</u>
Net Assets-total Governmental Activities	<u><u>\$ 46,646</u></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, 2012**

	Operational 11000	Instructional Support 14000	Food Services 21000	Title I IASA 24101
<i>Revenues:</i>				
Local and county grant	\$ 234	\$ -	\$ -	\$ -
State grant	429,265	1,672	-	-
Federal grant	-	-	16,387	10,656
Miscellaneous income	2,922	-	-	-
<i>Total revenues</i>	<u>432,421</u>	<u>1,672</u>	<u>16,387</u>	<u>10,656</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	224,190	1,665	-	10,656
Support Services				
Students	29,971	-	-	-
Instruction	-	-	-	-
General Administration	41,678	-	-	-
School Administration	123,816	-	-	-
Central Services	54,887	-	-	-
Operation & Maintenance of Plant	33,546	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	147	-	20,258	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>508,235</u>	<u>1,665</u>	<u>20,258</u>	<u>10,656</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(75,814)</u>	<u>7</u>	<u>(3,871)</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>(75,814)</u>	<u>7</u>	<u>(3,871)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>112,426</u>	<u>324</u>	<u>10,275</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 36,612</u>	<u>\$ 331</u>	<u>\$ 6,404</u>	<u>\$ -</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 2 of 4)

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	IDEA-B Entitlement 24106	IDEA B Risk Pool 24120	Indian Ed TitleVII 24155	Impact Aid Indian 25147	Education Job Fund 25255
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ -
State grant	-	-	-	-	-
Federal grant	6,974	63	4,000	-	236
Miscellaneous income	-	-	-	-	-
<i>Total revenues</i>	<u>6,974</u>	<u>63</u>	<u>4,000</u>	<u>-</u>	<u>236</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	-	4,000	6,060	236
Support Services					
Students	8,978	63	-	-	-
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>8,978</u>	<u>63</u>	<u>4,000</u>	<u>6,060</u>	<u>236</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(2,004)</u>	<u>-</u>	<u>-</u>	<u>(6,060)</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>(2,004)</u>	<u>-</u>	<u>-</u>	<u>(6,060)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,484</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ (2,004)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 424</u>	<u>\$ -</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 3 of 4)

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	2010 Library GO Bond 27106	Beginning Teacher Mentoring 27154	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>					
Local and county grant	\$ -	\$ -	\$ -	\$ -	\$ 234
State grant	1,982	-	30,801	1,987	465,707
Federal grant	-	-	-	-	38,316
Miscellaneous income	-	-	-	-	2,922
<i>Total revenues</i>	<u>1,982</u>	<u>-</u>	<u>30,801</u>	<u>1,987</u>	<u>507,179</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	1,982	-	-	-	248,789
Support Services					
Students	-	-	-	-	39,012
Instruction	-	-	-	-	-
General Administration	-	-	-	-	41,678
School Administration	-	-	-	-	123,816
Central Services	-	-	-	-	54,887
Operation & Maintenance of Plant	-	-	-	-	33,546
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	20,405
Capital outlay	-	-	30,801	1,987	32,788
<i>Total expenditures</i>	<u>1,982</u>	<u>-</u>	<u>30,801</u>	<u>1,987</u>	<u>594,921</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(87,742)</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(87,742)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,509</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 41,767</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 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, 2012

	Governmental Funds		
Amounts reported for governmental activities in the statement of activities are different because:			
Net change in fund balances - total governmental funds	\$ (87,742)		
<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	<table style="margin-left: auto; margin-right: auto;"> <tr><td style="text-align: right;">(693)</td></tr> <tr><td style="text-align: right;"><u>(693)</u></td></tr> </table>	(693)	<u>(693)</u>
(693)			
<u>(693)</u>			
Change in Net Assets-total Governmental Activities	<table style="margin-left: auto; margin-right: auto;"> <tr><td style="text-align: right;">\$ (88,435)</td></tr> <tr><td style="text-align: right;"><u><u>(88,435)</u></u></td></tr> </table>	\$ (88,435)	<u><u>(88,435)</u></u>
\$ (88,435)			
<u><u>(88,435)</u></u>			

**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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ 3,502	\$ 3,502	\$ 234	\$ (3,268)
State grants	497,484	429,265	429,265	-
Federal grants	-	-	-	-
Miscellaneous	-	-	2,922	2,922
<i>Total revenues</i>	<u>500,986</u>	<u>432,767</u>	<u>432,421</u>	<u>(346)</u>
<i>Expenditures:</i>				
Current:				
Instruction	278,745	242,759	224,190	18,569
Support Services				
Students	56,500	44,500	29,971	14,529
Instruction	-	-	-	-
General Administration	41,200	42,021	41,678	343
School Administration	126,500	124,582	123,816	766
Central Services	64,995	54,900	54,887	13
Operation & Maintenance of Plant	36,998	33,931	33,546	385
Student Transportation	1,500	1,500	-	1,500
Other Support Services	-	-	-	-
Food Services Operations	1,000	1,000	147	853
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>607,438</u>	<u>545,193</u>	<u>508,235</u>	<u>36,958</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(106,452)</u>	<u>(112,426)</u>	<u>(75,814)</u>	<u>36,612</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	106,452	112,426	-	(112,426)
<i>Total other financing sources (uses)</i>	<u>106,452</u>	<u>112,426</u>	<u>-</u>	<u>(112,426)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(75,814)</u>	<u>(75,814)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>112,426</u>	<u>112,426</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 36,612</u>	<u>\$ 36,612</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (75,814)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	844	844	1,126	282
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>844</u>	<u>844</u>	<u>1,126</u>	<u>282</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,665	1,665	1,665	-
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>1,665</u>	<u>1,665</u>	<u>1,665</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(821)</u>	<u>(821)</u>	<u>(539)</u>	<u>282</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	821	821	-	(821)
<i>Total other financing sources (uses)</i>	<u>821</u>	<u>821</u>	<u>-</u>	<u>(821)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(539)</u>	<u>(539)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>870</u>	<u>870</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 331</u>	<u>\$ 331</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			546	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 7</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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	12,184	16,387	4,203
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,184</u>	<u>16,387</u>	<u>4,203</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	11,329	23,513	20,258	3,255
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>11,329</u>	<u>23,513</u>	<u>20,258</u>	<u>3,255</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(11,329)</u>	<u>(11,329)</u>	<u>(3,871)</u>	<u>7,458</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	11,329	11,329	-	(11,329)
<i>Total other financing sources (uses)</i>	<u>11,329</u>	<u>11,329</u>	<u>-</u>	<u>(11,329)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,871)</u>	<u>(3,871)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,275</u>	<u>10,275</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,404</u>	<u>\$ 6,404</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,871)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**

Exhibit C-4

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	11,246	10,662	7,056	(3,606)
Interest	-	-	-	-
<i>Total revenues</i>	<u>11,246</u>	<u>10,662</u>	<u>7,056</u>	<u>(3,606)</u>
<i>Expenditures:</i>				
Current:				
Instruction	11,246	10,662	10,656	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>11,246</u>	<u>10,662</u>	<u>10,656</u>	<u>6</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,600)</u>	<u>(3,600)</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>(3,600)</u>	<u>(3,600)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(765)</u>	<u>(765)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,365)</u>	<u>\$ (4,365)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			3,600	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	8,978	8,978	82	(8,896)
Interest	-	-	-	-
<i>Total revenues</i>	<u>8,978</u>	<u>8,978</u>	<u>82</u>	<u>(8,896)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	8,978	8,978	8,978	-
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>8,978</u>	<u>8,978</u>	<u>8,978</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,896)</u>	<u>(8,896)</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>(8,896)</u>	<u>(8,896)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,892</u>	<u>6,892</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,004)</u>	<u>\$ (2,004)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			6,892	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (2,004)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**IDEA B RISK POOL**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	63	463	400
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>63</u>	<u>463</u>	<u>400</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	63	63	-
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>63</u>	<u>63</u>	<u>-</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(400)</u>	<u>(400)</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			(400)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<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**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	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	-	-	-	-
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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**INDIAN AID IMPACT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	7,812	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,812</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,812	7,812	6,060	1,752
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>7,812</u>	<u>7,812</u>	<u>6,060</u>	<u>1,752</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(7,812)</u>	<u>(6,060)</u>	<u>1,752</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	7,812	-	(7,812)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>7,812</u>	<u>-</u>	<u>(7,812)</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,060)</u>	<u>(6,060)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,484</u>	<u>6,484</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 424</u>	<u>\$ 424</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (6,060)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	236	236	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>236</u>	<u>236</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	236	236	-
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>236</u>	<u>236</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**VILLAGE ACADEMY**  
**2010 LIBRARY GO BOND**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	2,032	2,032	-	(2,032)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,032</u>	<u>2,032</u>	<u>-</u>	<u>(2,032)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,032	2,032	1,982	50
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>2,032</u>	<u>2,032</u>	<u>1,982</u>	<u>50</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,982)</u>	<u>(1,982)</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>(1,982)</u>	<u>(1,982)</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>\$ (1,982)</u>	<u>\$ (1,982)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,982	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	30,801	30,801	-
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>30,801</u>	<u>30,801</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	-	30,801	30,801	-
<i>Total expenditures</i>	<u>-</u>	<u>30,801</u>	<u>30,801</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	1,370	2,291	1,229	(1,062)
Federal grants	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,370</u>	<u>2,291</u>	<u>1,229</u>	<u>(1,062)</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	1,370	2,291	1,987	304
<i>Total expenditures</i>	<u>1,370</u>	<u>2,291</u>	<u>1,987</u>	<u>304</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	-	-	-	-
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>(758)</u>	<u>(758)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,229)</u>	<u>(1,229)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,987)</u>	<u>\$ (1,987)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,987	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

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, 2012

Exhibit D-1

	<u>Total Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	<u>\$ 1,936</u>
<i>Total assets</i>	<u><u>1,936</u></u>
<b>LIABILITIES</b>	
<i>Current Liabilities</i>	
Deposits held in trust for others	<u>1,936</u>
<i>Total liabilities</i>	<u><u>\$ 1,936</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, 2012**

Exhibit D-2

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in bank	\$ 2,213	1,092	1,369	\$ 1,936
<b>Total assets</b>	<b>\$ 2,213</b>	<b>\$ 1,092</b>	<b>\$ 1,369</b>	<b>\$ 1,936</b>
<b>LIABILITIES</b>				
Deposits held for others	\$ 2,213	1,092	1,369	\$ 1,936
<b>Total liabilities</b>	<b>\$ 2,213</b>	<b>\$ 1,092</b>	<b>\$ 1,369</b>	<b>\$ 1,936</b>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 VILLAGE ACADEMY  
 SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
 JUNE 30, 2012

Schedule II

Bank Account Type	US Bank
Checking - Operational	\$ 61,901
<hr style="border: 0.5px solid black;"/>	
Total On Deposit	61,901
Reconciling Items	<u>(17,345)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 44,556</u></u>
Checking-Agency Fund	<u><u>\$ 1,936</u></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, 2012

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000	Federal Direct Account 25000
Cash, June 30, 2011	\$ 112,455	\$ 870	\$ 10,275	\$ 6,894 *	\$ 6,895 *
Add:					
2011-12 revenues	432,422	1,126	16,387	17,332	236
Loans from other funds	<u>2,411</u>	<u>-</u>	<u>-</u>	<u>1,165</u>	<u>-</u>
Total cash available	547,288	1,996	26,662	25,391	7,131
Less:					
2011-12 expenditures	(507,867)	(1,665)	(20,258)	(23,703)	(6,296)
Loans to other funds	(9,730)	-	-	(1,165)	-
Receivables/Payables	<u>1,477</u>	<u>-</u>	<u>-</u>	<u>(518)</u>	<u>(335)</u>
Cash, June 30, 2012	<u>31,168</u>	<u>331</u>	<u>6,404</u>	<u>5</u>	<u>500</u>
Fund Balance Reconciliation to GAAP Basis:					
Audit reclassifications to cash	-	-	-	-	-
Cash per Books	<u>31,168</u>	<u>331</u>	<u>6,404</u>	<u>5</u>	<u>500</u>
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	5,444	-	-	(5)	(76)
Fund Balance, Modified Accrual Basis	<u>36,612</u>	<u>331</u>	<u>6,404</u>	<u>(2,004)</u>	<u>424</u>

\*Beginning balances do not agree to the prior year audited financial statements. Net difference is zero.

State Flow Through Fund 27000	Capital Outlay 31200	SB 9 Capital Improvement 31700	Total
\$ 6,148	\$ -	\$ -	\$ 143,537
-	30,801	-	498,304
-	-	1,229	4,805
6,148	30,801	1,229	646,646
(1,982)	(30,801)	(1,986)	(594,558)
1,982	-	757	(8,156)
-	-	-	624
6,148	-	-	44,556
-	-	-	-
6,148	-	-	\$ 44,556
(6,148)	-	-	(785)
-	-	-	41,767



**STATE OF NEW MEXICO PUBLIC  
EDUCATION DEPARTMENT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2012**

**VOLUME VIII**

**MOSS-ADAMS<sub>LLP</sub>**

Certified Public Accountants | Business Consultants

*Acumen. Agility. Answers.*

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CORAL COMMUNITY SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 12,885
Accounts receivables	8,108
Total current assets	<u>20,993</u>
Total assets	<u><u>\$ 20,993</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	<u>\$ 20,601</u>
Total current liabilities	<u>20,601</u>
Total liabilities	<u>20,601</u>
Restricted	292
Unrestricted	<u>100</u>
Total net assets	<u>392</u>
Total liabilities and net assets	<u><u>\$ 20,993</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CORAL COMMUNITY SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 1,500	\$ -	\$ 38,131	\$ -	\$ 36,631
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	36,339	-	-	-	(36,339)
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Non-Instructional Support	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
<b>Total governmental activities</b>	<b>\$ 37,839</b>	<b>\$ -</b>	<b>\$ 38,131</b>	<b>\$ -</b>	<b>292</b>
			<b>General Revenues:</b>		
			Miscellaneous	100	
			Total general revenues	100	
			Change in net assets	392	
			Net assets - beginning	-	
			Net assets - ending	<u>\$ 392</u>	

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 CORAL COMMUNITY SCHOOL  
 BALANCE SHEET  
 GOVERNMENTAL FUNDS  
 JUNE 30, 2012

Exhibit B-1  
 (Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash	\$ 100	\$ 12,785	\$ 12,885
Accounts Receivables	-	8,108	8,108
<i>Total assets</i>	100	20,893	20,993
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	20,601	20,601
<i>Total liabilities</i>	-	20,601	20,601
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Restricted	-	292	292
Unrestricted	100	-	100
<i>Total fund balance</i>	100	292	392
<i>Total liabilities and fund balance</i>	\$ 100	\$ 20,893	\$ 20,993

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
CORAL COMMUNITY SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	<u>\$ 392</u>
Net Assets-total Governmental Activities	<u><u>\$ 392</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CORAL COMMUNITY SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	38,131	38,131
Miscellaneous income	100	-	100
<i>Total revenues</i>	<u>100</u>	<u>38,131</u>	<u>38,231</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	1,500	1,500
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	36,339	36,339
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>37,839</u>	<u>37,839</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>100</u>	<u>292</u>	<u>392</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>100</u>	<u>292</u>	<u>392</u>
<i>Fund balances - beginning of year</i>	-	-	-
<i>Fund balances - end of year</i>	<u>\$ 100</u>	<u>\$ 292</u>	<u>\$ 392</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
CORAL COMMUNITY 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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 392
Net Assets-total Governmental Activities	<u>\$ 392</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CORAL COMMUNITY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	100	100
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</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>100</u>	<u>100</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>100</u>	<u>100</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>\$ 100</u>	<u>\$ 100</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 100</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CORAL COMMUNITY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,407	30,023	(380,384)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	410,407	30,023	(380,384)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	265,721	-	265,721
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	21,751	-	21,751
Central Services	-	111,575	18,738	92,837
Operation & Maintenance of Plant	-	11,360	-	11,360
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	410,407	18,738	391,669
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	11,285	11,285
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	11,285	11,285
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 11,285	\$ 11,285
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			8,108	
Adjustments to expenditures			(19,101)	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 292</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
CORAL COMMUNITY SCHOOL  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Bank</u>
Checking - Operational	<u>\$ 16,093</u>
Total On Deposit	16,093
Reconciling Items	<u>(3,208)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 12,885</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**CORAL COMMUNITY SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<u>Operational Account 11000</u>	<u>Federal Projects Account 24000</u>	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>-</u>	<u>30,123</u>	<u>30,123</u>
Total cash available	-	30,123	30,123
Less:			
2011-12 expenditures	-	(18,738)	(18,738)
Accounts Payable	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2012	<u>-</u>	<u>11,385</u>	<u>11,385</u>
Fund Balance Reconciliation to GAAP Basis:			
Audit adjustments to cash	100	1,400	1,500
Cash per Books	<u>\$ 100</u>	<u>\$ 12,785</u>	<u>\$ 12,885</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	(100)	(11,093)	(11,193)
Fund Balance, Modified Accrual Basis	<u>\$ 100</u>	<u>\$ 292</u>	<u>\$ 392</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	7,088
Accounts receivables	201,829
Prepays	8,200
Total current assets	<u>217,117</u>
Noncurrent assets:	
Prepays	<u>7,600</u>
Total assets	<u><u>\$ 224,717</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	<u>70,690</u>
Total liabilities	<u>70,690</u>
Restricted for:	
Other	153,977
Unrestricted	<u>50</u>
Total net assets	<u>154,027</u>
Total liabilities and net assets	<u><u>\$ 224,717</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ESTANCIA VALLEY CLASSICAL ACADEMY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 7,530	\$ -	\$ 281,353	\$ -	\$ 273,823
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	30,712	-	-	-	(30,712)
School Administration	3,157	-	-	-	(3,157)
Central Services	56,884	-	-	-	(56,884)
Operation & Maintenance of Plant	29,093	-	-	-	(29,093)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Non-Instructional Support	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
Total governmental activities	\$ 127,376	\$ -	\$ 281,353	\$ -	153,977
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		50
			Total general revenues		50
			Change in net assets		154,027
			Net assets - beginning		-
			Net assets - ending		\$ 154,027

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 50	\$ 7,038	\$ 7,088
Accounts receivables	-	201,829	201,829
Prepaid expenses	-	8,200	8,200
<i>Total assets</i>	50	217,067	217,117
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	70,690	70,690
<i>Total liabilities</i>	-	70,690	70,690
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Nonspendable	-	8,200	8,200
Restricted	-	138,177	138,177
Unassigned	50	-	50
<i>Total fund balance</i>	50	146,377	146,427
<i>Total liabilities and fund balance</i>	\$ 50	\$ 217,067	\$ 217,117



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
ESTANCIA VALLEY CLASSICAL ACADEMY  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	\$ 146,427
Long term assets are not available to pay for current period expenditures and therefore deferred in the funds.	<u>7,600</u>
Net Assets-total Governmental Activities	<u>\$ 154,027</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ 50	\$ -	\$ 50
State grant	-	-	-
Federal grant	-	281,353	281,353
Miscellaneous income	-	-	-
<i>Total revenues</i>	<u>50</u>	<u>281,353</u>	<u>281,403</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	7,530	7,530
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	30,712	30,712
School Administration	-	3,157	3,157
Central Services	-	64,484	64,484
Operation & Maintenance of Plant	-	29,093	29,093
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>134,976</u>	<u>134,976</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>50</u>	<u>146,377</u>	<u>146,427</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>50</u>	<u>146,377</u>	<u>146,427</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 50</u>	<u>\$ 146,377</u>	<u>\$ 146,427</u>

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
ESTANCIA VALLEY CLASSICAL ACADEMY  
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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 146,427
Certain expenses in the governmental fund are deferred because they are not expended within the prescribed time period after year-end. However, the expenses are included on the accrual basis used in the government-wide statements.	<u>7,600</u>
Net Assets-total Governmental Activities	<u><u>\$ 154,027</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**OPERATIONAL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ 50	\$ 50
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>50</u>	<u>50</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>50</u>	<u>50</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</u>	<u>50</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>\$ 50</u>	<u>\$ 50</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 50</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,407	79,524	(330,883)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,407</u>	<u>79,524</u>	<u>(330,883)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	151,847	7,530	144,317
Support Services				
Students	-	-	-	-
Instruction	-	18,341	-	18,341
General Administration	-	57,082	22,051	35,031
School Administration	-	46,354	530	45,824
Central Services	-	66,333	37,575	28,758
Operation & Maintenance of Plant	-	70,450	4,800	65,650
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>410,407</u>	<u>72,486</u>	<u>337,921</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,038</u>	<u>7,038</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>7,038</u>	<u>7,038</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>\$ 7,038</u>	<u>\$ 7,038</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			201,829	
Adjustments to expenditures			<u>(62,490)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 146,377</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
ESTANCIA VALLEY CLASSICAL ACADEMY  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>US Bank</u>
Checking - Operational	<u>\$ 7,606</u>
Total On Deposit	7,606
Reconciling Items	<u>(518)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 7,088</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**ESTANCIA VALLEY CLASSICAL ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	Operational 11000	Federal Projects Account 24000	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	50	79,524	79,574
Total cash available	50	79,524	79,574
Less:			
2011-12 expenditures	-	(92,830)	(92,830)
Receivables/Payables	-	20,344	20,344
Cash, June 30, 2012	50	7,038	7,088
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	-	-
Cash per Books	50	7,038	\$ 7,088
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	-	141,600	141,600
Fund Balance, Modified Accrual Basis	50	148,638	148,688

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 59
Accounts receivable	20,276
Total current assets	<u>20,335</u>
Total assets	<u><u>\$ 20,335</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 5,604
Deferred revenue	14,701
Total current liabilities	<u>20,305</u>
Total liabilities	<u>20,305</u>
Unrestricted	<u>30</u>
Total net assets	<u>30</u>
Total liabilities and net assets	<u><u>\$ 20,335</u></u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA JICARITA COMMUNITY SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 30,000	\$ -	\$ 117,380	\$ -	\$ 87,380
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	9,409	-	-	-	(9,409)
School Administration	27,552	-	-	-	(27,552)
Central Services	48,137	-	-	-	(48,137)
Operation & Maintenance of Plant	2,282	-	-	-	(2,282)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
<b>Total governmental activities</b>	<b>\$ 117,380</b>	<b>\$ -</b>	<b>\$ 117,380</b>	<b>\$ -</b>	<b>-</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		30
			Total general revenues		30
			Change in net assets		30
			Net assets - beginning		-
			Net assets - ending		\$ 30

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash	\$ 30	\$ 29	\$ 59
Accounts receivable	-	20,276	20,276
<i>Total assets</i>	30	20,305	20,335
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	5,604	5,604
Deferred Revenue	-	14,701	14,701
<i>Total liabilities</i>	-	20,305	20,305
<i>Fund balances</i>			
Fund Balance:			
Unrestricted	30	-	30
<i>Total fund balance</i>	30	-	30
<i>Total liabilities and fund balance</i>	\$ 30	\$ 20,305	\$ 20,335

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

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	\$ <u>30</u>
Net Assets-total Governmental Activities	\$ <u><u>30</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	117,380	117,380
Miscellaneous income	30	-	30
<i>Total revenues</i>	<u>30</u>	<u>117,380</u>	<u>117,410</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	30,000	30,000
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	9,409	9,409
School Administration	-	27,552	27,552
Central Services	-	48,137	48,137
Operation & Maintenance of Plant	-	2,282	2,282
Student Transportation	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>117,380</u>	<u>117,380</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>30</u>	<u>-</u>	<u>30</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>30</u>	<u>-</u>	<u>30</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ 30</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA JICARITA COMMUNITY 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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$       30
Net Assets-total Governmental Activities	<u>\$       30</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**GENERAL 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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	30	\$ 30
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>30</u>	<u>30</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>30</u>	<u>30</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>30</u>	<u>30</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>\$ 30</u>	<u>\$ 30</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ 30</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,407	111,805	(298,602)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	410,407	111,805	(298,602)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	142,856	30,000	112,856
Support Services				
Students	-	2,940	-	2,940
Instruction	-	19,090	-	19,090
General Administration	-	9,450	9,409	41
School Administration	-	37,592	26,747	10,845
Central Services	-	94,792	43,338	51,454
Operation & Maintenance of Plant	-	103,687	2,282	101,405
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	410,407	111,776	298,631
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	29	29
<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	29
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 29	\$ 29
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,575	
Adjustments to expenditures			(5,604)	
<b>NET CHANGE IN FUND BALANCE</b>			\$ -	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
LA JICARITA COMMUNITY SCHOOL  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Centinnet Bank of Taos</u>
Checking - Operational	<u>\$ 18,631</u>
Total On Deposit	18,631
Reconciling Items	<u>(18,572)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 59</u></u>

The accompanying notes are an integral part of these financial statements.



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA JICARITA COMMUNITY SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	Operational Fund 11000	Federal Projects Account 24000	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	30	111,805	111,835
Total cash available	30	111,805	111,835
Less:			
2011-12 expenditures	-	(111,776)	(111,776)
Cash, June 30, 2012	30	29	59
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	-	-
Cash per Books	30	29	\$ 59
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	-	(29)	(29)
Fund Balance, Modified Accrual Basis	30	-	30

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

		<u><b>Governmental Activities</b></u>
<b>ASSETS</b>		
Cash and cash equivalents	\$	15,897
Receivables		
Due from other governments		28,611
Prepaid expenses		4,920
Total current assets		<u>49,428</u>
Total assets	\$	<u><u>49,428</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$	50,976
Accrued liabilities		13,150
Due to government		4,570
Total current liabilities		<u>68,696</u>
Total liabilities		<u>68,696</u>
Restricted		6,210
Unrestricted (deficit)		<u>(25,478)</u>
Total net assets (deficit)		<u>(19,268)</u>
Total liabilities and net assets	\$	<u><u>49,428</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 272,866	\$ -	\$ 46,010	\$ -	\$ (226,856)
Support services:					
Students	69,555	-	-	-	(69,555)
Instruction	-	-	-	-	-
General Administration	13,550	-	-	-	(13,550)
School Administration	166,659	-	-	-	(166,659)
Central Services	80,888	-	-	-	(80,888)
Operation & Maintenance of Plant	125,203	-	-	-	(125,203)
Operation of Non-Instructional Services	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	38,184	1,033	33,198	-	(3,953)
Community Services Operations	-	-	-	-	-
Facilities, Materials, Supplies & Other Services	46,201	-	-	46,201	-
Total governmental activities	\$ 813,106	\$ 1,033	\$ 79,208	\$ 46,201	(686,664)
			<b>General Revenues:</b>		
					653,829
					5,936
				Total general revenues	659,765
				Change in net assets	(26,899)
				Net assets - beginning	7,631
				Net assets - ending (deficit)	\$ (19,268)

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 3)

	General Fund 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 12,261	\$ 1,241	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments		-	-	25,651	2,960
Prepaid expenses	4,920	-	-	-	-
Due from other funds	29,553	-	-	-	-
	<u>\$ 46,734</u>	<u>\$ 1,241</u>	<u>\$ -</u>	<u>\$ 25,651</u>	<u>\$ 2,960</u>
<i>Total assets</i>					
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ 50,976	\$ -	\$ -	\$ -	\$ -
Accrued expenses	13,150	-	-	-	-
Due to government	-	-	-	2,175	-
Due to other funds	-	-	3,166	23,476	2,960
	<u>64,126</u>	<u>-</u>	<u>3,166</u>	<u>25,651</u>	<u>2,960</u>
<i>Total liabilities</i>					
<i>Fund balances</i>					
Nonspendable	4,920	-	-	-	-
Restricted	-	1,241	-	-	-
Unassigned (deficit)	(22,312)	-	(3,166)	-	-
	<u>(17,392)</u>	<u>1,241</u>	<u>(3,166)</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>					
	<u>\$ 46,734</u>	<u>\$ 1,241</u>	<u>\$ -</u>	<u>\$ 25,651</u>	<u>\$ 2,960</u>
<i>Total liabilities and fund balance</i>					

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 3)

	Federal Charter School Grant 24146	Title I Federal Stimulus 24201	Education Job Fund 25255	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 2,395	\$ -	\$ -	\$ -	\$ 15,897
Accounts receivable					
Due from other governments	-	-	-	-	28,611
Prepaid expenses	-	-	-	-	4,920
Due from other funds	-	49	-	-	29,602
<i>Total assets</i>	<u>\$ 2,395</u>	<u>\$ 49</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,030</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 50,976
Accrued expenses	-	-	-	-	13,150
Due to government	2,395	-	-	-	4,570
Due to other funds	-	-	-	-	29,602
<i>Total liabilities</i>	<u>2,395</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,298</u>
<i>Fund balances</i>					
Nonspendable	-	-	-	-	4,920
Restricted	-	49	-	-	1,290
Unassigned (deficit)	-	-	-	-	(25,478)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>49</u>	<u>-</u>	<u>-</u>	<u>(19,268)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 2,395</u>	<u>\$ 49</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,030</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 3 of 3)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds (deficit)	<u>\$ (19,268)</u>
Net Assets-total Governmental Activities (deficit)	<u><u>\$ (19,268)</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit B-2  
 (Page 1 of 3)

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	General Fund 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA-B Entitlement 24106
<i>Revenues:</i>					
Fees	\$ 5,936	\$ -	\$ 1,033	\$ -	\$ -
State sources	653,829	2,661	-	-	-
Federal sources	-	-	33,198	25,651	17,419
Interest	-	-	-	-	-
<i>Total revenues</i>	659,765	2,661	34,231	25,651	17,419
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	231,281	2,200	-	25,651	13,455
Support Services					
Students	65,591	-	-	-	3,964
Instruction	-	-	-	-	-
General Administration	13,550	-	-	-	-
School Administration	166,659	-	-	-	-
Central Services	80,888	-	-	-	-
Operation & Maintenance of Plant	125,203	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	19,430	-	18,754	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	702,602	2,200	18,754	25,651	17,419
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(42,837)	461	15,477	-	-
<i>Other financing sources (uses):</i>					
Operating transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-	-
<i>Net changes in fund balances</i>	(42,837)	461	15,477	-	-
<i>Fund balances - beginning of year (deficit)</i>	25,445	780	(18,643)	-	-
<i>Fund balances - end of year (deficit)</i>	\$ (17,392)	\$ 1,241	\$ (3,166)	\$ -	\$ -

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit B-2  
 (Page 2 of 3)

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	Federal Charter School Grant 24146	Title I Federal Stimulus 24201	Education Job Fund 25255	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Fees	\$ -	\$ -	\$ -	\$ -	\$ 6,969
State sources	-	-	-	46,201	702,691
Federal sources	-	-	279	-	76,547
Interest	-	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>279</u>	<u>46,201</u>	<u>786,207</u>
<i>Expenditures:</i>					
Current:					
Instruction	-	-	279	-	272,866
Support Services					
Students	-	-	-	-	69,555
Instruction	-	-	-	-	-
General Administration	-	-	-	-	13,550
School Administration	-	-	-	-	166,659
Central Services	-	-	-	-	80,888
Operation & Maintenance of Plant	-	-	-	-	125,203
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	38,184
Capital outlay	-	-	-	46,201	46,201
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>279</u>	<u>46,201</u>	<u>813,106</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(26,899)</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(26,899)</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>49</u>	<u>-</u>	<u>-</u>	<u>7,631</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ 49</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,268)</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit B-2  
(Page 3 of 3)

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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	<u>\$ (26,899)</u>
Change in Net Assets of governmental activities:	<u><u>\$ (26,899)</u></u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
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, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 5,936	\$ 5,936
State sources	638,877	638,877	653,829	14,952
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>638,877</u>	<u>638,877</u>	<u>659,765</u>	<u>20,888</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	167,919	178,180	224,575	(46,395)
Support Services				
Students	58,500	58,500	59,904	(1,404)
Instruction	4,000	4,000	-	4,000
General Administration	40,701	40,701	31,369	9,332
School Administration	153,471	153,471	166,659	(13,188)
Central Services	69,852	69,852	57,897	11,955
Operation & Maintenance of Plant	124,852	124,852	128,108	(3,256)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	19,582	19,582	19,430	152
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>638,877</u>	<u>649,138</u>	<u>687,942</u>	<u>(38,804)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(10,261)</u>	<u>(28,177)</u>	<u>(17,916)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	10,261	-	(10,261)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>10,261</u>	<u>-</u>	<u>(10,261)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(28,177)</u>	<u>(28,177)</u>
<i>Cash or fund balance, beginning of year, as restated</i>	<u>-</u>	<u>-</u>	<u>38,184</u>	<u>38,184</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,007</u>	<u>\$ 10,007</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(14,660)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ (42,837)</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,309	2,661	2,661	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,309</u>	<u>2,661</u>	<u>2,661</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,309	2,661	2,200	461
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>2,309</u>	<u>2,661</u>	<u>2,200</u>	<u>461</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>461</u>	<u>461</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>461</u>	<u>461</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>780</u>	<u>780</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,241</u>	<u>\$ 1,241</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 461</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 1,033	\$ 1,033
State sources	-	-	-	-
Federal sources	39,250	39,250	33,198	(6,052)
Interest	-	-	-	-
<i>Total revenues</i>	39,250	39,250	34,231	(5,019)
<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	39,250	39,250	18,754	20,496
Capital outlay	-	-	-	-
<i>Total expenditures</i>	39,250	39,250	18,754	20,496
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	15,477	15,477
<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>	-	-	15,477	15,477
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(18,643)	(18,643)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (3,166)	\$ (3,166)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 15,477</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

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, 2012**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	3,162	3,162
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>3,162</u>	<u>3,162</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	25,651	25,651	-
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>25,651</u>	<u>25,651</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(25,651)</u>	<u>(22,489)</u>	<u>3,162</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	25,651	-	(25,651)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>25,651</u>	<u>-</u>	<u>(25,651)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(22,489)</u>	<u>(22,489)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(3,162)</u>	<u>(3,162)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,651)</u>	<u>\$ (25,651)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			22,489	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit C-5

**IDEA-B ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	16,923	17,419	14,459	(2,960)
Interest	-	-	-	-
<i>Total revenues</i>	16,923	17,419	14,459	(2,960)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	16,923	16,923	13,455	3,468
Support Services				
Students	-	496	3,964	(3,468)
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>	16,923	17,419	17,419	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,960)	(2,960)
<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>	-	-	(2,960)	(2,960)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (2,960)	\$ (2,960)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			2,960	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit C-6

**TITLE I FEDERAL STIMULUS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	-	1,744	1,744
Interest	-	-	-	-
<i>Total revenues</i>	-	-	1,744	1,744
<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>	-	-	1,744	1,744
<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>	-	-	1,744	1,744
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(1,744)	(1,744)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(1,744)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**

Exhibit C-7

**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	279	279	-
Interest	-	-	-	-
<i>Total revenues</i>	-	279	279	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	279	279	-
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>	-	279	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>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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 LA RESOLANA  
 PUBLIC SCHOOL CAPITAL OUTLAY  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

Exhibit C-8

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	46,201	46,201	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>46,201</u>	<u>46,201</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	-	46,201	46,201	-
<i>Total expenditures</i>	<u>-</u>	<u>46,201</u>	<u>46,201</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-1

	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and cash equivalents	<u>563</u>
<b>Total Assets</b>	<u><u>\$ 563</u></u>
<b>LIABILITIES</b>	
Deposits held for others	<u>563</u>
<b>Total Liabilities</b>	<u><u>\$ 563</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-2

	Balance July 1, 2011	Additions	Deductions	Balance June 30, 2012
<b>ASSETS</b>				
Cash in bank	\$ 13	550	-	\$ 563
<b>Total assets</b>	<b>\$ 13</b>	<b>550</b>	<b>-</b>	<b>\$ 563</b>
<b>LIABILITIES</b>				
Deposits held for others	\$ 13	550	-	\$ 563
<b>Total liabilities</b>	<b>\$ 13</b>	<b>550</b>	<b>-</b>	<b>\$ 563</b>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA RESOLANA**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

Bank Account Type	New Mexico Educators Federal Credit Union
Checking - Operational Account	\$ 32,933
Total On Deposit	32,933
Reconciling Items	(16,473)
Reconciled Balance June 30, 2012	\$ 16,460
Less Agency Funds	(563)
Total Cash per Exhibit A-1	\$ 15,897

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Instructional Materials 14000	Food Service Account 21000	Student Activity Account 23000	Federal Projects Account 24000
Cash, June 30, 2011	\$ 38,184	\$ 780	\$ -	\$ 13	\$ 2,395
Add:					
2011-12 revenues	659,765	2,662	34,230	550	24,455
Loans from other funds	<u>(26,605)</u>	<u>-</u>	<u>3,165</u>	<u>-</u>	<u>23,440</u>
Total cash available	671,345	3,442	37,395	563	50,289
Less:					
Cash Transfers	-	-	-	-	-
Receivables/Payables	19,691 **	-	(18,642)	-	(7,219) **
2011-12 expenditures	(687,941)	(2,202)	(18,754)	-	(43,070)
Loans to other funds	<u>(26,605)</u>	<u>-</u>	<u>3,165</u>	<u>-</u>	<u>23,440</u>
Cash, June 30, 2012	<u>(23,510) **</u>	<u>1,241</u>	<u>3,165</u>	<u>563</u>	<u>23,440 **</u>
Unreconciled difference	44,986	-	-	-	(47,367)
Audit Adjustments to Cash	<u>(22,176)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,322</u>
Cash per Books	<u>12,261</u>	<u>1,241</u>	<u>-</u>	<u>563</u>	<u>2,395</u>

Fund Balance Reconciliation to GAAP Basis:

Unreconciled difference	44,986	-	-	-	-
Modified Accrual Adjustments	<u>(38,868)</u>	<u>-</u>	<u>(6,331)</u>	<u>-</u>	<u>(23,391)</u>
Fund Balance, Modified Accrual Basis (deficit)	<u>(17,392)</u>	<u>1,241</u>	<u>(3,166)</u>	<u>563</u>	<u>49</u>

\* Amounts did not agree to PY audited cash balances.

\*\* Amounts did not agree to the GL at year-end.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA RESOLANA  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 2 of 2)

Federal Direct 25000	Public School Capital Outlay 31200	Total
\$ -	\$ -	\$ 41,372
279	46,201	768,142
-	-	-
279	46,201	809,514
-	-	-
-	-	(6,170)
(279)	(46,201)	(798,445)
-	-	-
-	-	4,899
-	-	(2,381)
-	-	4,146
-	-	16,460
-	-	563
-	-	15,897
-	-	44,986
-	-	(68,590)
-	-	(18,705)
-	-	563
-	-	(19,268)

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 6,192
Receivables	
Due from other governments	45,404
Total current assets	<u>51,596</u>
Total assets	<u>\$ 51,596</u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	<u>23,585</u>
Total current liabilities	<u>23,585</u>
Total liabilities	<u>23,585</u>
Restricted for:	
Other	28,003
Unrestricted	<u>8</u>
Total net assets	<u>28,011</u>
Total liabilities and net assets	<u>\$ 51,596</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 37,488	\$ -	\$ 127,815	\$ -	\$ 90,327
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General administration	6,956	-	-	-	(6,956)
School administration	16,025	-	-	-	(16,025)
Central Services	33,125	-	-	-	(33,125)
Operation & maintenance of plan	6,218	-	-	-	(6,218)
Total governmental activities	<u>\$ 99,812</u>	<u>\$ -</u>	<u>\$ 127,815</u>	<u>\$ -</u>	<u>28,003</u>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		8
			Total general revenues		8
			Change in net assets		28,011
			Net assets - beginning		-
			Net assets - ending		\$ 28,011



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 8	\$ 6,184	\$ 6,192
Receivable	-	45,404	45,404
<i>Total assets</i>	8	51,588	51,596
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	23,585	23,585
<i>Total liabilities</i>	-	23,585	23,585
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Assigned	8	-	8
Restricted	-	28,003	28,003
<i>Total fund balance</i>	8	28,003	28,011
<i>Total liabilities and fund balance</i>	\$ 8	\$ 51,588	\$ 51,596

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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	\$ <u>28,011</u>
Net Assets-total Governmental Activities	\$ <u><u>28,011</u></u>

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
 (Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	127,815	127,815
Miscellaneous income	8	-	8
<i>Total revenues</i>	<u>8</u>	<u>127,815</u>	<u>127,823</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	37,488	37,488
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	6,956	6,956
School Administration	-	16,025	16,025
Central Services	-	33,125	33,125
Operation & Maintenance of Plant	-	6,218	6,218
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>99,812</u>	<u>99,812</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>8</u>	<u>28,003</u>	<u>28,011</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>8</u>	<u>28,003</u>	<u>28,011</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 8</u>	<u>\$ 28,003</u>	<u>\$ 28,011</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES  
GOVERNMENTAL FUNDS  
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, 2012

Exhibit B-2  
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	<u>\$ 28,011</u>
Net Assets-total Governmental Activities	<u><u>\$ 28,011</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES**  
**OPERATIONAL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

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	-	-	-	-
Miscellaneous	-	-	8	8
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>8</u>	<u>8</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>8</u>	<u>8</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</u>	<u>8</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</u>	<u>\$ 8</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 8</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA TIERRA MONTESSORI SCHOOL FOR THE ARTS AND SCIENCES**  
**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, 2012**

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	410,407	410,407	82,411	(327,996)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>410,407</u>	<u>410,407</u>	<u>82,411</u>	<u>(327,996)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	176,107	176,107	29,270	146,837
Support Services				
Students	19,800	19,800	-	19,800
Instruction	16,420	16,420	-	16,420
General Administration	22,700	22,700	3,666	19,034
School Administration	47,190	47,190	16,025	31,165
Central Services	57,359	57,359	27,048	30,311
Operation & Maintenance of Plant	70,831	70,831	6,218	64,613
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>410,407</u>	<u>410,407</u>	<u>82,227</u>	<u>328,180</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>184</u>	<u>184</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>184</u>	<u>184</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>\$ 184</u>	<u>\$ 184</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			45,404	
Adjustments to expenditures			<u>(17,585)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 28,003</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
LA TIERRA MONTESSORI SCHOOL OF THE ARTS AND SCIENCES  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational	<u>\$ 28,594</u>
Total On Deposit	28,594
Reconciling Items	<u>(22,402)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 6,192</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**LA TIERRA MONTESSORI SCHOOL OF THE ARTS AND SCIENCES**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	Operational 11000	Federal Projects Account 24000	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>8</u>	<u>82,411</u>	<u>82,419</u>
Total cash available	8	82,411	82,419
Less:			
2011-12 expenditures	<u>-</u>	<u>(82,227)</u>	<u>(82,227)</u>
Cash, June 30, 2012	<u><u>8</u></u>	<u><u>184</u></u>	<u><u>192</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	<u>-</u>	<u>6,000</u>	<u>6,000</u>
Cash per Books	<u><u>8</u></u>	<u><u>6,184</u></u>	<u><u>\$ 6,192</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>-</u>	<u>27,819</u>	<u>27,819</u>
Fund Balance, Modified Accrual Basis	<u><u>8</u></u>	<u><u>28,003</u></u>	<u><u>28,011</u></u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	86,211
Receivables	12,431
Total current assets	<u>98,642</u>
Total assets	<u><u>\$ 98,642</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	11,288
Deferred Revenue	87,264
Total current liabilities	<u>98,552</u>
Total liabilities	<u>98,552</u>
Unrestricted	<u>90</u>
Total net assets	<u>90</u>
Total liabilities and net assets	<u><u>\$ 98,642</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MCCURDY CHARTER SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 413	\$ -	\$ 39,994	\$ -	\$ 39,581
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	13,608	-	-	-	(13,608)
School Administration	735	-	-	-	(735)
Central Services	25,248	-	-	-	(25,248)
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
<b>Total governmental activities</b>	<b>\$ 40,004</b>	<b>\$ -</b>	<b>\$ 39,994</b>	<b>\$ -</b>	<b>(10)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		100
			<b>Total general revenues</b>		<b>100</b>
			Change in net assets		90
			Net assets - beginning		-
			Net assets - ending		<b>\$ 90</b>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Daniel's Fund 26141	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 90	\$ 2,121	\$ 84,000	\$ 86,211
Receivables	-	12,431	-	12,431
<i>Total assets</i>	90	14,552	84,000	98,642
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	-	11,288	-	11,288
Deferred Revenue	-	3,264	84,000	87,264
<i>Total liabilities</i>	-	14,552	84,000	98,552
<i>Fund balances</i>				
Fund Balance:				
Unrestricted	90	-	-	90
<i>Total fund balance</i>	90	-	-	90
<i>Total liabilities and fund balance</i>	\$ 90	\$ 14,552	\$ 84,000	\$ 98,642

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MCCURDY CHARTER SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	<u>\$ 90</u>
Net Assets-total Governmental Activities	<u><u>\$ 90</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Daniel's Fund 26141	Total Primary Government
<i>Revenues:</i>				
Local and county grant	\$ 100	\$ -	\$ -	\$ 100
State grant	-	-	-	-
Federal grant	-	39,994	-	39,994
Miscellaneous income	-	-	-	-
<i>Total revenues</i>	<u>100</u>	<u>39,994</u>	<u>-</u>	<u>40,094</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	413	-	413
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	13,608	-	13,608
School Administration	10	725	-	735
Central Services	-	25,248	-	25,248
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>10</u>	<u>39,994</u>	<u>-</u>	<u>40,004</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>90</u>	<u>-</u>	<u>-</u>	<u>90</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>90</u>	<u>-</u>	<u>-</u>	<u>90</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 90</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90</u>

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
MCCURDY CHARTER 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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$       90
Net Assets-total Governmental Activities	<u>\$       90</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**GENERAL 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	100	100	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	100	100	-
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	100	10	90
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	100	10	90
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	90	90
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	90	90
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 90	\$ 90
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 90</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,407	30,827	(379,580)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,407</u>	<u>30,827</u>	<u>(379,580)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	203,258	413	202,845
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	31,059	13,608	17,451
School Administration	-	94,963	725	94,238
Central Services	-	81,127	13,960	67,167
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>410,407</u>	<u>28,706</u>	<u>381,701</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,121</u>	<u>2,121</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>2,121</u>	<u>2,121</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>\$ 2,121</u>	<u>\$ 2,121</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,167	
Adjustments to expenditures			<u>(11,288)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**DANIELS FUND**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	84,000	\$ 84,000
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	84,000	84,000
<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>	-	-	84,000	84,000
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	84,000	84,000
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 84,000	\$ 84,000
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(84,000)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
June 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Valley National Bank</u>
Checking - Operational	<u>\$ 91,161</u>
Total On Deposit	91,161
Reconciling Items	<u>(4,950)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 86,211</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MCCURDY CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<u>Operational Fund 24000</u>	<u>Federal Projects Account 24000</u>	<u>Local Grants Fund 26000</u>	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -	\$ -
Add:				
2011-12 revenues	<u>100</u>	<u>30,827</u>	<u>84,000</u>	<u>114,927</u>
Total cash available	100	30,827	84,000	114,927
Less:				
2011-12 expenditures	<u>(10)</u>	<u>(28,706)</u>	<u>-</u>	<u>(28,716)</u>
Cash, June 30, 2012	<u>90</u>	<u>2,121</u>	<u>84,000</u>	<u>86,211</u>
Fund Balance Reconciliation to GAAP Basis:				
Audit reclassifications to cash	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per Books	<u>90</u>	<u>2,121</u>	<u>84,000</u>	<u>\$ 86,211</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>-</u>	<u>(2,121)</u>	<u>(84,000)</u>	<u>(86,121)</u>
Fund Balance, Modified Accrual Basis	<u>90</u>	<u>-</u>	<u>-</u>	<u>90</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MISSION ACHIEVEMENT AND SUCCESS**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<b><u>Governmental</u></b> <b><u>Activities</u></b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 3,788
Accounts receivables	89,691
Prepays	<u>6,667</u>
Total current assets	<u>100,146</u>
Total assets	<u><u>\$ 100,146</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	<u>\$ 37,249</u>
Total current liabilities	<u>37,249</u>
Total liabilities	<u>37,249</u>
Restricted for:	
Other	<u>62,897</u>
Total net assets	<u>62,897</u>
Total liabilities and net assets	<u><u>\$ 100,146</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MISSION ACHIEVEMENT AND SUCCESS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 7,744	\$ -	\$ 230,916	\$ -	\$ 223,172
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	13,553	-	-	-	(13,553)
School Administration	67,949	-	-	-	(67,949)
Central Services	49,385	-	-	-	(49,385)
Operation & Maintenance of Plant	29,388	-	-	-	(29,388)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Non-Instructional Support	-	-	-	-	-
Facilities Materials, Supplies & Other Services		-	-	-	-
Total governmental activities	\$ 168,019	\$ -	\$ 230,916	\$ -	62,897
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Total general revenues		-
			Change in net assets		62,897
			Net assets - beginning		-
			Net assets - ending		\$ 62,897

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MISSION ACHIEVEMENT & SUCCESS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	Federal Charter Planning 24146	Total Primary Government
	<u>          </u>	<u>          </u>
<b>ASSETS</b>		
<i>Current Assets</i>		
Cash	\$ 3,788	\$ 3,788
Accounts receivable	89,691	89,691
Prepaid expenses	6,667	6,667
<i>Total assets</i>	<u>100,146</u>	<u>100,146</u>
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Current Liabilities:</i>		
Accounts payable	<u>37,249</u>	<u>37,249</u>
<i>Total liabilities</i>	<u>37,249</u>	<u>37,249</u>
<i>Fund balances</i>		
<i>Fund Balance:</i>		
Nonspendable	6,667	6,667
Restricted	<u>56,230</u>	<u>56,230</u>
<i>Total fund balance</i>	<u>62,897</u>	<u>62,897</u>
<i>Total liabilities and fund balance</i>	<u>\$ 100,146</u>	<u>\$ 100,146</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
MISSION ACHEIVEMENT & SUCCESS  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds	\$ 62,897
Net Assets-total Governmental Activities	<u>\$ 62,897</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MISSION ACHIEVEMENT AND SUCCESS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>		
Local and county grant	\$ -	\$ -
State grant	-	-
Federal grant	230,916	230,916
Miscellaneous income	-	-
<i>Total revenues</i>	230,916	230,916
<i>Expenditures:</i>		
<i>Current:</i>		
Instruction	7,744	7,744
Support Services		
Students	-	-
Instruction	-	-
General Administration	13,553	13,553
School Administration	67,949	67,949
Central Services	49,385	49,385
Operation & Maintenance of Plant	29,388	29,388
Student Transportation	-	-
Other Support Services	-	-
Community Services Operations	-	-
Food Services Operations	-	-
Capital outlay	-	-
<i>Total expenditures</i>	168,019	168,019
<i>Excess (deficiency) of revenues over (under) expenditures</i>	62,897	62,897
<i>Other financing sources (uses):</i>		
Operating transfers	-	-
<i>Total other financing sources (uses)</i>	-	-
 <i>Net changes in fund balances</i>	 62,897	 62,897
<i>Fund balances - beginning of year</i>	-	-
<i>Fund balances - end of year</i>	\$ 62,897	\$ 62,897

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
MISSION ACHIEVEMENT AND SUCCESS  
GOVERNMENTAL FUNDS  
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, 2012

Exhibit B-2  
(Page 2 of 2)

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

Fund balances - total governmental funds	<u>\$ 62,897</u>
Net Assets-total Governmental Activities	<u><u>\$ 62,897</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MISSION ACHIEVEMENT AND SUCCESS**  
**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, 2012**

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	-	410,407	141,225	(269,182)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	410,407	141,225	(269,182)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	129,957	3,771	126,186
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	16,500	13,553	2,947
School Administration	-	83,028	67,949	15,079
Central Services	-	50,750	39,348	11,402
Operation & Maintenance of Plant	-	130,172	12,816	117,356
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	410,407	137,437	272,970
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	3,788	3,788
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	3,788	3,788
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 3,788	\$ 3,788
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			89,691	
Adjustments to expenditures			(30,582)	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 62,897</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
MISSION ACHIEVEMENT AND SUCCESS  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo Checking</u>
Checking - Operational	<u>\$ 3,788</u>
Total On Deposit	3,788
Reconciling Items	<u>-</u>
Reconciled Balance June 30, 2012	<u><u>\$ 3,788</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**MISSION ACHIEVEMENT AND SUCCESS**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<b>Federal Projects</b>	
	<b>Account</b>	<b>Total</b>
	<b>24000</b>	<b>Total</b>
	<u>          </u>	<u>          </u>
Cash, June 30, 2011	\$ -	\$ -
<b>Add:</b>		
2011-12 revenues	<u>141,225</u>	<u>141,225</u>
Total cash available	141,225	141,225
<b>Less:</b>		
2011-12 expenditures	<u>(137,437)</u>	<u>(137,437)</u>
Cash, June 30, 2012	<u>3,788</u>	<u>3,788</u>
<b>Fund Balance Reconciliation to GAAP Basis:</b>		
Audit reclassifications to cash	-	-
Cash per Books	<u>\$ 3,788</u>	<u>\$ 3,788</u>
<b>Fund Balance Reconciliation to GAAP Basis:</b>		
Modified Accrual Adjustments	<u>59,109</u>	<u>59,109</u>
Fund Balance, Modified Accrual Basis	<u>\$ 62,897</u>	<u>\$ 62,897</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	17,371
Receivables	
Due from other governments	47,915
Total current assets	<u>65,286</u>
Noncurrent assets:	
Capital assets	
Furniture, fixtures and equipment	88,405
Less: accumulated depreciation	<u>(18,275)</u>
Total noncurrent assets	<u>70,130</u>
Total assets	<u><u>\$ 135,416</u></u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	23,082
Accrued salaries	39,775
Due to government	167
Current portion of compensated absences	<u>26,779</u>
Total current liabilities	<u>89,803</u>
Total liabilities	<u>89,803</u>
Invested in capital assets	70,130
Restricted for:	
Other	1,014
Unrestricted (deficit)	<u>(25,531)</u>
Total net assets	<u>45,613</u>
Total liabilities and net assets	<u><u>\$ 135,416</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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:					
Direct instruction	\$ 462,221	\$ -	\$ 134,223	\$ -	\$ (327,998)
Support services:					
Students	108,265	-	-	-	(108,265)
Instruction	3,827	-	-	-	(3,827)
General Administration	4,090	-	-	-	(4,090)
School Administration	137,503	-	-	-	(137,503)
Central Services	93,840	-	-	-	(93,840)
Operation & Maintenance of Plan	68,708	-	-	-	(68,708)
Non-instructional support	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	69,540	1,556	67,988	-	4
Facilities, Materials, Supplies & Other Services	60,275	-	-	58,236	(2,039)
Total governmental activities	\$ 1,008,269	\$ 1,556	\$ 202,211	\$ 58,236	(746,266)
			<b>General Revenues:</b>		
					757,954
					67,331
					825,285
					79,019
					(33,406)
					\$ 45,613

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	General Fund 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA B Entitlement 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 16,190	\$ 1,014	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	5,123	38,700	704
Due from other funds	51,127	-	-	-	-
<i>Total assets</i>	<u>\$ 67,317</u>	<u>\$ 1,014</u>	<u>\$ 5,123</u>	<u>\$ 38,700</u>	<u>\$ 704</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	17,912	-	5,170	-	-
Accrued expenses	39,757	-	-	-	18
Due to other funds	-	-	8,353	38,700	686
Due to government	-	-	-	-	-
<i>Total liabilities</i>	<u>57,669</u>	<u>-</u>	<u>13,523</u>	<u>38,700</u>	<u>704</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	1,014	-	-	-
Unassigned (deficit)	9,648	-	(8,400)	-	-
<i>Total fund balance (deficit)</i>	<u>9,648</u>	<u>1,014</u>	<u>(8,400)</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ 67,317</u>	<u>\$ 1,014</u>	<u>\$ 5,123</u>	<u>\$ 38,700</u>	<u>\$ 704</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA B Risk Pool 24120	Teacher/Principal Training 24154	Building Blocks (ARRA) 24249	Education Job Fund 25255	2008 Library GO Bonds 27105	2010 Library GO Bonds 27106
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable						
Due from other governments	171	1,178	-	-	-	2,039
Due from other funds	-	-	-	-	-	-
<i>Total assets</i>	<u>\$ 171</u>	<u>\$ 1,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,039</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	-	-	-	-	-	-
Accrued expenses	-	-	-	-	-	-
Due to other funds	171	1,178	-	-	-	2,039
Due to government	-	-	-	-	-	-
<i>Total liabilities</i>	<u>171</u>	<u>1,178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,039</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ 171</u>	<u>\$ 1,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,039</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 3 of 4)

	Breakfast for Elementary Students 27155	2008 Library Funds 27549	Private Direct Grants 29102	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash and temporary investments	\$ -	\$ 167	\$ -	\$ -	\$ -	\$ 17,371
Accounts receivable						
Due from other governments	-	-	-	-	-	47,915
Due from other funds	-	-	-	-	-	51,127
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 167</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,413</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts payable	-	-	-	-	-	23,082
Accrued expenses	-	-	-	-	-	39,775
Due to other funds	-	-	-	-	-	51,127
Due to government	-	167	-	-	-	167
<i>Total liabilities</i>	<u>-</u>	<u>167</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>114,151</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	-	-	-	-	1,014
Unassigned (deficit)	-	-	-	-	-	1,248
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,262</u>
<i>Total liabilities and fund balance (deficit)</i>	<u>\$ -</u>	<u>\$ 167</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116,413</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 4 of 4)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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

Fund balances - total governmental funds (deficit)	\$	2,262
Compensated Absences		(26,779)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		<u>70,130</u>
Net Assets-total Governmental Activities	\$	<u><u>45,613</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	General Fund 11000	Instructional Materials 14000	Food Services 21000	Title I 24101	IDEA B Entitlement 24106
<i>Revenues:</i>					
Local and county sources	\$ 67,331	\$ -	\$ -	\$ -	\$ -
State sources	757,954	4,226	-	-	-
Federal sources	-	-	67,988	38,700	18,351
Fees	-	-	1,556	-	-
<i>Total revenues</i>	<u>825,285</u>	<u>4,226</u>	<u>69,544</u>	<u>38,700</u>	<u>18,351</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	417,546	17,292	-	24,891	18,351
Support Services:					
Students	94,285	-	-	13,809	-
Instruction	3,827	-	-	-	-
General Administration	4,090	-	-	-	-
School Administration	136,504	-	-	-	-
Central Services	93,840	-	-	-	-
Operation & Maintenance of Plant	68,708	-	-	-	-
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	67,677	-	-
Capital outlay	-	-	-	-	-
<i>Total expenditures</i>	<u>818,800</u>	<u>17,292</u>	<u>67,677</u>	<u>38,700</u>	<u>18,351</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>6,485</u>	<u>(13,066)</u>	<u>1,867</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Operating transfers	(8,086)	-	15,904	-	-
<i>Total other financing sources (uses)</i>	<u>(8,086)</u>	<u>-</u>	<u>15,904</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>(1,601)</u>	<u>(13,066)</u>	<u>17,771</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>11,249</u>	<u>14,080</u>	<u>(26,171)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 9,648</u>	<u>\$ 1,014</u>	<u>\$ (8,400)</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	IDEA B Risk Pool 24120	Teacher/Principal Training 24154	Building Blocks (ARRA) 24249	Education Job Fund 25255	2008 Library GO Bonds 27105	2010 Library GO Bonds 27106
<i>Revenues:</i>						
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	3,085	2,039
Federal sources	171	1,178	64,277	333	-	-
Fees	-	-	-	-	-	-
<i>Total revenues</i>	<u>171</u>	<u>1,178</u>	<u>64,277</u>	<u>333</u>	<u>3,085</u>	<u>2,039</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	179	42,059	333	3,085	-
Support Services:						
Students	171	-	-	-	-	-
Instruction	-	-	-	-	-	-
General Administration	-	-	-	-	-	-
School Administration	-	999	-	-	-	-
Central Services						
Operation & Maintenance of Plant	-	-	-	-	-	-
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	2,039
<i>Total expenditures</i>	<u>171</u>	<u>1,178</u>	<u>42,059</u>	<u>333</u>	<u>3,085</u>	<u>2,039</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>22,218</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	1,690	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>1,690</u>	<u>22,218</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>(1,690)</u>	<u>(22,218)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RALPH J. BUNCHE ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Breakfast for Elementary Students 27155	2008 Library Funds 27549	Private Direct Grants Fund 29012	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>						
Local and county sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 67,331
State sources	1,863	-	-	56,650	1,586	827,403
Federal sources	-	-	-	-	-	190,998
Fees	-	-	-	-	-	1,556
<i>Total revenues</i>	<u>1,863</u>	<u>-</u>	<u>-</u>	<u>56,650</u>	<u>1,586</u>	<u>1,087,288</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	-	-	-	-	523,736
Support Services:						-
Students	-	-	-	-	-	108,265
Instruction	-	-	-	-	-	3,827
General Administration	-	-	-	-	-	4,090
School Administration	-	-	-	-	-	137,503
Central Services	-	-	-	-	-	93,840
Operation & Maintenance of Plant	-	-	-	-	-	68,708
Student Transportation	-	-	-	-	-	-
Other Support Services	-	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-	-	-
Community Services Operations	-	-	-	-	-	-
Food Services Operations	1,863	-	-	-	-	69,540
Capital outlay	-	-	-	56,650	1,586	60,275
<i>Total expenditures</i>	<u>1,863</u>	<u>-</u>	<u>-</u>	<u>56,650</u>	<u>1,586</u>	<u>1,069,784</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,504</u>
<i>Other financing sources (uses):</i>						
Operating transfers	-	-	(9,508)	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>(9,508)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>(9,508)</u>	<u>-</u>	<u>-</u>	<u>17,504</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>9,508</u>	<u>-</u>	<u>-</u>	<u>(15,242)</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,262</u>

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 RALPH J. BUNCHE 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, 2012

Exhibit B-2  
 (Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ 17,504
Change in compensated absences	(8,615)
<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 capital outlays exceed depreciation expense for the period.</p>	
Capital outlays	75,816
Depreciation expense	<u>(5,686)</u>
	<u>70,130</u>
 Change in Net Assets-total Governmental Activities	 <u>\$ 79,019</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 15	\$ 15
State sources	780,941	757,954	757,954	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>780,941</u>	<u>757,954</u>	<u>757,969</u>	<u>15</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	383,291	363,804	360,465	3,339
Support Services:				
Students	77,902	95,547	94,285	1,262
Instruction	-	3,841	3,827	14
General Administration	20,000	4,075	4,090	(15)
School Administration	148,177	139,469	136,504	2,965
Central Services	87,028	93,717	93,840	(123)
Operation & Maintenance of Plant	74,543	67,501	68,708	(1,207)
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>790,941</u>	<u>767,954</u>	<u>761,719</u>	<u>6,235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(10,000)</u>	<u>(10,000)</u>	<u>(3,750)</u>	<u>6,250</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	9,508	9,508
Designated cash	10,000	10,000	-	(10,000)
<i>Total other financing sources (uses)</i>	<u>10,000</u>	<u>10,000</u>	<u>9,508</u>	<u>(492)</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>5,758</u>	<u>5,758</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>22,058</u>	<u>22,058</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,816</u>	<u>\$ 27,816</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			67,316	
Adjustments to expenditures			<u>(74,675)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (1,601)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,212	3,212	4,226	1,014
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,212</u>	<u>3,212</u>	<u>4,226</u>	<u>1,014</u>
<i>Expenditures:</i>				
Current:				
Instruction	3,212	17,292	17,292	-
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>3,212</u>	<u>17,292</u>	<u>17,292</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(14,080)</u>	<u>(13,066)</u>	<u>1,014</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	14,080	-	(14,080)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>14,080</u>	<u>-</u>	<u>(14,080)</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>(13,066)</u>	<u>(13,066)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>14,080</u>	<u>14,080</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,014</u>	<u>\$ 1,014</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (13,066)</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**FOOD SERVICES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ 1,556	\$ 1,556
State sources	-	-	-	-
Federal sources	47,350	68,439	62,865	(5,574)
Interest	-	-	-	-
<i>Total revenues</i>	<u>47,350</u>	<u>68,439</u>	<u>64,421</u>	<u>(4,018)</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	47,350	68,439	67,677	762
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>47,350</u>	<u>68,439</u>	<u>67,677</u>	<u>762</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,256)</u>	<u>(3,256)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	15,904	15,904
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>15,904</u>	<u>15,904</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>12,648</u>	<u>12,648</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(15,904)</u>	<u>(15,904)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,256)</u>	<u>\$ (3,256)</u>

5,123

-

\$ 17,771

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**

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, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	38,700	-	(38,700)
Interest	-	-	-	-
<i>Total revenues</i>	-	38,700	-	(38,700)
<i>Expenditures:</i>				
Current:				
Instruction	-	24,891	24,891	-
Support Services:				
Students	-	13,809	13,809	-
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>	-	38,700	38,700	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(38,700)	(38,700)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net other sources (uses) over expenditures</i>	-	-	(38,700)	(38,700)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (38,700)	\$ (38,700)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			38,700	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**IDEA B ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	17,830	18,351	20,680	2,329
Interest	-	-	-	-
<i>Total revenues</i>	<u>17,830</u>	<u>18,351</u>	<u>20,680</u>	<u>2,329</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	17,830	18,351	18,351	-
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>17,830</u>	<u>18,351</u>	<u>18,351</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,329</u>	<u>2,329</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 balance</i>	<u>-</u>	<u>-</u>	<u>2,329</u>	<u>2,329</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,033)</u>	<u>(3,033)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (704)</u>	<u>\$ (704)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			704	
Adjustments to revenues			-	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**IDEA B RISK POOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	171	-	(171)
Interest	-	-	-	-
<i>Total revenues</i>	-	171	-	(171)
<i>Expenditures:</i>				
Current:				
Instruction	-	-	-	-
Support Services:	-	-	-	-
Students	-	171	171	-
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>	-	171	171	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(171)	(171)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balance</i>	-	-	(171)	(171)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (171)	\$ (171)
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			171	
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**TEACHER/PRINCIPAL TRAINING**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-7

	<u>Budgeted Amounts</u>		Actual Amounts	Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	4,269	-	(4,269)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>4,269</u>	<u>-</u>	<u>(4,269)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	3,149	179	2,970
Support Services:	-	-	-	-
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,120	999	121
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>4,269</u>	<u>1,178</u>	<u>3,091</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(1,178)</u>	<u>(1,178)</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	1,690	1,690
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>1,690</u>	<u>1,690</u>
<i>Net changes in fund balance</i>	<u>-</u>	<u>-</u>	<u>512</u>	<u>512</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,690)</u>	<u>(1,690)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,178)</u>	<u>\$ (1,178)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			1,178	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,690</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**BUILDING BLOCKS (ARRA)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	67,253	64,277	(2,976)
Interest	-	-	-	-
<i>Total revenues</i>	-	67,253	64,277	(2,976)
<i>Expenditures:</i>				
Current:				
Instruction	-	67,253	20,650	46,603
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>	-	67,253	20,650	46,603
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	43,627	43,627
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balance</i>	-	-	43,627	43,627
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(43,627)	(43,627)
<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			(21,409)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 22,218</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**EDUCATION JOB FUND**

Exhibit C-9

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
 FOR THE YEAR ENDING JUNE 30, 2012

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	333	5,864	5,531
Interest	-	-	-	-
<i>Total revenues</i>	-	333	5,864	5,531
<i>Expenditures:</i>				
Current:				
Instruction	-	333	333	-
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>	-	333	333	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	5,531	5,531
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balance</i>	-	-	5,531	5,531
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(5,531)	(5,531)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(5,531)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**2008 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-10

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	-	\$ -	\$ -
State sources	-	3,085	3,085	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	3,085	3,085	-
<i>Expenditures:</i>				
Current:				
Instruction	-	3,085	3,085	-
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>	-	3,085	3,085	-
<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 balance</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION AND DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**2010 LIBRARY GO BONDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-11

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	2,078	2,078	-	(2,078)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,078</u>	<u>2,078</u>	<u>-</u>	<u>(2,078)</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	2,078	2,078	2,039	39
<i>Total expenditures</i>	<u>2,078</u>	<u>2,078</u>	<u>2,039</u>	<u>39</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,039)</u>	<u>(2,039)</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 balance</i>	<u>-</u>	<u>-</u>	<u>(2,039)</u>	<u>(2,039)</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>\$ (2,039)</u>	<u>\$ (2,039)</u>
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures			2,039	
Adjustments to revenues			-	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**BREAKFAST FOR ELEMENTARY STUDENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-12

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	1,863	1,863	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	1,863	1,863	-
<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	-	1,863	1,863	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	1,863	1,863	-
<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 balance</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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**2008 LIBRARY FUND**

Exhibit C-13

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	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 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>Net changes in fund balance</i>	-	-	-	-
<i>Cash or fund balance, beginning of year</i>	-	-	167	167
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 167	\$ 167
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**PRIVATE DIRECT GRANTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

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>				
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	-	-	(9,508)	(9,508)
Designated cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	(9,508)	(9,508)
<i>Net changes in fund balance</i>	-	-	(9,508)	(9,508)
<i>Cash or fund balance, beginning of year</i>	-	-	9,508	9,508
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (9,508)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**PUBLIC SCHOOL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-15

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	56,650	67,728	11,078
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	56,650	67,728	11,078
<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	-	56,650	56,650	-
<i>Total expenditures</i>	-	56,650	56,650	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	11,078	11,078
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balance</i>	-	-	11,078	11,078
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(11,078)	(11,078)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Excess revenues over (under) expenditures				
Adjustments to revenues			(11,078)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**SB 9 CAPITAL IMPROVEMENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	1,586	3,548	2,803	(745)
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,586</u>	<u>3,548</u>	<u>2,803</u>	<u>(745)</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	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	1,586	3,548	1,586	1,962
<i>Total expenditures</i>	<u>1,586</u>	<u>3,548</u>	<u>1,586</u>	<u>1,962</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,217</u>	<u>1,217</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 balance</i>	<u>-</u>	<u>-</u>	<u>1,217</u>	<u>1,217</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(1,217)</u>	<u>(1,217)</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			(1,217)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	Balance <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	\$ 2,979	8,905	\$ 11,884	\$ -
<b>Total assets</b>	<u>\$ 2,979</u>	<u>\$ 8,905</u>	<u>\$ 11,884</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Deposits held for others	2,979	8,905	11,884	\$ -
<b>Total liabilities</b>	<u>\$ 2,979</u>	<u>\$ 8,905</u>	<u>\$ 11,884</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	
Checking - Operational- NM Educators Wells Fargo Account	\$ 1,101 <u>34,532</u>
Total On Deposit	35,633
Reconciling Items	<u>(18,262)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 17,371</u></u>

The accompanying notes are an integral part of these financial statements.



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

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, 2011	\$ 22,058	\$ 14,080	\$ -	\$ 2,979	\$ -
Add:					
2011-12 revenues	757,969	4,226	64,421	8,905	81,925
Loans from other funds	-	-	-	-	-
Total cash available	780,027	18,306	64,421	11,884	81,925
Less:					
2011-12 expenditures	(761,619)	(17,292)	(67,677)	(12,674)	(79,150)
Receivables/Payables	25,034		(5,097)	-	(43,612)
Permanent cash transfers	9,508				-
Loans to other funds	(51,852)	-	8,353	790	40,837
Cash, June 30, 2012	1,098	1,014	-	-	-
Fund Balance Reconciliation to GAAP Basis:					
Unreconciled difference	-	-	-	-	-
Audit reclassifications to cash	15,092	-	-	-	-
Cash per Books	16,190	1,014	-	-	-
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	8,550	-	(8,400)	-	-
Fund Balance, Modified Accrual Basis (deficit)	9,648	1,014	(8,400)	-	-

\*Does not agree to general ledger

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RALPH J. BUNCHE ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Federal Direct Fund 25000	State Flowthrough 27000	Local/State Account 29000	Public School Capital Outlay 31200	SB 9 Capital Improv 31700	Total
\$ -	\$ 167	\$ 9,508	\$ -	\$ -	\$ 48,792
332	4,947	-	56,650	1,586	980,961
-	-	-	-	-	-
332	5,114	9,508	56,650	1,586	1,029,753
(332)	(6,986)	-	(56,650)	(1,586)	(1,003,966)
-	-	-	-	-	(23,675)
-	-	(9,508)	-	-	-
-	1,872	-	-	-	-
-	-	-	-	-	2,112
-	167	-	-	-	167
-	-	-	-	-	15,092
-	167	-	-	-	17,371
-	-	-	-	-	150
-	-	-	-	-	2,262

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

		<u>Governmental Activities</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$	56,835
Receivables		
Due from other governments		78,469
Total current assets		<u>135,304</u>
Noncurrent assets:		
Capital assets		
Leasehold improvements		79,052
Furniture, fixtures and equipment		206,215
Less: accumulated depreciation		<u>(237,076)</u>
Total noncurrent assets		<u>48,191</u>
Total assets	\$	<u><u>183,495</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$	325
Accrued liabilities		18,979
Due to other governments		<u>17,228</u>
Total current liabilities		<u>36,532</u>
Total liabilities		36,532
Investment in capital assets		48,191
Restricted		19,942
Unrestricted		<u>78,830</u>
Total net assets		<u>146,963</u>
Total liabilities and net assets	\$	<u><u>183,495</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit A-2

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net (Expenses) Revenues and Changes in Net Assets</b>
		<b>Charges for Service</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
Governmental activities:					
Instruction:					
Direct instruction	\$ 333,803	\$ 9,494	\$ 42,151	\$ -	\$ (282,158)
Support services:					
Students	38,663				(38,663)
General Administration	60,392	-	-	-	(60,392)
School Administration	55,272	-	-	-	(55,272)
Central Services	29,843	-	-	-	(29,843)
Operation/maintenance plant	34,314	-	-	-	(34,314)
Student Transportation	35,040		50,515		15,475
Food Services Operations	7,251	-	-	-	(7,251)
Facilities, Materials, Supplies & Other Services	46,278	-	-	43,268	(3,010)
Total governmental activities	\$ 640,856	\$ 9,494	\$ 92,666	\$ 43,268	(495,428)
			<b>General Revenues:</b>		
			State Equalization Guarantee	542,157	
			Total general revenues	542,157	
			Change in net assets	46,729	
			Net assets - beginning	100,234	
			Net assets - ending	\$ 146,963	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RED RIVER VALLEY CHARTER SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 4)

	General 11000	Pupil Transportation 13000	Instructional Materials 14000	IDEA-B Entitlement 24106
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ 42,246	\$ 11,874	\$ 2,715	\$ -
Accounts receivable				
Due from other governments	-	22,581	-	25,189
Due from other funds	56,858	-	-	-
<i>Total assets</i>	\$ 99,104	\$ 34,455	\$ 2,715	\$ 25,189
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts Payable	\$ 325	\$ -	\$ -	\$ -
Accrued expenses	18,979	-	-	-
Due to other government	-	17,228	-	-
Due to other funds	-	-	-	25,189
<i>Total liabilities</i>	19,304	17,228	-	25,189
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	17,227	2,715	-
Unassigned (deficit)	79,800	-	-	-
<i>Total fund balance (deficit)</i>	79,800	17,227	2,715	-
<i>Total liabilities and fund balance</i>	\$ 99,104	\$ 34,455	\$ 2,715	\$ 25,189

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
RED RIVER VALLEY CHARTER SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	2009 Library GO Bond 27105	2010 Library GO Bond 27106	Pre-K Initiative 27149
<b>ASSETS</b>						
<i>Current Assets</i>						
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable						
Due from other governments	100	569	-	274	2,040	26,557
Due from other funds	-	-	-	-	-	-
<i>Total assets</i>	<u>\$ 100</u>	<u>\$ 569</u>	<u>\$ -</u>	<u>\$ 274</u>	<u>\$ 2,040</u>	<u>\$ 26,557</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<i>Current Liabilities:</i>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued expenses	-	-	-	-	-	-
Due to other government	-	-	-	-	-	-
Due to other funds	100	569	-	274	2,040	26,557
<i>Total liabilities</i>	<u>100</u>	<u>569</u>	<u>-</u>	<u>274</u>	<u>2,040</u>	<u>26,557</u>
<i>Fund balances</i>						
Fund Balance:						
Restricted	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 100</u>	<u>\$ 569</u>	<u>\$ -</u>	<u>\$ 274</u>	<u>\$ 2,040</u>	<u>\$ 26,557</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 4)

	Public School Capital Outlay 31200	Special Capital Outlay 31400	SB-9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash	\$ -	\$ -	\$ -	\$ 56,835
Accounts receivable				
Due from other governments	-	675	484	78,469
Due from other funds	-	-	-	56,858
	\$ -	\$ 675	\$ 484	\$ 192,162
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ -	\$ 325
Accrued expenses	-	-	-	18,979
Due to other government	-	-	-	17,228
Due to other funds	-	675	1,454	56,858
	-	675	1,454	93,390
<i>Fund balances</i>				
Fund Balance:				
Restricted	-	-	-	19,942
Unassigned (deficit)	-	-	(970)	78,830
	-	-	(970)	98,772
<i>Total fund balance (deficit)</i>	-	-	(970)	98,772
<i>Total liabilities and fund balance</i>	\$ -	\$ 675	\$ 484	\$ 192,162

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 98,772
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>48,191</u>
Net Assets-total Governmental Activities	<u><u>\$ 146,963</u></u>

The accompanying notes are an integral part of these financial statements.



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
 (Page 1 of 4)

	General 11000	Pupil Transportation 13000	Instructional Materials 14000	IDEA-B Entitlement 24106
<i>Revenues:</i>				
Fees	\$ 9,494	\$ -	\$ -	\$ -
State sources	542,157	50,515	2,620	-
Federal sources	-	-	-	12,416
Interest	-	-	-	-
<i>Total revenues</i>	<u>551,651</u>	<u>50,515</u>	<u>2,620</u>	<u>12,416</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	300,315	-	6,534	-
Support Services				
Students	32,463	-	-	6,100
Instruction	-	-	-	-
General Administration	60,392	-	-	-
School Administration	48,956	-	-	6,316
Central Services	29,843	-	-	-
Operation & Maintenance of Plant	34,314	-	-	-
Student Transportation	1,752	33,288	-	-
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	7,251	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>515,286</u>	<u>33,288</u>	<u>6,534</u>	<u>12,416</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>36,365</u>	<u>17,227</u>	<u>(3,914)</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>36,365</u>	<u>17,227</u>	<u>(3,914)</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>43,435</u>	<u>-</u>	<u>6,629</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ 79,800</u>	<u>\$ 17,227</u>	<u>\$ 2,715</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
 (Page 2 of 4)

	IDEA-B Risk Pool 24120	Teacher/Principal Training 24154	Education Job Fund 25255	2009 Library GO Bond 27105	2010 Library GO Bond 27106	Pre-K Initiative 27149
<i>Revenues:</i>						
Fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	2,040	24,180
Federal sources	100	569	226	-	-	-
Interest	-	-	-	-	-	-
<i>Total revenues</i>	<u>100</u>	<u>569</u>	<u>226</u>	<u>-</u>	<u>2,040</u>	<u>24,180</u>
<i>Expenditures:</i>						
<i>Current:</i>						
Instruction	-	569	226	-	-	24,180
Support Services						
Students	100	-	-	-	-	-
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	-	-	-	-	2,040	-
<i>Total expenditures</i>	<u>100</u>	<u>569</u>	<u>226</u>	<u>-</u>	<u>2,040</u>	<u>24,180</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 3 of 4)

	Public School Capital Outlay 31200	Special Capital Outlay 31400	SB-9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>				
Fees	\$ -	\$ -	\$ -	\$ 9,494
State sources	43,268	-	-	664,780
Federal sources	-	-	-	13,311
Interest	-	-	-	-
<i>Total revenues</i>	<u>43,268</u>	<u>-</u>	<u>-</u>	<u>687,585</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	331,824
Support Services				
Students	-	-	-	38,663
Instruction	-	-	-	-
General Administration	-	-	-	60,392
School Administration	-	-	-	55,272
Central Services	-	-	-	29,843
Operation & Maintenance of Plant	-	-	-	34,314
Student Transportation	-	-	-	35,040
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	7,251
Community Services Operations	-	-	-	-
Capital outlay	43,268	-	970	46,278
<i>Total expenditures</i>	<u>43,268</u>	<u>-</u>	<u>970</u>	<u>638,877</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(970)</u>	<u>48,708</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>(970)</u>	<u>48,708</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,064</u>
<i>Fund balances - end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (970)</u>	<u>\$ 98,772</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY 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, 2012**

Exhibit B-2  
(Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ 48,708
--	-----------

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

Depreciation expense	<u>(1,979)</u>
----------------------	----------------

Change in Net Assets of governmental activities:	<u><u>\$ 46,729</u></u>
--	-------------------------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ 700	\$ 700	\$ 9,494	\$ 8,794
State sources	481,154	542,157	542,157	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>481,854</u>	<u>542,857</u>	<u>551,651</u>	<u>8,794</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	327,117	337,117	299,717	37,400
Support Services				
Students	32,394	32,764	32,463	301
Instruction	-	-	-	-
General Administration	48,960	62,759	60,392	2,367
School Administration	56,592	56,969	48,956	8,013
Central Services	22,860	29,664	29,843	(179)
Operation & Maintenance of Plant	29,413	59,477	34,314	25,163
Student Transportation	-	3,678	1,752	1,926
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	500	7,329	7,251	78
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>517,836</u>	<u>589,757</u>	<u>514,688</u>	<u>75,069</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(35,982)</u>	<u>(46,900)</u>	<u>36,963</u>	<u>83,863</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	35,982	46,900	-	(46,900)
<i>Total other financing sources (uses)</i>	<u>35,982</u>	<u>46,900</u>	<u>-</u>	<u>(46,900)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>36,963</u>	<u>36,963</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>62,033</u>	<u>62,033</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 98,996</u>	<u>\$ 98,996</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(598)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 36,365</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**PUPIL TRANSPORTATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	67,743	45,162	(22,581)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>67,743</u>	<u>45,162</u>	<u>(22,581)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	67,743	33,288	34,455
Operation of Non-Instructional Services	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>67,743</u>	<u>33,288</u>	<u>34,455</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>11,874</u>	<u>11,874</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>11,874</u>	<u>11,874</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>\$ 11,874</u>	<u>\$ 11,874</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			5,353	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 17,227</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**INSTRUCTIONAL MATERIALS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	2,123	2,123	2,620	497
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,123</u>	<u>2,123</u>	<u>2,620</u>	<u>497</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	2,123	8,752	6,534	2,218
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>2,123</u>	<u>8,752</u>	<u>6,534</u>	<u>2,218</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(6,629)</u>	<u>(3,914)</u>	<u>2,715</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	6,629	-	(6,629)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>6,629</u>	<u>-</u>	<u>(6,629)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,914)</u>	<u>(3,914)</u>
<i>Cash or fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,629</u>	<u>6,629</u>
<i>Cash or fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,715</u>	<u>\$ 2,715</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,914)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**IDEA B ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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	-	12,416	-	(12,416)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>12,416</u>	<u>-</u>	<u>(12,416)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	6,100	6,100	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	6,316	6,316	-
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>12,416</u>	<u>12,416</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(12,416)</u>	<u>(12,416)</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>(12,416)</u>	<u>(12,416)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(12,773)</u>	<u>(12,773)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,189)</u>	<u>\$ (25,189)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			12,416	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	100	-	(100)
Interest	-	-	-	-
<i>Total revenues</i>	-	100	-	(100)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	100	100	-
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>	-	100	100	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(100)	(100)
<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>	-	-	(100)	(100)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (100)	\$ (100)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			100	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**TEACHER/PRINCIPAL TRAINING**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	2,455	-	(2,455)
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>2,455</u>	<u>-</u>	<u>(2,455)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	1,227	569	658
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	1,228	-	1,228
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>2,455</u>	<u>569</u>	<u>1,886</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(569)</u>	<u>(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>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(569)</u>	<u>(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>\$ (569)</u>	<u>\$ (569)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			569	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	226	226	-
Interest	-	-	-	-
<i>Total revenues</i>	-	226	226	-
<i>Expenditures:</i>				
Current:				
Instruction	-	226	226	-
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>	-	226	226	-
<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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**2009 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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	-	-	-	-
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	-	-	-	-
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>-</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(274)</u>	<u>(274)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (274)</u>	<u>\$ (274)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**2010 LIBRARY GO BOND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	<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 sources	\$ -	\$ -	\$ -	\$ -
State sources	2,052	2,052	-	(2,052)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,052</u>	<u>2,052</u>	<u>-</u>	<u>(2,052)</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	2,052	2,052	2,040	12
<i>Total expenditures</i>	<u>2,052</u>	<u>2,052</u>	<u>2,040</u>	<u>12</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,040)</u>	<u>(2,040)</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>(2,040)</u>	<u>(2,040)</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>\$ (2,040)</u>	<u>\$ (2,040)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,040	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u><u>\$ -</u></u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**PRE K INITIATIVE**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	24,180	-	(24,180)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	24,180	-	(24,180)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	24,180	24,180	-
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>	-	24,180	24,180	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(24,180)	(24,180)
<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>	-	-	(24,180)	(24,180)
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(2,377)	(2,377)
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (26,557)	\$ (26,557)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			24,180	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	43,268	54,186	10,918
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	43,268	54,186	10,918
<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	-	43,268	43,268	-
<i>Total expenditures</i>	-	43,268	43,268	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	10,918	10,918
<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>	-	-	10,918	10,918
<i>Cash or fund balance, beginning of year (deficit)</i>	-	-	(10,918)	(10,918)
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(10,918)	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**SPECIAL CAPITAL OUTLAY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	7,919	7,919	-	(7,919)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,919</u>	<u>7,919</u>	<u>-</u>	<u>(7,919)</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	7,919	7,919	-	7,919
<i>Total expenditures</i>	<u>7,919</u>	<u>7,919</u>	<u>-</u>	<u>7,919</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 (deficit)</i>	<u>-</u>	<u>-</u>	<u>(675)</u>	<u>(675)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (675)</u>	<u>\$ (675)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**CAPITAL IMPROVEMENTS SB-9**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	3,091	4,881	-	(4,881)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>3,091</u>	<u>4,881</u>	<u>-</u>	<u>(4,881)</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	3,091	4,881	970	3,911
<i>Total expenditures</i>	<u>3,091</u>	<u>4,881</u>	<u>970</u>	<u>3,911</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(970)</u>	<u>(970)</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>(970)</u>	<u>(970)</u>
<i>Cash or fund balance, beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(484)</u>	<u>(484)</u>
<i>Cash or fund balance, end of year (deficit)</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,454)</u>	<u>\$ (1,454)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (970)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**SCHEDULE OF CASH ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>People's Bank</u>
Checking - Operational Account	\$ 61,779
Total On Deposit	<u>61,779</u>
Reconciling Items	<u>(4,944)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 56,835</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Transportation Account 13000	Instructional Materials 14000	Federal Flowthrough Account 24000	Federal Direct Account 25000	State Flowthrough Account 27000
Cash, June 30, 2011	\$ 34,532	\$ -	\$ 6,629	\$ -	\$ -	\$ -
Add:						
2011-12 revenues	551,652	45,162	2,620	-	226	-
Loans from other funds	-	-	-	-	-	-
<b>Total cash available</b>	<b>586,184</b>	<b>45,162</b>	<b>9,249</b>	<b>-</b>	<b>226</b>	<b>-</b>
Less:						
Receivables/Payables	109	-	-	-	-	-
2011-12 expenditures	(514,690)	(33,288)	(6,534)	(13,085)	(226)	(26,219)
Loans to other funds	(29,357)	-	-	13,085	-	26,219
<b>Cash, June 30, 2012</b>	<b>\$ 42,246</b>	<b>\$ 11,874</b>	<b>\$ 2,715</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Fund Balance Reconciliation to GAAP Basis:</b>						
Audit reclassifications to cash	-	-	-	-	-	-
Cash per Books	42,246	11,874	2,715	-	-	-
<b>Fund Balance Reconciliation to GAAP Basis:</b>						
Modified Accrual Adjustments	37,554	5,353	-	-	-	-
Fund Balance, Modified Accrual Basis	79,800	17,227	2,715	-	-	-

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**RED RIVER VALLEY CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III  
(Page 2 of 2)

Public School Capital Outlay 31200	Capital Improv. SB 9 31700	Total
\$ -	\$ -	\$ 41,161
54,185	-	653,845
-	-	-
54,185	-	695,006
-	-	109
(43,268)	(970)	(638,280)
(10,917)	970	-
\$ -	\$ -	\$ 56,835
-	-	-
-	-	56,835
-	(970)	41,937
-	(970)	98,772

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SAGE MONTESSORI CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	152
Accounts receivable	79,218
Total current assets	<u>79,370</u>
Total assets	<u>\$ 79,370</u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	<u>31,957</u>
Total current liabilities	<u>31,957</u>
Total liabilities	<u>31,957</u>
Restricted	<u>47,413</u>
Total net assets	<u>47,413</u>
Total liabilities and net assets	<u>\$ 79,370</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SAGE MONTESSORI CHARTER SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 34,227	\$ -	\$ 150,018	\$ -	\$ 115,791
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	19,903	-	-	-	(19,903)
School Administration	9,326	-	-	-	(9,326)
Central Services	37,348	-	-	-	(37,348)
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	1,801	-	-	-	(1,801)
<b>Total governmental activities</b>	<b>\$ 102,605</b>	<b>\$ -</b>	<b>\$ 150,018</b>	<b>\$ -</b>	<b>47,413</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		-
			<b>Total general revenues</b>		<b>-</b>
			Change in net assets		47,413
			Net assets - beginning		-
			Net assets - ending		<b>\$ 47,413</b>

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SAGE MONTESSORI CHARTER SCHOOL  
 BALANCE SHEET  
 GOVERNMENTAL FUNDS  
 JUNE 30, 2012

Exhibit B-1  
 (Page 1 of 2)

	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>		
<i>Current Assets</i>		
Cash	\$ 152	\$ 152
Accounts receivable	79,218	79,218
<i>Total assets</i>	79,370	79,370
<b>LIABILITIES AND FUND BALANCES</b>		
<i>Current Liabilities:</i>		
Accounts payable	31,957	31,957
<i>Total liabilities</i>	31,957	31,957
<i>Fund balances</i>		
Fund Balance:		
Restricted	47,413	47,413
<i>Total fund balance</i>	47,413	47,413
<i>Total liabilities and fund balance</i>	\$ 79,370	\$ 79,370

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SAGE MONTESSORI CHARTER SCHOOL  
GOVERNMENTAL FUNDS

Exhibit B-1  
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net assets are different because:	
Fund balances - total governmental funds	<u>\$ 47,413</u>
Net Assets-total Governmental Activities	<u>\$ 47,413</u>



**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SAGE MONTESSORI CHARTER SCHOOL  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
 (Page 1 of 2)

	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>		
Local and county grant	\$ -	\$ -
State grant	-	-
Federal grant	150,018	150,018
Miscellaneous income	-	-
<i>Total revenues</i>	150,018	150,018
<i>Expenditures:</i>		
<i>Current:</i>		
Instruction	34,227	34,227
Support Services		
Students	-	-
Instruction	-	-
General Administration	19,903	19,903
School Administration	9,326	9,326
Central Services	37,348	37,348
Operation & Maintenance of Plant	1,801	1,801
Student Transportation	-	-
Other Support Services	-	-
Community Services Operations	-	-
Food Services Operations	-	-
Capital outlay	-	-
<i>Total expenditures</i>	102,605	102,605
<i>Excess (deficiency) of revenues over (under) expenditures</i>	47,413	47,413
<i>Other financing sources (uses):</i>		
Operating transfers	-	-
<i>Total other financing sources (uses)</i>	-	-
 <i>Net changes in fund balances</i>	 47,413	 47,413
<i>Fund balances - beginning of year</i>	-	-
<i>Fund balances - end of year</i>	\$ 47,413	\$ 47,413

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SAGE MONTESSORI CHARTER 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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 47,413
Net Assets-total Governmental Activities	<u>\$ 47,413</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SAGE MONTESSORI CHARTER 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,406	70,800	(339,606)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,406</u>	<u>70,800</u>	<u>(339,606)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	212,234	34,227	178,007
Support Services				
Students	-	-	-	-
Instruction	-	400	-	400
General Administration	-	43,886	19,903	23,983
School Administration	-	59,386	9,326	50,060
Central Services	-	75,700	5,391	70,309
Operation & Maintenance of Plant	-	18,800	1,801	16,999
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>410,406</u>	<u>70,648</u>	<u>339,758</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>152</u>	<u>152</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>152</u>	<u>152</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>\$ 152</u>	<u>\$ 152</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			79,218	
Adjustments to expenditures			<u>(31,957)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 47,413</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SAGE MONTESSORI CHARTER SCHOOL  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational	<u>\$ 352</u>
Total On Deposit	352
Reconciling Items	<u>(200)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 152</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SAGE MONTESSORI CHARTER SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	Federal Projects Account 24000	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -
Add:		
2011-12 revenues	<u>70,800</u>	<u>70,800</u>
Total cash available	70,800	70,800
Less:		
2011-12 expenditures	<u>(70,648)</u>	<u>(70,648)</u>
Cash, June 30, 2012	<u>152</u>	<u>152</u>
Fund Balance Reconciliation to GAAP Basis:		
Audit reclassifications to cash	-	-
Cash per Books	<u>152</u>	<u>\$ 152</u>
Fund Balance Reconciliation to GAAP Basis:		
Modified Accrual Adjustments	<u>47,261</u>	<u>47,261</u>
Fund Balance, Modified Accrual Basis	<u>47,413</u>	<u>47,413</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	23,267
Total current assets	<u>23,267</u>
Total assets	<u><u>\$ 23,267</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	8,044
Total current liabilities	<u>8,044</u>
Total liabilities	<u>8,044</u>
Restricted	13,337
Unrestricted	<u>1,886</u>
Total net assets	<u>15,223</u>
Total liabilities and net assets	<u><u>\$ 23,267</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 335,080	\$ -	\$ 410,407	\$ -	\$ 75,327
Support services:					
Students	62,000	-	-	-	(62,000)
Instruction	-	-	-	-	-
General Administration	-	-	-	-	-
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-	-
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
Total governmental activities	\$ 397,080	\$ -	\$ 410,407	\$ -	13,327
<b>General Revenues:</b>					
State Equalization Guarantee					-
Miscellaneous					1,896
Total general revenues					1,896
Change in net assets					15,223
Net assets - beginning					-
Net assets - ending					\$ 15,223

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 1,886	\$ 21,381	\$ 23,267
<i>Total assets</i>	1,886	21,381	23,267
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	8,044	8,044
<i>Total liabilities</i>	-	8,044	8,044
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Restricted	-	13,337	13,337
Unassigned	1,886	-	1,886
<i>Total fund balance</i>	1,886	13,337	15,223
<i>Total liabilities and fund balance</i>	\$ 1,886	\$ 21,381	\$ 23,267



**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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	\$ <u>15,223</u>
Net Assets-total Governmental Activities	\$ <u><u>15,223</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ 1,770	\$ -	\$ 1,770
State grant	-	-	-
Federal grant	-	410,407	410,407
Miscellaneous income	126	-	126
<i>Total revenues</i>	<u>1,896</u>	<u>410,407</u>	<u>412,303</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	10	335,070	335,080
Support Services			
Students	-	62,000	62,000
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>10</u>	<u>397,070</u>	<u>397,080</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,886</u>	<u>13,337</u>	<u>15,223</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>1,886</u>	<u>13,337</u>	<u>15,223</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 1,886</u>	<u>\$ 13,337</u>	<u>\$ 15,223</u>

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
GOVERNMENTAL FUNDS  
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, 2012

Exhibit B-2  
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 15,223
Net Assets-total Governmental Activities	<u>\$ 15,223</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**OPERATIONAL**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 20	\$ 1,770	\$ 1,750
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	126	126
<i>Total revenues</i>	<u>-</u>	<u>20</u>	<u>1,896</u>	<u>1,876</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	20	10	10
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>20</u>	<u>10</u>	<u>10</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>1,886</u>	<u>1,886</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>1,886</u>	<u>1,886</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>\$ 1,886</u>	<u>\$ 1,886</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1,886</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**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, 2012**

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	-	410,407	410,407	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,407</u>	<u>410,407</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	348,407	327,026	21,381
Support Services				
Students	-	62,000	62,000	-
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>410,407</u>	<u>389,026</u>	<u>21,381</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>21,381</u>	<u>21,381</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>21,381</u>	<u>21,381</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>\$ 21,381</u>	<u>\$ 21,381</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>(8,044)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 13,337</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
June 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>New Mexico Educators Federal Credit Union</u>
Checking - Operational	<u>\$ 41,211</u>
Total On Deposit	41,211
Reconciling Items	<u>(17,944)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 23,267</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	Operational 11000	Federal Projects Account 24000	Total
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>1,896</u>	<u>410,407</u>	<u>412,303</u>
Total cash available	1,896	410,407	412,303
Less:			
2011-12 expenditures	-	(389,026)	(389,026)
Receivables/payables	<u>(10)</u>	<u>-</u>	<u>(10)</u>
Cash, June 30, 2012	<u><u>1,886</u></u>	<u><u>21,381</u></u>	<u><u>23,267</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	-	-
Cash per Books	<u><u>\$ 1,886</u></u>	<u><u>\$ 21,381</u></u>	<u><u>\$ 23,267</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	-	(8,044)	(8,044)
Fund Balance, Modified Accrual Basis	<u><u>\$ 1,886</u></u>	<u><u>\$ 13,337</u></u>	<u><u>\$ 15,223</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Component Unit</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 646,415	\$ 34,049
Receivables		
Due from other governments	12,196	-
Total current assets	658,611	34,049
Noncurrent assets:		
Capital assets		
Land	-	290,000
Building and improvements	63,235	1,435,160
Furniture, fixtures and equipment	302,401	-
Less: accumulated depreciation	(288,699)	(326,898)
Total noncurrent assets	76,937	1,398,262
Total assets	\$ 735,548	\$ 1,432,311
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable	\$ 13,293	\$ -
Due to government	3,542	-
Accrued liabilities	89,075	-
Deferred revenue	121,759	-
Current portion of long-term debt	-	70,336
Total current liabilities	227,669	70,336
Noncurrent liabilities:		
Long-term debt	-	1,363,648
Total noncurrent liabilities	-	1,363,648
Total liabilities	227,669	1,433,984
Invested in capital assets, net of related debt (deficit)	76,937	(35,722)
Restricted	14,736	-
Unrestricted	416,206	34,049
Total net assets (deficit)	507,879	(1,673)
Total liabilities and net assets	\$ 735,548	\$ 1,432,311

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

<u>Functions/Programs</u>	<u>Program Revenues</u>				Net (Expenses) Revenues and Changes in Net Assets	<u>Component Unit</u>
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>		
Governmental activities:						
Instruction	\$ 952,630	\$ -	\$ 47,031	\$ -	\$ (905,599)	
Support services:						
Students	244,872	-	-	-	(244,872)	
Instruction	-	-	-	-	-	
General Administration	24,310	-	-	-	(24,310)	
School Administration	252,749	-	-	-	(252,749)	
Central Services	99,502	-	-	-	(99,502)	
Operation & Maintenance of Plant	259,581	-	-	-	(259,581)	
Operation of Non-Instructional Service	-	-	-	-	-	
Student Transportation	-	-	-	-	-	
Food Services Operations	-	-	-	-	-	
Community Services Operations	-	-	-	-	-	
Facilities, Materials, Supplies & Other Services	250,490	-	-	163,306	(87,184)	
Total governmental activities	<u>\$ 2,084,134</u>	<u>\$ -</u>	<u>\$ 47,031</u>	<u>\$ 163,306</u>	<u>(1,873,797)</u>	
COMPONENT UNIT						
Foundation	170,473	-	-	-	-	\$ (170,473)
			<b>General Revenues:</b>			
			State Equalization Guarantee	1,924,237	-	
			Property Taxes	99,924	-	
			Miscellaneous	1,479	205,496	
			Total general revenues	<u>2,025,640</u>	<u>205,496</u>	
			Change in net assets	151,843	35,023	
			Net assets - beginning (deficit)	<u>356,036</u>	<u>(36,696)</u>	
			Net assets - ending (deficit)	<u>\$ 507,879</u>	<u>\$ (1,673)</u>	

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 4)

	General 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and temporary investments	\$ 493,085	\$ 14,736	\$ -	\$ -
Accounts receivable				
Due from other governments	-	-	9,060	72
Due from other funds	12,196	-	-	-
<i>Total assets</i>	<b>\$ 505,281</b>	<b>\$ 14,736</b>	<b>\$ 9,060</b>	<b>\$ 72</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities:</i>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to government	-	-	-	-
Accrued expenses	89,075	-	-	-
Due to other funds	-	-	9,060	72
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	89,075	-	9,060	72
<i>Fund balances</i>				
Restricted	-	14,736	-	-
Unassigned	416,206	-	-	-
<i>Total fund balance</i>	416,206	14,736	-	-
<i>Total liabilities and fund balance</i>	<b>\$ 505,281</b>	<b>\$ 14,736</b>	<b>\$ 9,060</b>	<b>\$ 72</b>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 2 of 4)

	SEG Federal Stimulus 25250	Education Job Fund 25255	APS Foundation 26190	Dual Credit 27103	GO Bonds Laws of 2006 27105
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ 3,542	\$ -	\$ -	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	-	178	2,886
Due from other funds	-	-	-	-	-
	-	-	-	-	-
<i>Total assets</i>	\$ 3,542	\$ -	\$ -	\$ 178	\$ 2,886
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to government	3,542	-	-	-	-
Accrued expenses	-	-	-	-	-
Due to other funds	-	-	-	178	2,886
Deferred revenue - other	-	-	-	-	-
	-	-	-	-	-
<i>Total liabilities</i>	3,542	-	-	178	2,886
<i>Fund balances</i>					
Restricted	-	-	-	-	-
Unassigned	-	-	-	-	-
	-	-	-	-	-
<i>Total fund balance</i>	-	-	-	-	-
<i>Total liabilities and fund balance</i>	\$ 3,542	\$ -	\$ -	\$ 178	\$ 2,886

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 3 of 4)

	Private Dir Grants 29102	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash and temporary investments	\$ -	\$ -	\$ 135,052	\$ -	\$ 646,415
Accounts receivable					
Due from other governments	-	-	-	-	12,196
Due from other funds	-	-	-	-	12,196
	-	-	-	-	12,196
<i>Total assets</i>	\$ -	\$ -	\$ 135,052	-	\$ 670,807
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ -	\$ -	\$ 13,293	\$ -	\$ 13,293
Due to government	-	-	-	-	3,542
Accrued expenses	-	-	-	-	89,075
Due to other funds	-	-	-	-	12,196
Deferred revenue - other	-	-	121,759	-	121,759
	-	-	121,759	-	121,759
<i>Total liabilities</i>	-	-	135,052	-	239,865
<i>Fund balances</i>					
Restricted	-	-	-	-	14,736
Unassigned	-	-	-	-	416,206
	-	-	-	-	430,942
<i>Total fund balance</i>	-	-	-	-	430,942
<i>Total liabilities and fund balance</i>	\$ -	\$ -	\$ 135,052	\$ -	\$ 670,807

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit B-1  
(Page 4 of 4)

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

Fund balances - total governmental funds	\$ 430,942
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	<u>76,937</u>
Net Assets-total Governmental Activities	<u><u>\$ 507,879</u></u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 1 of 4)

	General 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local and county sources	-	-	-	-
State sources	1,924,243	8,241	-	-
Federal sources	-	-	33,710	413
<i>Total revenues</i>	<u>1,924,243</u>	<u>8,241</u>	<u>33,710</u>	<u>413</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	934,064	12,014	-	413
Support Services:				
Students	211,162	-	33,710	-
Instruction	-	-	-	-
General Administration	23,068	-	-	-
School Administration	252,749	-	-	-
Central Services	99,502	-	-	-
Operation & Maintenance of Plant	256,410	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>1,776,955</u>	<u>12,014</u>	<u>33,710</u>	<u>413</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>147,288</u>	<u>(3,773)</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>147,288</u>	<u>(3,773)</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>268,918</u>	<u>18,509</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 416,206</u>	<u>\$ 14,736</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 2 of 4)

	SEG Federal Stimulus 25250	Education Job Fund 25255	APS Foundation 26190	Dual Credit 27103	GO Bonds Laws of 2006 27105
<i>Revenues:</i>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Local and county sources	-	-	1,478	-	-
State sources	-	-	-	178	2,886
Federal sources	-	853	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>853</u>	<u>1,478</u>	<u>178</u>	<u>2,886</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	-	853	1,478	178	2,886
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>853</u>	<u>1,478</u>	<u>178</u>	<u>2,886</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</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>
<i>Net changes in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</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</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit B-2  
(Page 3 of 4)

	Private Dir Grants 29102	Public School Capital Outlay 31200	HB 33 Capital Improvements 31600	SB 9 Capital Improvements 31700	Total Primary Government
<i>Revenues:</i>					
Property taxes	\$ -	\$ -	\$ 99,924	\$ -	\$ 99,924
Local and county sources	750	-	-	-	2,228
State sources	-	155,470	-	7,836	2,098,854
Federal sources	-	-	-	-	34,976
<i>Total revenues</i>	<u>750</u>	<u>155,470</u>	<u>99,924</u>	<u>7,836</u>	<u>2,235,982</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	750	-	-	-	952,636
Support Services:					
Students	-	-	-	-	244,872
Instruction	-	-	-	-	-
General Administration	-	-	1,242	-	24,310
School Administration	-	-	-	-	252,749
Central Services	-	-	-	-	99,502
Operation & Maintenance of Plant	-	-	-	-	256,410
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	155,470	98,682	7,836	261,988
<i>Total expenditures</i>	<u>750</u>	<u>155,470</u>	<u>99,924</u>	<u>7,836</u>	<u>2,092,467</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,515</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>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,515</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>287,427</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 430,942</u>



**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 THE LEARNING COMMUNITY 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, 2012

Exhibit B-2  
(Page 4 of 4)

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

Net change in fund balances - total governmental funds	\$ 143,515
--	------------

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 capital outlay exceeds depreciation for the period.

Capital Outlays	17,140
Depreciation expense	<u>(8,812)</u>
	8,328

Change in Net Assets of governmental activities:	<u><u>\$ 151,843</u></u>
--	--------------------------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER 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, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	1,917,340	1,924,243	1,924,237	(6)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,917,340</u>	<u>1,924,243</u>	<u>1,924,237</u>	<u>(6)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	1,286,318	1,103,393	934,064	169,329
Support Services:				
Students	68,500	264,130	215,954	48,176
Instruction	-	-	-	-
General Administration	30,000	30,000	23,068	6,932
School Administration	296,037	286,735	252,749	33,986
Central Services	96,364	99,864	99,502	362
Operation & Maintenance of Plant	365,121	365,121	256,410	108,711
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>2,142,340</u>	<u>2,149,243</u>	<u>1,781,747</u>	<u>367,496</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(225,000)</u>	<u>(225,000)</u>	<u>142,490</u>	<u>367,490</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	225,000	225,000	-	(225,000)
<i>Total other financing sources (uses)</i>	<u>225,000</u>	<u>225,000</u>	<u>-</u>	<u>(225,000)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>142,490</u>	<u>142,490</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>368,323</u>	<u>368,323</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 510,813</u>	<u>\$ 510,813</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			<u>4,798</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 147,288</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**INSTRUCTIONAL SUPPORT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-2

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	7,759	8,241	8,241	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,759</u>	<u>8,241</u>	<u>8,241</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	7,759	26,749	12,014	14,735
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>7,759</u>	<u>26,749</u>	<u>12,014</u>	<u>14,735</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(18,508)</u>	<u>(3,773)</u>	<u>14,735</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	-	18,508	-	(18,508)
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>18,508</u>	<u>-</u>	<u>(18,508)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,773)</u>	<u>(3,773)</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>18,509</u>	<u>18,509</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,736</u>	<u>\$ 14,736</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,773)</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**IDEA-B ENTITLEMENT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	37,620	43,204	24,650	(18,554)
Interest	-	-	-	-
<i>Total revenues</i>	<u>37,620</u>	<u>43,204</u>	<u>24,650</u>	<u>(18,554)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	37,620	-	-	-
<i>Support Services:</i>				
Students	-	43,204	33,710	9,494
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>Debt service</i>				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>37,620</u>	<u>43,204</u>	<u>33,710</u>	<u>9,494</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(9,060)</u>	<u>(9,060)</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>(9,060)</u>	<u>(9,060)</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>\$ -</u>	<u>\$ -</u>	<u>\$ (9,060)</u>	<u>\$ (9,060)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			9,060	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER 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, 2012**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	413	341	(72)
Interest	-	-	-	-
<i>Total revenues</i>	-	413	341	(72)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	413	413	-
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>	-	413	413	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(72)	(72)
<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>	-	-	(72)	(72)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ (72)	\$ (72)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			72	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**SEG FEDERAL STIMULUS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-5

	Budgeted Amounts		Actual	Variance
	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 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>Fund balances - beginning of year</i>	-	-	3,542	3,542
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ 3,542	\$ 3,542
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**EDUCATION JOB FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	-	853	853	-
Interest	-	-	-	-
<i>Total revenues</i>	-	853	853	-
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	853	853	-
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>	-	853	853	-
<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>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**APS FOUNDATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	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	-	-	1,478	(1,478)
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>	-	-	1,478	(1,478)
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,478)	(1,478)
<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>	-	-	(1,478)	(1,478)
<i>Fund balances - beginning of year</i>	-	-	1,478	1,478
<i>Fund balances - end of year</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			1,478	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**DUAL CREDIT**

Exhibit C-8

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL  
FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	178	-	(178)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	178	-	(178)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	178	178	-
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>	-	178	178	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(178)	(178)
<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>	-	-	(178)	(178)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ (178)	\$ (178)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			178	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ -</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**GO BONDS LAWS OF 2006**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-9

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	2,886	-	(2,886)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	2,886	-	(2,886)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	2,886	2,886	-
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>	-	2,886	2,886	-
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(2,886)	(2,886)
<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>	-	-	(2,886)	(2,886)
<i>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ (2,886)	\$ (2,886)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			2,886	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**PRIVATE DIRECT GRANTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ 750	\$ 750	\$ -
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	-	750	750	-
<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	-	-	-	-
Operation of Non-Instructional Service	-	-	-	-
Community Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	750	750	-
<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>Fund balances - beginning of year</i>	-	-	-	-
<i>Fund balances - end of year (deficit)</i>	\$ -	\$ -	\$ -	\$ -
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER 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, 2012**

Exhibit C-11

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<i>Revenues:</i>				
Local and county sources	\$ -	\$ -	\$ -	\$ -
State sources	-	155,470	188,672	33,202
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>155,470</u>	<u>188,672</u>	<u>33,202</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	-	155,470	155,470	-
<i>Total expenditures</i>	<u>-</u>	<u>155,470</u>	<u>155,470</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>33,202</u>	<u>33,202</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>33,202</u>	<u>33,202</u>
<i>Fund balances - beginning of year (deficit)</i>	<u>-</u>	<u>-</u>	<u>(33,202)</u>	<u>(33,202)</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			(33,202)	
Adjustments to expenditures			<u>-</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER 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, 2012**

Exhibit C-12

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues:</i>				
Property taxes	\$ 127,132	\$ 127,132	\$ 124,242	\$ (2,890)
Local and county sources	-	-	-	-
State sources	-	-	-	-
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>127,132</u>	<u>127,132</u>	<u>124,242</u>	<u>(2,890)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,280	1,280	1,242	38
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	235,736	235,736	85,389	150,347
<i>Total expenditures</i>	<u>237,016</u>	<u>237,016</u>	<u>86,631</u>	<u>150,385</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(109,884)</u>	<u>(109,884)</u>	<u>37,611</u>	<u>147,495</u>
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated cash	109,884	109,884	-	(109,884)
<i>Total other financing sources (uses)</i>	<u>109,884</u>	<u>109,884</u>	<u>-</u>	<u>(109,884)</u>
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures</i>	<u>-</u>	<u>-</u>	<u>37,611</u>	<u>37,611</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>97,441</u>	<u>97,441</u>
<i>Fund balances - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 135,052</u>	<u>\$ 135,052</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			(24,318)	
Adjustments to expenditures			<u>13,293</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**SB 9 CAPITAL IMPROVEMENTS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

Exhibit C-13

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues:</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Local and county sources	-	-	-	-
State sources	7,836	12,576	7,836	(4,740)
Federal sources	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>7,836</u>	<u>12,576</u>	<u>7,836</u>	<u>(4,740)</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	7,836	12,576	7,836	4,740
<i>Total expenditures</i>	<u>7,836</u>	<u>12,576</u>	<u>7,836</u>	<u>4,740</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>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			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit D-1

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	<u>4,496</u>
<b>Total Assets</b>	<u><u>\$ 4,496</u></u>
LIABILITIES	
Deposits held for others	<u>4,496</u>
<b>Total Liabilities</b>	<u><u>\$ 4,496</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 THE LEARNING COMMUNITY CHARTER SCHOOL  
 AGENCY FUNDS  
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES  
 FOR THE YEAR ENDED JUNE 30, 2012

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>ASSETS</b>				
Cash in bank	<u>3,071</u>	<u>4,835</u>	<u>3,410</u>	<u>\$ 4,496</u>
<b>Total assets</b>	<u>\$ 3,071</u>	<u>\$ 4,835</u>	<u>\$ 3,410</u>	<u>\$ 4,496</u>
<b>LIABILITIES</b>				
Deposits held for others	<u>\$ 3,071</u>	<u>\$ 4,835</u>	<u>\$ 3,410</u>	<u>\$ 4,496</u>
<b>Total liabilities</b>	<u>\$ 3,071</u>	<u>\$ 4,835</u>	<u>\$ 3,410</u>	<u>\$ 4,496</u>

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**THE LEARNING COMMUNITY CHARTER SCHOOL**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	
Checking - Operational Account	\$ 650,821
Checking- Activity Account	<u>4,497</u>
Total On Deposit	655,318
Reconciling Items	<u>(4,406)</u>
Reconciled Balance June 30, 2012	<u>\$ 650,912</u>
Less Agency Funds	4,497
Cash per Exhibit B-1	<u>\$ 646,415</u>

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Inst. Materials Account 14000	Non-Instruct Account 23000	Federal Flow Through Fund 24000	Federal Direct Fund 25000
Cash, June 30, 2011	\$ 334,451 **	\$ 18,509	\$ 5,960	\$ -	\$ -
Add:					
2011-12 revenues	1,924,237	8,241	1,946	25,660	852
Loans from other funds	-	-	-	-	-
Total cash available	2,258,688	26,750	7,906	25,660	852
Less:					
Prior year outstanding loans	33,872	-	-	(669)	-
Receivables/Payables	2,453 *	-	-	-	-
2011-2012 expenditures	(1,783,233)	(12,014)	(3,410)	(34,122)	(852)
Total outstanding loans 6/30/2012	(12,195)	-	-	9,131	-
Cash, June 30, 2012	499,585 *	14,736	4,496	-	-
Cash Reconciliation to GAAP Basis:					
Audit reclassifications to cash	(3,542)	-	-	-	3,542
Unallocated Difference	(2,958)	-	-	-	-
Cash per books	493,085	14,736	4,496	-	3,542
Fund Balance Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	(80,421)	-	-	-	-
Unallocated Difference	(2,958)	-	-	-	-
Fund Balance, Modified Accrual Basis	416,206	14,736	4,496	-	-

\* We noted that these amounts did not agree to the General Ledger.

\*\* Does not agree to prior year financial statements.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
THE LEARNING COMMUNITY CHARTER SCHOOL  
CASH RECONCILIATION  
JUNE 30, 2012

Schedule III  
(Page 2 of 2)

State Flow Through Fund 27000	Local or State Fund 29000	Public School Capital Outlay 31200	Capital Improv HB 33 31600	Capital Improv SB9 31700	Total
\$ -	\$ -	\$ -	\$ 97,441	\$ -	\$ 456,361
-	750	188,673	124,242	7,836	2,282,437
-	-	-	-	-	-
-	750	188,673	221,683	7,836	2,738,798
-	-	(33,203)	-	-	-
-	-	-	-	-	2,453
(3,064)	(750)	(155,470)	(86,631)	(7,836)	(2,087,382)
3,064	-	-	-	-	-
-	-	-	135,052	-	653,869
-	-	-	-	-	-
-	-	-	-	-	(2,958)
-	-	-	135,052	-	650,911
-	-	-	-	-	4,496
-	-	-	-	-	646,415
-	-	-	(135,052)	-	(215,473)
-	-	-	-	-	(2,958)
-	-	-	-	-	435,438
-	-	-	-	-	4,496
-	-	-	-	-	430,942

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	1,957
Accounts receivables	17,721
Prepays	<u>15,600</u>
Total current assets	<u>35,278</u>
Total assets	<u><u>\$ 35,278</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	3,488
Accrued expenses	<u>1,441</u>
Total current liabilities	<u>4,929</u>
Total liabilities	<u>4,929</u>
Restricted for:	
Other	30,289
Unrestricted	<u>60</u>
Total net assets	<u>30,349</u>
Total liabilities and net assets	<u><u>\$ 35,278</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NEW AMERICA SCHOOL-LAS CRUCES  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

Exhibit A-2

Functions/Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Assets
		Charges for Service	Operating Grants and Contributions	
Governmental activities:				
Instruction	\$ -	\$ -	\$ 77,400	\$ -
Support services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	12,905	-	-	(12,905)
School Administration	12,426	-	-	(12,426)
Central Services	16,240	-	-	(16,240)
Operation & Maintenance of Plant	5,540	-	-	(5,540)
Student Transportation	-	-	-	-
Food Services Operation	-	-	-	-
Non-Instructional Support	40	-	-	(40)
Facilities Materials, Supplies & Other Services		-	-	-
<b>Total governmental activities</b>	<b>\$ 47,151</b>	<b>\$ -</b>	<b>\$ 77,400</b>	<b>\$ -</b>
<b>General Revenues:</b>				
State Equalization Guarantee				-
Miscellaneous				100
<b>Total general revenues</b>				<b>100</b>
Change in net assets				30,349
Net assets - beginning				-
Net assets - ending				<b>\$ 30,349</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NEW AMERICA SCHOOL-LAS CRUCES  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 60	\$ 1,897	\$ 1,957
Accounts Receivables	-	17,721	17,721
Prepaid Expenses	-	15,600	15,600
<i>Total assets</i>	60	35,218	35,278
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	3,488	3,488
Accrued expenses	-	1,441	1,441
<i>Total liabilities</i>	-	4,929	4,929
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Nonspendable	-	15,600	15,600
Restricted	-	14,689	14,689
Unassigned	60	-	60
<i>Total fund balance</i>	60	30,289	30,349
<i>Total liabilities and fund balance</i>	\$ 60	\$ 35,218	\$ 35,278

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**GOVERNMENTAL FUNDS**  
**RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

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	<u>\$ 30,349</u>
Net Assets-total Governmental Activities	<u><u>\$ 30,349</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	77,400	77,400
Miscellaneous income	100	-	100
<i>Total revenues</i>	<u>100</u>	<u>77,400</u>	<u>77,500</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	12,905	12,905
School Administration	-	12,426	12,426
Central Services	-	16,240	16,240
Operation & Maintenance of Plant	-	5,540	5,540
Student Transportation	-	-	-
Other Support Services	40	-	40
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>40</u>	<u>47,111</u>	<u>47,151</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>60</u>	<u>30,289</u>	<u>30,349</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>60</u>	<u>30,289</u>	<u>30,349</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 60</u>	<u>\$ 30,289</u>	<u>\$ 30,349</u>



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
NEW AMERICA SCHOOL-LAS CRUCES  
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, 2012

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	\$ 30,349
Net Assets-total Governmental Activities	<u>\$ 30,349</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**OPERATIONAL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	100	100
<i>Total revenues</i>	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</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	-	-	40	(40)
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>-</u>	<u>40</u>	<u>(40)</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>60</u>	<u>60</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>60</u>	<u>60</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>\$ 60</u>	<u>\$ 60</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 60</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,407	59,679	(350,728)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	410,407	59,679	(350,728)
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	128,500	-	128,500
Support Services				
Students	-	-	-	-
Instruction	-	3,775	-	3,775
General Administration	-	48,477	12,905	35,572
School Administration	-	65,016	12,426	52,590
Central Services	-	107,999	29,921	78,078
Operation & Maintenance of Plant	-	56,640	5,540	51,100
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	-	410,407	60,792	349,615
<i>Excess (deficiency) of revenues over (under) expenditures</i>	-	-	(1,113)	(1,113)
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	(1,113)	(1,113)
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year (deficit)</i>	\$ -	\$ -	\$ (1,113)	\$ (1,113)
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			17,721	
Adjustments to expenditures			13,681	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 30,289</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
NEW AMERICA SCHOOL-LAS CRUCES  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Citizens Bank of Las Cruces</u>
Checking - Operational	<u>\$ 2,502</u>
Total On Deposit	2,502
Reconciling Items	<u>(545)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 1,957</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**NEW AMERICA SCHOOL-LAS CRUCES**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<u>Operational</u> <u>11000</u>	<u>Federal Projects</u> <u>Account</u> <u>24000</u>	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>100</u>	<u>59,679</u>	<u>59,779</u>
Total cash available	100	59,679	59,779
Less:			
2011-12 expenditures	(40)	(60,792)	(60,832)
Accounts Payable	<u>          </u>	<u>1,569</u>	<u>1,569</u>
Cash, June 30, 2012	<u><u>60</u></u>	<u><u>456</u></u>	<u><u>516</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	1,441	1,441
Cash per Books	<u>60</u>	<u>1,897</u>	<u>\$ 1,957</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	-	31,168	31,168
Fund Balance, Modified Accrual Basis	<u>60</u>	<u>30,289</u>	<u>30,349</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY SCHOOL**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2012**

Exhibit A-1

	<u><b>Governmental Activities</b></u>
<b>ASSETS</b>	
Cash and cash equivalents	6,677
Accounts receivables	23,760
Prepays	10,084
Total current assets	<u>40,521</u>
Total assets	<u><u>\$ 40,521</u></u>
 <b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	20,501
Accrued expenses	4,432
Total current liabilities	<u>24,933</u>
Total liabilities	<u>24,933</u>
Restricted for:	
Other	15,567
Unrestricted	21
Total net assets	<u>15,588</u>
Total liabilities and net assets	<u><u>\$ 40,521</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
UPLIFT COMMUNITY SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 28,813	\$ -	\$ 96,396	\$ -	\$ 67,583
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	13,427	-	-	-	(13,427)
School Administration	28,977	-	-	-	(28,977)
Central Services	9,183	-	-	-	(9,183)
Operation & Maintenance of Plant	750	-	-	-	(750)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Non-Instructional Support	5	-	-	-	(5)
Facilities Materials, Supplies & Other Services		-	-	-	-
<b>Total governmental activities</b>	<b>\$ 81,155</b>	<b>\$ -</b>	<b>\$ 96,396</b>	<b>\$ -</b>	<b>15,241</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		347
			<b>Total general revenues</b>		<b>347</b>
			Change in net assets		<b>15,588</b>
			Net assets - beginning		-
			Net assets - ending		<b>\$ 15,588</b>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
UPLIFT COMMUNITY SCHOOL  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012

Exhibit B-1  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and temporary investments	\$ 21	\$ 6,656	\$ 6,677
Accounts Receivables	-	23,760	23,760
Prepaid Expenses	-	10,084	10,084
<i>Total assets</i>	21	40,500	40,521
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	20,501	20,501
Accrued expenses	-	4,432	4,432
<i>Total liabilities</i>	-	24,933	24,933
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Nonspendable	-	10,084	10,084
Restricted	-	5,483	5,483
Unassigned	21	-	21
<i>Total fund balance</i>	21	15,567	15,588
<i>Total liabilities and fund balance</i>	\$ 21	\$ 40,500	\$ 40,521



**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
UPLIFT COMMUNITY SCHOOL  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

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	<u>\$ 15,588</u>
Net Assets-total Governmental Activities	<u><u>\$ 15,588</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	Operational 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	96,396	96,396
Miscellaneous income	347	-	347
<i>Total revenues</i>	<u>347</u>	<u>96,396</u>	<u>96,743</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	28,813	28,813
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	300	13,127	13,427
School Administration	-	28,977	28,977
Central Services	21	9,162	9,183
Operation & Maintenance of Plant	-	750	750
Student Transportation	-	-	-
Other Support Services	5	-	5
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>326</u>	<u>80,829</u>	<u>81,155</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>21</u>	<u>15,567</u>	<u>15,588</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>21</u>	<u>15,567</u>	<u>15,588</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 21</u>	<u>\$ 15,567</u>	<u>\$ 15,588</u>

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
UPLIFT COMMUNITY SCHOOL  
GOVERNMENTAL FUNDS  
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, 2012

Exhibit B-2  
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Fund balances - total governmental funds	<u>\$ 15,588</u>
Net Assets-total Governmental Activities	<u><u>\$ 15,588</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY SCHOOL**  
**OPERATIONAL**

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, 2012

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ 347	\$ -	\$ (347)
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	347	347
<i>Total revenues</i>	<u>-</u>	<u>347</u>	<u>347</u>	<u>-</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	300.00	300.00	-
School Administration	-	21.00	-	21
Central Services	-	21.00	21.00	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	5	5	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>347</u>	<u>326</u>	<u>21</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>21</u>	<u>21</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</u>	<u>21</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>\$ 21</u>	<u>\$ 21</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 21</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY 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, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	410,406	72,636	(337,770)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,406</u>	<u>72,636</u>	<u>(337,770)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	206,683	15,613	191,070
Support Services				
Students	-	-	-	-
Instruction	-	16,422	-	16,422
General Administration	-	20,668	7,986	12,682
School Administration	-	77,812	29,484	48,328
Central Services	-	50,616	15,829	34,787
Operation & Maintenance of Plant	-	38,205	1,500	36,705
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>410,406</u>	<u>70,412</u>	<u>339,994</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>2,224</u>	<u>2,224</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>2,224</u>	<u>2,224</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>\$ 2,224</u>	<u>\$ 2,224</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			23,760	
Adjustments to expenditures			<u>(10,417)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 15,567</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY SCHOOL**  
**SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS**  
**JUNE 30, 2012**

Schedule II

<u>Bank Account Type</u>	<u>Bank of Colorado</u>
Checking - Operational	<u>\$ 15,905</u>
Total On Deposit	15,905
Reconciling Items	<u>(9,228)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 6,677</u></u>

The accompanying notes are an integral part of these financial statements.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**UPLIFT COMMUNITY SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<u>Operational</u> <u>11000</u>	<u>Federal Projects</u> <u>Account</u> <u>24000</u>	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>347</u>	<u>72,636</u>	<u>72,983</u>
Total cash available	347	72,636	72,983
Less:			
2011-12 expenditures	(326)	(70,410)	(70,736)
Accounts Payable	<u>          </u>	<u>2,532</u>	<u>2,532</u>
Cash, June 30, 2012	<u>21</u>	<u>4,758</u>	<u>4,779</u>
 Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	<u>-</u>	<u>1,898</u>	<u>1,898</u>
Cash per Books	<u>21</u>	<u>6,656</u>	<u>\$ 6,677</u>
 Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>-</u>	<u>10,809</u>	<u>10,809</u>
Fund Balance, Modified Accrual Basis	<u>21</u>	<u>15,567</u>	<u>15,588</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2012

Exhibit A-1

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 9,383
Accounts receivable	54,552
Total current assets	<u>63,935</u>
Total assets	<u>\$ 63,935</u>
<b>LIABILITIES AND NET ASSETS</b>	
Accounts payable	\$ 50,639
Accrued liabilities	1,659
Total current liabilities	<u>52,298</u>
Total liabilities	<u>52,298</u>
Restricted	11,537
Unrestricted	<u>100</u>
Total net assets	<u>11,637</u>
Total liabilities and net assets	<u>\$ 63,935</u>

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012

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	\$ 17,589	\$ -	\$ 155,469	\$ -	\$ 137,880
Support services:					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	2,330	-	-	-	(2,330)
School Administration	83,708	-	-	-	(83,708)
Central Services	22,884	-	-	-	(22,884)
Operation & Maintenance of Plant	17,421	-	-	-	(17,421)
Student Transportation	-	-	-	-	-
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	-	-	-	-	-
<b>Total governmental activities</b>	<b>\$ 143,932</b>	<b>\$ -</b>	<b>\$ 155,469</b>	<b>\$ -</b>	<b>11,537</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		-
			Miscellaneous		100
			Total general revenues		100
			Change in net assets		11,637
			Net assets - beginning		-
			Net assets -ending		<b>\$ 11,637</b>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Exhibit B-1  
 (Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Total Primary Government
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash	\$ 100	\$ 9,283	\$ 9,383
Accounts receivable	-	54,552	54,552
<i>Total assets</i>	100	63,835	63,935
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities:</i>			
Accounts payable	-	50,639	50,639
Accrued liabilities	-	1,659	1,659
<i>Total liabilities</i>	-	52,298	52,298
<i>Fund balances</i>			
<i>Fund Balance:</i>			
Restricted	-	11,537	11,537
Unrestricted	100	-	100
<i>Total fund balance</i>	100	11,537	11,637
<i>Total liabilities and fund balance</i>	\$ 100	\$ 63,835	\$ 63,935

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2012

Exhibit B-1  
(Page 2 of 2)

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

Fund balances - total governmental funds	<u>\$ 11,637</u>
Net Assets-total Governmental Activities	<u><u>\$ 11,637</u></u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

Exhibit B-2  
(Page 1 of 2)

	General Fund 11000	Federal Charter Planning 24146	Total Primary Government
<i>Revenues:</i>			
Local and county grant	\$ -	\$ -	\$ -
State grant	-	-	-
Federal grant	-	155,469	155,469
Miscellaneous income	100	-	100
<i>Total revenues</i>	<u>100</u>	<u>155,469</u>	<u>155,569</u>
<i>Expenditures:</i>			
<i>Current:</i>			
Instruction	-	17,589	17,589
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	2,330	2,330
School Administration	-	83,708	83,708
Central Services	-	22,884	22,884
Operation & Maintenance of Plant	-	17,421	17,421
Student Transportation	-	-	-
Community Services Operations	-	-	-
Food Services Operations	-	-	-
Capital outlay	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>143,932</u>	<u>143,932</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>100</u>	<u>11,537</u>	<u>11,637</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>100</u>	<u>11,537</u>	<u>11,637</u>
<i>Fund balances - beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 100</u>	<u>\$ 11,537</u>	<u>\$ 11,637</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL  
GOVERNMENTAL FUNDS  
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, 2012

Exhibit B-2  
(Page 2 of 2)

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

Fund balances - total governmental funds	\$ 11,637
--	-----------

Net Assets-total Governmental Activities	<u><u>\$ 11,637</u></u>
--	-------------------------

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**FOR THE YEAR ENDING JUNE 30, 2012**

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<i>Revenues:</i>				
Local and county grants	-	-	100	\$ 100
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total revenues</i>	-	-	100	100
<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>	-	-	100	100
<i>Other financing sources (uses):</i>				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net changes in fund balances</i>	-	-	100	100
<i>Cash or fund balance, beginning of year</i>	-	-	-	-
<i>Cash or fund balance, end of year</i>	\$ -	\$ -	\$ 100	\$ 100
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			-	
Adjustments to expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ 100</b>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY 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, 2012**

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	-	410,407	100,917	(309,490)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>410,407</u>	<u>100,917</u>	<u>(309,490)</u>
<i>Expenditures:</i>				
<i>Current:</i>				
Instruction	-	87,792	3,533	84,259
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	56,955	1,194	55,761
School Administration	-	62,010	65,682	(3,672)
Central Services	-	126,782	22,884	103,898
Operation & Maintenance of Plant	-	76,868	-	76,868
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services Operations	-	-	-	-
Capital outlay	-	-	-	-
<i>Total expenditures</i>	<u>-</u>	<u>410,407</u>	<u>93,293</u>	<u>317,114</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,624</u>	<u>7,624</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>7,624</u>	<u>7,624</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>\$ 7,624</u>	<u>\$ 7,624</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			54,552	
Adjustments to expenditures			<u>(50,639)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 11,537</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2012

Schedule II

<u>Bank Account Type</u>	<u>Bank of Albuquerque</u>
Checking - Operational	<u>\$ 12,296</u>
Total On Deposit	12,296
Reconciling Items	<u>(2,913)</u>
Reconciled Balance June 30, 2012	<u><u>\$ 9,383</u></u>

The accompanying notes are an integral part of these financial statements.



**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL**  
**CASH RECONCILIATION**  
**JUNE 30, 2012**

Schedule III

	<u>Operational Fund 11000</u>	<u>Federal Projects Account 24000</u>	<u>Total</u>
Cash, June 30, 2011	\$ -	\$ -	\$ -
Add:			
2011-12 revenues	<u>100</u>	<u>100,917</u>	<u>101,017</u>
Total cash available	100	100,917	101,017
Less:			
2011-12 expenditures	-	(93,293)	(93,293)
Receivables/Payables	<u>-</u>	<u>402</u>	<u>402</u>
Cash, June 30, 2012	<u><u>100</u></u>	<u><u>8,026</u></u>	<u><u>8,126</u></u>
Fund Balance Reconciliation to GAAP Basis:			
Audit reclassifications to cash	-	1,257	1,257
Cash per Books	<u>\$ 100</u>	<u>\$ 9,283</u>	<u>\$ 9,383</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	-	(3,511)	(3,511)
Fund Balance, Modified Accrual Basis	<u>\$ 100</u>	<u>\$ 11,537</u>	<u>\$ 11,637</u>